EXECUTIVE OFFICER STATEMENT
State Allocation Board Meeting, August 26, 2015

CLOSE OF 2014 CHARTER SCHOOL FACILITIES PROGRAM FUNDING ROUND

In November 2014, the State Allocation Board (Board) provided unfunded approvals for Preliminary Charter School Apportionments to applicants of the 2014 Charter School Facilities Program Funding Round. The Board took action to keep the funding round open until July 24, 2015 (eight additional months) allowing program funds to be made available to the remaining applicants.

At the close of this meeting, nine schools with 13 projects will have been approved for a total of $157.0 million. There is approximately $0.5 million in bonding authority remaining for applicants of this funding round. Staff is working with the next applicants on the list to present application(s) for this remaining bonding authority to a future Board meeting.

Once the remaining bonding authority is awarded, Office of Public School Construction (OPSC) staff will return the remaining applications to the applicants. With the close of the 2014 CSFP Funding Round on July 24, additional bond authority that returns to the program is available to CSFP applicants who are converting Preliminary Charter School Apportionments to Final Charter School Apportionments and qualify for funding in excess of the reserved preliminary amount.

STATUS OF FUND RELEASES FOR PRIORITY FUNDING APPORTIONMENTS

On April 15, 2015, the Board approved $113.6 million in priority funding apportionments for 41 projects representing 22 school districts, which included 12 Career Technical Education Facilities Program (CTEFP) projects. Districts that received a priority funding apportionment on April 15, 2015 were required to submit a valid *Fund Release Authorization* (Form SAB 50-05) containing an original signature by **Tuesday, July 14, 2015** to the OPSC.

As of Tuesday, July 14, OPSC received 27 Forms SAB 50-05 totaling $96.7 million. One school district and one charter school did not submit the Form SAB 50-05 for apportionments totaling $4.9 million by July 14, 2015. Therefore one project had its apportionment rescinded and was returned to the Unfunded List (Lack of AB 55 Loans) with a new unfunded approval date of July 14, 2015 and has received one occurrence of nonparticipation. The second, a charter school project was for a design fund release and had its apportionment rescinded and was returned to the Unfunded List (Lack of AB 55 Loans).

Since the 12 CTEFP projects were approved as a reservation of funds, the school districts have 12 months from the apportionment date to submit the required California Department of Education and Division of the State Architect approvals to OPSC, which is **April 14, 2016**. Once the required documents are submitted, the districts will have 90 days to submit a valid Form SAB 50-05.

REGULATION UPDATE

At the October 2014 meeting, the Board approved amendments to the SFP Regulation Requirements for the CSFP. These amendments align the Charter School Preliminary Apportionment calculation for the general site development grant with the New Construction general site development grant. Based on information received from the Office of Administrative Law, Staff anticipates these regulations being in effect on October 1, 2015.

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UPCOMING BOND SALE

There will be a General Obligation Bond sale on August 26, 2015. Staff anticipates receiving bond proceeds for the School Facilities Program from this sale and will prepare Priority Funding Apportionments commensurate with the funds received.

NEXT STATE ALLOCATION BOARD MEETING

The next meeting is tentatively scheduled for **Tuesday, September 8, 2015** at 9:30am. This will be a Consent only meeting. The September 23, 2015 meeting is cancelled.