APPEARANCES

MEMBERS OF THE BOARD PRESENT:

ERAINA ORTEGA, Chief Deputy Director, Policy, Department of Finance, designated representative for Michael Cohen, Director, Department of Finance

JEFFREY McGUIRE, Chief Deputy Director, Department of General Services, designated representative for Daniel Kim, Director, Department of General Services

CESAR DIAZ, Appointee of Edmund G. Brown, Jr., Governor of the State of California

NICK SCHWEIZER, Deputy Superintendent of Public Instruction, Services for Administration, Finance, Technology & Infrastructure Branch, California Department of Education (CDE), designated representative for Tom Torlakson, Superintendent of Public Instruction

SENATOR LONI HANCOCK

SENATOR CAROL LIU

SENATOR BOB HUFF

ASSEMBLYMEMBER ADRIN NAZARIAN

ASSEMBLYMEMBER SUSAN BONILLA

ASSEMBLYMEMBER ROCKY CHAVEZ

REPRESENTATIVES OF THE STATE ALLOCATION BOARD PRESENT:

LISA SILVERMAN, Executive Officer

REPRESENTATIVES OF THE DEPARTMENT OF GENERAL SERVICES, OFFICE OF PUBLIC SCHOOL CONSTRUCTION (OPSC) PRESENT:

LISA SILVERMAN, Executive Officer

BARBARA KAMPMEINERT, Deputy Executive Officer

REPRESENTATIVE OF THE DEPARTMENT OF GENERAL SERVICES, OFFICE OF LEGAL SERVICES PRESENT:

JONETTE BANZON, Staff Counsel
CHAIRPERSON ORTEGA: Good afternoon, everyone. I call to order the August 17th meeting of the State Allocation Board. Please call the roll.

MS. JONES: Senator Hancock.

Senator Liu.

SENATOR LIU: Here.

MS. JONES: Senator Huff.

SENATOR HUFF: Here.

MS. JONES: Assemblymember Nazarian.

Assemblymember Bonilla.

Assemblymember Chavez.

ASSEMBLYMEMBER CHAVEZ: Here.

MS. JONES: Nick Schweizer.

MR. SCHWEIZER: Here.

MS. JONES: Cesar Diaz.

MR. DIAZ: Here.

MS. JONES: Jeffrey McGuire.

MR. McGUIRE: Here.

MS. JONES: Eraina Ortega.

CHAIRPERSON ORTEGA: Here.

MS. JONES: We have a quorum.

CHAIRPERSON ORTEGA: Okay. Thank you. We have a quorum and we have a few items of business to take care of
and then we will recess into closed session after that.

The Minutes for the May 25th meeting have been withdrawn and we'll see them at a future meeting. So we'll start with Lisa and the Executive Officer's Statement.

MS. SILVERMAN: We have just five items to present tonight and one of them is that in the Consent Agenda in anticipation of the treasurer's selling bonds at the beginning of the month, we are introducing $78 million in projects for apportionment and we have highlighted November 15th to submit the fund release request.

And the second item is to announce that we actually have two seismic projects that are being -- as part of the Consent Agenda as well, one for Bueno Park and one for West Contra Costa. So we're making some progress in that area.

And also provide the Board an update on the fund release that we distributed last February. Out of the 81 million and 31 projects, only one project was rescinded and so that's actually great news and there's a few other projects that were Charter and they actually received a new date in line because they were design --

And then we also wanted to provide the Board an update, on August 5th, the Office of State Audits and Evaluations, which is the Department of Finance auditors, they released their report of the program -- audit report of
the program and so there actually are recommendations for changes in the current School Facilities Program.

So there's the link on our website and also their report.

And the last item is we wanted to share that we won't have a meeting in September. That will be suspended and we actually will have a meeting in October, so October 17th.

CHAIRPERSON ORTEGA: Okay. Any questions from the Board members?

SENATOR LIU: Well, I just -- I'm curious about the -- because I did get a copy of the Department of Finance audit of the Prop. 1D funds and I'm curious about the response from your office and pushing off doing the recommendations until the new bond issue is passed and what happens if the bond issue fails.

MS. SILVERMAN: Well, there's a number of different recommendations that they did have and some of them are issues that we actually can tackle internally right now and some of those issues are related to posting some of the recommendations or findings related to districts' audits.

We're posting that to our website, and so we should have that taken care of in a matter of weeks.

And there's also other recommendations related to
having a better efficient way of tracking things and so
we're working on that internally.

