MINUTES
State Allocation Board
January 27, 2016

Upon notice duly given, the monthly meeting of the State Allocation Board (SAB) was held at the State Capitol, Room 126, in Sacramento, California on January 27, 2016 at 4:00 p.m.

Members of the SAB present were as follows:

- Eraina Ortega, Chief Deputy Director, Policy, Department of Finance, designated representative for Michael Cohen, Director, Department of Finance
- Daniel Kim, Director, Department of General Services
- Cesar Diaz, appointee of Edmund G. Brown, Jr., Governor of the State of California
- Senator Loni Hancock
- Senator Carol Liu
- Senator Sharon Runner
- Assembly Member Adrin Nazarian
- Assembly Member Susan Bonilla
- Assembly Member Rocky Chavez

Member of the SAB absent was as follows:

- Nick Schweizer, Deputy Superintendent of Public Instruction, Services for Administration, Finance, Technology & Infrastructure Branch, California Department of Education, designated representative for Tom Torlakson, Superintendent of Public Instruction

Representative of the SAB was as follows:

Lisa Silverman, Executive Officer

Representatives of the Department of General Services, Office of Public School Construction (OPSC), were as follows:

Lisa Silverman, Executive Officer
Barbara Kampmeinert, Deputy Executive Officer

Representative of the Department of General Services, Office of Legal Services, was as follows:

Jonette Banzon, Attorney

With a quorum present, Ms. Ortega, Chair, called the meeting to order at 4:08 p.m.

PRIOR MINUTES

A motion was made, and carried, to approve the December 9, 2015 SAB Minutes.

EXECUTIVE OFFICER'S STATEMENT

The Executive Officer informed the Board of the following:

Fund Releases for September 8, 2015 Priority Funding Apportionments

At its September 8, 2015 meeting, the SAB approved $190.9 million in priority funding apportionments for 53 projects representing 26 school districts. The OPSC has received 33 Forms SAB 50-05 totaling $174.7 million as of December 7, 2015.

Results of December 2015 Priority Funding Round Filing Period

The tenth Priority Funding Round filing period commenced November 21, 2015 and ended December 10, 2015. Applicants submitted requests for Priority Funding Apportionments for 21 of 28 possible projects totaling $80.5 million.

EXECUTIVE OFFICER'S STATEMENT (cont.)

Regulation Updates

It was stated that the regulatory amendments to Regulation Section 1859.76(d) are in effect and extends the additional grant for General Site Development for one year. In addition, regulatory amendments to Regulation Sections 1859.93 and 1859.93.1 are in effect and implement Senate Bill 869, Chapter 39, Statutes of 2014, which distributes available High Performance Incentive and Career Technical Education Facilities Program bond authority amongst the SFP New Construction and Modernization projects on the Unfunded List (Lack of AB 55 Loans), with health and safety projects receiving priority. The *Application for Funding* (Form SAB 50-04) was also amended and is in effect with a new revised date of 02/15.

Next SAB Meeting

The SAB and the audience were informed that the February 24, 2016 monthly SAB meeting was canceled, and that the next monthly SAB meeting would be scheduled for March 9, 2016.

CONSENT ITEMS

A motion was made, and carried, to approve the Consent calendar as presented.

FINANCIAL REPORTS

Status of Fund Releases

The Executive Officer presented this item and the SAB accepted the Status of Fund Releases report as presented.

Status of Funds

The Executive Officer presented this item and the SAB accepted the Status of Funds report as presented.

APPEAL ITEMS

Palm Springs Unified/Riverside 51/67173-00-002

A motion was made to approve Option #3, which would provide replacement funding at the replacement amount [$4.66 million as shown on Attachment E] and allow rehabilitation of the building. The Chair called for a roll-call vote and the motion carried per the following votes:

MEMBER	AYE	NAY	ABSTAIN	ABSENT
Senator Hancock	X			
Senator Liu	X			
Senator Runner	X			
Assembly Member Nazarian	X			
Assembly Member Bonilla	X			
Assembly Member Chavez	X			
Nick Schweizer				X
Cesar Diaz (Governor's Appointee)	X			
Daniel Kim		X		
Eraina Ortega		X		
Total	7	2		1

Motion:

Carried _X__

Failed ____

In addition, the SAB requested staff clarify the School Facility Program (SFP) regulations by addressing the issue of historical buildings in future rulemakings.