The larger program changes are items that we
are -- we would have to have to tackle some time in
November. If the bond does not pass, then we obviously have
a lot to converse about.

SENATOR LIU: That's right. Okay. All right.
Thank you.

CHAIRPERSON ORTEGA: Thank you. All right. We
will move onto the Consent Calendar.

Before we take up the Consent Calendar, I'd like
to propose that we move Item 6, the Facility Hardship
proposed regulations for historic buildings with Attachments
B, C, and D to the Consent Calendar, if there isn't any
objection from the Board.

Okay. Is there any public comment on the Consent
Calendar or the Item 6 that's been added to the Consent
Calendar?

All right. Seeing none, is there a motion?

ASSEMBLYMEMBER CHAVEZ: Move the Consent Calendar.

CHAIRPERSON ORTEGA: All right. Moved by
Mr. Chavez.

MR. DIAZ: Second.

CHAIRPERSON ORTEGA: Second by Mr. Diaz. Please
call the roll.
MS. JONES: Senator Liu.

SENATOR LIU: Aye.

MS. JONES: Senator Huff.

SENATOR HUFF: Aye.

MS. JONES: Assemblymember Chavez.

ASSEMBLYMEMBER CHAVEZ: Aye.

MS. JONES: Nick Schweizer.

MR. SCHWEIZER: Aye.

MS. JONES: Cesar Diaz.

MR. DIAZ: Aye.

MS. JONES: Jeffrey McGuire.

MR. McGUIRE: Aye.

MS. JONES: Eraina Ortega.

CHAIRPERSON ORTEGA: Aye.

MS. JONES: Motion carries.

CHAIRPERSON ORTEGA: Okay. Thank you. We'll move to the **Financials**.

MS. SILVERMAN: Yeah. On Tab 4 which is page 82, quickly, we had disbursements in the month of July and that's actually cash being disbursed to projects, June and July.

So that represents 11.6 million that was disbursed in June and no activity in July. That's on page 82.

And Tab 5 which is the global report, page 86, relating to the action of consent on the priorities in
funding, that's listed in there and we also -- the Board did approve $11.3 million in projects and that represents six projects.

We also had activity related to the Emergency Repair Program and those projects were dispensed in the Consent Agenda as well.

So $8.5 million went for additional projects in the Emergency Repair Program.

CHAIRPERSON ORTEGA: Okay. All right. Any questions on any of that?

Any public comment on any those items? Okay. And we dispensed with Item 6. So the three-month workload is under Item 7.

MS. SILVERMAN: Not sure if any comments on --

CHAIRPERSON ORTEGA: Any comments or questions on the three-month workload?

Okay. Then I think that's all we have for open session.

So is there any public comment on anything not on the agenda before we move into closed session?

Okay. Seeing none, I would ask that all the members of the public please clear the room.

Did anyone have any comments on the items that are listed as the closed session?

Seeing none, the Board will now meet in closed
session pursuant to Government Code Section 11126(e)(1) for
the purpose of conferring with and receiving advice from
legal counsel regarding pending litigation and we'll
reconvene in 20 minutes or less.

(Whereupon at 4:12 p.m., the open meeting was recessed
for the closed session and resumed as follows at 4:30 p.m.)

CHAIRPERSON ORTEGA: Thank you, everyone. We will
reconvene into open session.

Is there any additional public comment to come
before the Board? Any comments from Board members?

Okay. Seeing none, we'll be adjourned.

ASSEMBLYMEMBER NAZARIAN: Before that, I'd like to
add on.

CHAIRPERSON ORTEGA: Okay.

ASSEMBLYMEMBER NAZARIAN: Consent item.

CHAIRPERSON ORTEGA: Consent item. Let's do a
quick return to the Consent Calendar and call the absent
members.

MS. JONES: Senator Hancock, how do you vote on
the Consent --

SENATOR HANCOCK: Aye.

MS. JONES: Thank you. And Assemblymember
Nazarian, how do you vote?

ASSEMBLYMEMBER NAZARIAN: Aye.

MS. JONES: And also Assemblymember Bonilla?
ASSEMBLYMEMBER BONILLA: Aye.

MS. JONES: Thank you very much.

CHAIRPERSON ORTEGA: Okay. Now we are adjourned.

Thank you.

(Whereupon, at 4:31 p.m. the proceedings were adjourned.)
REPORTER'S CERTIFICATE

STATE OF CALIFORNIA )
       ss. ) COUNTY OF SACRAMENTO )

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