ACTION ITEMS

Annual Adjustment to School Facility Program Grants

A motion was made to approve the staff's recommendations, which would 1) adopt an increase of 0.27 percent for the 2016 SFP grants; and 2) adopt the RS Means Construction Cost Index on a permanent basis for all future annual SFP grant adjustments. The Chair called for a roll-call vote and the motion carried per the following votes:

MEMBER	AYE	NAY	ABSTAIN	ABSENT
Senator Hancock	X			
Senator Liu	X			
Senator Runner	X			
Assembly Member Nazarian	X			
Assembly Member Bonilla	X			
Assembly Member Chavez	X			
Nick Schweizer				X
Cesar Diaz (Governor's Appointee)	X			
Daniel Kim	X			
Eraina Ortega	X			
Total	9			1

Motion:

Carried _X__

Failed ____

Index Adjustment on the Assessment for Development

A motion was made to approve the staff's recommendation, which would increase the 2016 maximum Level I assessment for development in the amount of 1.05 percent using the RS Means Index to be effective immediately. The Chair called for a roll-call vote and the motion carried per the following votes:

MEMBER	AYE	NAY	ABSTAIN	ABSENT
Senator Hancock	X			
Senator Liu	X			
Senator Runner	X			
Assembly Member Nazarian	X			
Assembly Member Bonilla	X			
Assembly Member Chavez	X			
Nick Schweizer				X
Cesar Diaz (Governor's Appointee)	X			
Daniel Kim	X			
Eraina Ortega	X			
Total	9			1

Motion:

Carried _X__

Failed ____

REPORTS, DISCUSSION, AND INFORMATION ITEMS

The SAB acknowledged the following reports:

State Allocation Board Three-Month Projected Workload

State Allocation Board Meeting Dates for the 2016 Calendar Year

School Facility Program Unfunded List as of December 9, 2015

School Facility Program Applications Received Beyond Bond Authority List as of December 31, 2015

School Facility Program Workload List of Applications Received Through December 31, 2015

Facility Hardship/Rehabilitation Approvals Without Funding as of December 9, 2015

MISCELLANEOUS

- There were two individuals who addressed the SAB regarding the Annual Adjustment to the School Facility Program Grants agenda item.
- Members from the Dublin Unified School District addressed the SAB and requested that an item be placed on the SAB agenda for discussion and action addressing the SAB's authority to make a determination that conditions exist that will enable school districts to increase developer fees as established by the Government Code. The Chair responded that she would work with staff on an information item to be presented to the SAB at a future meeting. The information item would include the statutory framework that the developer fees exist in currently.
- Mr. Richard Lyon, representing the California Building Industry Association, addressed the SAB and stated that taking the issue of increasing developer fees to the SAB would be premature.
- The Chair directed staff to make the Dublin Unified School District's handout part of the Minutes in the SAB Agenda to ensure it is part of the public record.

ADJOURNMENT

There being no further business to come before the SAB, the Chair adjourned the meeting at 4:51 p.m.

LISA SILVERMAN, Executive Officer

ATTACHMENT A
Approved Consent Items on 1/27/16

Program	Application Number	District	County
Continued Use	91/65755-00-000	LOS BANOS UNIFIED	MERCED
SFP - Career Tech	59/70573-00-001	VACAVILLE UNIFIED	SOLANO
SFP - Charter Schools	54/64733-00-045	LOS ANGELES UNIFIED	LOS ANGELES
SFP - Charter Schools	54/64733-00-082	LOS ANGELES UNIFIED	LOS ANGELES
SFP - Charter Schools	54/64733-00-073	LOS ANGELES UNIFIED	LOS ANGELES
SFP - Charter Schools	54/61259-09-004	OAKLAND UNIFIED	ALAMEDA
SFP - Charter Schools	54/61259-09-005	OAKLAND UNIFIED	ALAMEDA
SFP - Charter Schools	54/76869-00-001	WISEBURN UNIFIED	LOS ANGELES
SFP - Critically Overcrowded Scho	53/64733-00-037	LOS ANGELES UNIFIED	LOS ANGELES
SFP - Modernization	57/73783-00-007	BLACK OAK MINE UNIFIED	EL DORADO
~~SFP - Modernization~~	~~58/63081-00-002~~	~~BRAWLEY UNION HIGH~~	~~IMPERIAL~~ Withdrawn
~~SFP - Modernization~~	~~58/62901-00-001~~	~~KLAMATH-TRINITY JOINT UNIFIED~~	~~HUMBOLDT~~ Withdrawn
SFP - Modernization	57/10199-00-021	LOS ANGELES COUNTY OFFICE OF EDUCATION	LOS ANGELES
SFP - Modernization	57/10249-00-003	MERCED COUNTY OFFICE OF EDUCATION	MERCED
SFP - Modernization	58/73742-00-002	SIERRA SANDS UNIFIED	KERN
SFP - Modernization	58/73742-00-003	SIERRA SANDS UNIFIED	KERN
SFP - Modernization	58/70177-00-001	SIERRA-PLUMAS JOINT UNIFIED	SIERRA
SFP - New Construction	51/71803-00-001	ALPAUGH UNIFIED	TULARE
SFP - New Construction	51/71803-00-002	ALPAUGH UNIFIED	TULARE
SFP - New Construction	50/10058-00-001	CALAVERAS COUNTY OFFICE OF EDUCATION	CALAVERAS
SFP - New Construction	50/73619-00-004	GUSTINE UNIFIED	MERCED
SFP - New Construction	51/64725-00-001	LONG BEACH UNIFIED	LOS ANGELES
SFP - New Construction	50/72736-00-029	MARYSVILLE JOINT UNIFIED	YUBA
SFP - New Construction	50/72736-00-018	MARYSVILLE JOINT UNIFIED	YUBA
SFP - New Construction	50/72736-00-020	MARYSVILLE JOINT UNIFIED	YUBA
SFP - New Construction	50/10249-00-039	MERCED COUNTY OFFICE OF EDUCATION	MERCED
SFP - New Construction	50/10249-99-009	MERCED COUNTY OFFICE OF EDUCATION	MERCED
SFP - New Construction	50/65789-00-007	MERCED UNION HIGH	MERCED
SFP - Overcrowding Relief Grant	56/64568-00-002	GLENDALE UNIFIED	LOS ANGELES

MINUTES
State Allocation Board
February 24, 2016

Upon notice duly given, the meeting of the State Allocation Board (SAB) was held at the State Capitol, Room 3191, in Sacramento, California on February 24, 2016 at 4:00 p.m.

Members of the SAB present were as follows:

- Eraina Ortega, Chief Deputy Director, Policy, Department of Finance, designated representative for Michael Cohen, Director, Department of Finance
- Daniel Kim, Director, Department of General Services
- Nick Schweizer, Deputy Superintendent of Public Instruction, Services for Administration, Finance, Technology & Infrastructure Branch, California Department of Education, designated representative for Tom Torlakson, Superintendent of Public Instruction
- Cesar Diaz, appointee of Edmund G. Brown, Jr., Governor of the State of California
- Senator Loni Hancock
- Senator Carol Liu
- Assembly Member Adrin Nazarian
- Assembly Member Susan Bonilla
- Assembly Member Rocky Chavez

Member of the SAB absent was as follows:

- Senator Bob Huff

Representative of the SAB was as follows:

Lisa Silverman, Executive Officer

Representatives of the Department of General Services, Office of Public School Construction (OPSC), were as follows:

Lisa Silverman, Executive Officer
Barbara Kampmeinert, Deputy Executive Officer

Representative of the Department of General Services, Office of Legal Services, was as follows:

Jonette Banzon, Attorney

With a quorum present, Ms. Ortega, Chair, called the meeting to order at 4:04 p.m.

CONSENT ITEMS

A motion was made, and carried, to approve the Consent calendar as presented.

MISCELLANEOUS

- A representative from the Fremont Unified School District addressed the SAB and requested that an item be placed on the next available agenda so the SAB can make a determination that the state bond funds are not available for new school construction since the SAB is no longer approving apportionments for new school construction projects. He stated that the action would enable school districts to levy Level III school impact fees on residential development within its boundaries.
- Members from the Dublin Unified School District addressed the SAB and provided an update on the conditions and the measures that the District is taking in order to manage growth. It was stated that over the last 30 days, the District has grown by 30 students equating to a classroom in the last month.

  The Chair responded that the item will be agendized for a future SAB meeting. In addition, the Chair indicated that the March 9, 2016 SAB meeting would be postponed and the next meeting tentatively scheduled for some time in April.

ADJOURNMENT

There being no further business to come before the SAB, the Chair adjourned the meeting at 4:15 p.m.

LISA SILVERMAN, Executive Officer

ATTACHMENT A
Approved Consent Items on 2/24/16

Program	Application Number	District	County
SFP - Charter Schools	54/69369-00-002	ALUM ROCK UNION ELEMENTARY	SANTA CLARA
SFP - Charter Schools	54/69369-00-003	ALUM ROCK UNION ELEMENTARY	SANTA CLARA
SFP - Charter Schools	54/61424-00-004	CHICO UNIFIED	BUTTE
SFP - Charter Schools	54/61424-00-005	CHICO UNIFIED	BUTTE
SFP - Charter Schools	54/68130-02-001	GROSSMONT UNION HIGH	SAN DIEGO
SFP - Charter Schools	54/61259-00-004	OAKLAND UNIFIED	ALAMEDA
SFP - Charter Schools	54/76869-00-001	WISEBURN UNIFIED	LOS ANGELES
SFP - Critically Overcrowded Scho	53/64733-00-173	LOS ANGELES UNIFIED	LOS ANGELES
SFP - Critically Overcrowded Scho	53/64733-00-020	LOS ANGELES UNIFIED	LOS ANGELES
SFP - Critically Overcrowded Scho	53/64733-00-328	LOS ANGELES UNIFIED	LOS ANGELES
SFP - Critically Overcrowded Scho	53/64733-00-037	LOS ANGELES UNIFIED	LOS ANGELES
SFP - Modernization	58/66449-00-002	BREA-OLINDA UNIFIED	ORANGE
SFP - Modernization	58/66449-00-001	BREA-OLINDA UNIFIED	ORANGE
SFP - Modernization	58/69229-00-001	LOMPOC UNIFIED	SANTA BARBARA
SFP - Modernization	58/64725-00-006	LONG BEACH UNIFIED	LOS ANGELES
SFP - Modernization	58/63610-00-001	MAPLE ELEMENTARY	KERN
SFP - Modernization	58/65060-00-003	TORRANCE UNIFIED	LOS ANGELES
SFP - Modernization	58/61796-00-007	WEST CONTRA COSTA UNIFIED	CONTRA COSTA
SFP - Modernization	58/61796-00-006	WEST CONTRA COSTA UNIFIED	CONTRA COSTA
SFP - New Construction	50/67033-00-019	CORONA-NORCO UNIFIED	RIVERSIDE
SFP - New Construction	50/67058-00-023	DESERT SANDS UNIFIED	RIVERSIDE
SFP - New Construction	50/67058-00-024	DESERT SANDS UNIFIED	RIVERSIDE
SFP - New Construction	51/66522-00-002	GARDEN GROVE UNIFIED	ORANGE
SFP - New Construction	51/66522-00-001	GARDEN GROVE UNIFIED	ORANGE
SFP - New Construction	51/64725-00-002	LONG BEACH UNIFIED	LOS ANGELES
SFP - New Construction	50/72736-00-018	MARYSVILLE JOINT UNIFIED	YUBA
SFP - New Construction	50/72736-00-020	MARYSVILLE JOINT UNIFIED	YUBA
SFP - New Construction	50/65789-00-007	MERCED UNION HIGH	MERCED
SFP - New Construction	51/67173-00-001	PALM SPRINGS UNIFIED	RIVERSIDE
SFP - New Construction	51/67173-00-002	PALM SPRINGS UNIFIED	RIVERSIDE
SFP - New Construction	50/68361-00-002	SANTEE ELEMENTARY	SAN DIEGO
SFP - New Construction	50/71274-00-001	SHILOH ELEMENTARY	STANISLAUS
SFP - New Construction	51/66290-00-001	ST. HELENA UNIFIED	NAPA