

1
2
3
4
5
6
7
8
9
10
11
12
13
14
15
16
17
18
19
20
21
22
23
24
25

CALIFORNIA STATE ALLOCATION BOARD

PUBLIC MEETING

CALIFORNIA DEPARTMENT OF GENERAL SERVICES
707 THIRD STREET
ROOM 4421
WEST SACRAMENTO, CALIFORNIA 95605

DATE: MONDAY, AUGUST 15, 2022

TIME: 4:08 P.M.

1
2
3
4
5
6
7
8
9
10
11
12
13
14
15
16
17
18
19
20
21
22
23
24
25

APPEARANCES:

MEMBERS OF THE BOARD PRESENT:

GAYLE MILLER, Chief Deputy Director, Policy, Department of Finance

JEREMY SMITH, Appointee of Gavin Newsome, Governor of the State of California

JENNIFER OSBORN, Acting Director, Department of General Services

JUAN MIRELES, Director, School Facilities and Transportation Services Division, California Department of Education, designated representative for Tony Thurmond, Superintendent of Public Instruction

TONY THURMOND, Superintendent of Public Instruction

SENATOR CONNIE LEYVA

SENATOR SCOTT WILK

SENATOR JOHN LAIRD

ASSEMBLYMEMBER PATRICK O'DONNELL

ASSEMBLYMEMBER MIA BONTA

REPRESENTATIVES OF THE STATE ALLOCATION BOARD PRESENT:

LISA SILVERMAN, Executive Officer

BARBARA KAMPMEINERT, Deputy Executive Officer

LISA JONES, Secretary

ANNA LASSO

MICHAEL WATANABE

SAM GUARDADO

1 Transcribed by: Melissa Reid,
2 eScribers, LLC
3 Phoenix, Arizona

4 --o0o--

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

1 have a quorum.

2 Pursuant to SB 189, we are conducting this meeting
3 by way of Zoom and also from Room 4421 at 707 Third
4 Street in West Sac for anyone that wants to provide
5 public comment in person. In order for a meeting to run
6 efficiently, we all certainly miss seeing you in person,
7 but you should be muted during the Zoom meeting.

8 And if you want to make a comment, please use the
9 raise hand feature which is under -- it's not under the
10 same chat. What's it under, Michael? When you're on a
11 webinar, it's just on the bottom of the screen. But
12 please find the raise hand feature, or just unmute
13 yourself and we will definitely find you to talk. Mr.
14 Watanabe will promote you to speaker. And if you're not
15 using the Zoom app or not present, unfortunately, you
16 will not be able to provide a public comment.

17 So first, we will review the minutes from June 22nd,
18 2022. I will move approval. Any questions or comments
19 on the minutes? Seeing none. Any public comments on the
20 minutes? Seeing none. Is there a second for approval of
21 the minutes?

22 **SENATOR WILK:** Wilk seconds.

23 **MS. MILLER:** Senator Wilk seconds.

24 Ms. Jones, will you take the roll on the minutes?

25 **MS. JONES:** Yes, I will.

1 Senator Wilk.

2 **SENATOR WILK:** Aye.

3 **MS. JONES:** Senator Leyva.

4 **SENATOR LEYVA:** Aye.

5 **MS. JONES:** Senator Laird.

6 **SENATOR LAIRD:** Aye.

7 **MS. JONES:** Assemblymember Bonta.

8 **ASSEMBLYMEMBER BONTA:** Aye.

9 **MS. JONES:** Juan Mireles.

10 **MR. MIRELES:** Aye.

11 **MS. JONES:** Jeremy Smith.

12 **MR. SMITH:** Aye.

13 **MS. JONES:** Anna Lasso.

14 **MS. LASSO:** Aye.

15 **MS. JONES:** Gayle Miller.

16 **MS. MILLER:** Aye.

17 The minutes are approved.

18 And next, we will move to the executive officer

19 statement, please, Ms. Silverman.

20 **MS. SILVERMAN:** This is like a marathon executive
21 officer statement. I got to admit. So we've got several
22 things we wanted to highlight, and all of them are really
23 important. So let's just say, I'll take a few minutes of
24 your time.

25 We wanted to share with the Board that during COVID

1 back in March of 2020, there was an executive order that
2 was put in place N-25-20, and that provided the state of
3 emergency. Well, that state of emergency was declared,
4 and then we had a number of program deadlines that we had
5 to deal with.

6 As to that extent, we actually have a regulation now
7 that was put in place as a result, and that provided the
8 executive officer the authority, when the governor does
9 declare an emergency, that we can actually work with our
10 constituents to extend those deadlines. And so when that
11 is the case, then we will notify the Board of those
12 extensions due to an emergency.

13 And so with the following executive order N-11-22,
14 that did expire on June 30th of 2022, we wanted to share
15 with our constituents, our districts, that we will no
16 longer accept COVID-19 extensions, effective August 25th
17 of this year, 2022. But we will continue to accept and
18 review extension requests on an ongoing basis in the case
19 of the emergencies are declared by the governor, such as
20 wildfire or other natural disasters.

21 So any districts that have impacts and they need an
22 extension of time due to those governor declared
23 emergencies, we are happy to take your extension. So
24 it's the same format as you have been submitting those
25 COVID extension requests, so you can send those

1 electronically to our office. And any other program
2 extension requests, just you need a week of time. Please
3 contact our staff, and we'll be happy to work out those
4 details with you.

5 The next announcement we wanted to highlight is the
6 piggyback contracts. We had a discussion at our last
7 board meeting in June, June 22nd of 2022. And what the
8 Board took action and also adopted some changes and
9 policies. So there is a grace period that was adopted by
10 the Board. So any contracts signed on or before, within
11 the sixty days of that board action through August 21st
12 of 2022, will be allowed to piggyback as it relates to
13 modular school facilities.

14 Any contracts let after that date, again, there'll
15 be a new process in place. We will continue to process
16 applications, but we will also verify that the contracts
17 aren't violating that grace period. And so any contracts
18 let after August 21st of 2022, we will verify that there
19 wasn't piggyback contracts let for modular facilities.
20 So an extra step to ensure that we are in compliance.

21 And again, we had also notified our stakeholders.
22 We also dedicated a whole webpage to the compliance of
23 the information and sharing information. And again, our
24 goal is to ensure that everyone complies with the -- that
25 grace period. And again, we'll be also highlighting to

1 having those program checks as we process the
2 applications and also prior to fund release. We will be
3 working with the State Comptroller's Office as well to
4 update the audit guidelines for the Appendixes B and C.

5 So again, we did provide a lot of notification over
6 the recent weeks since our last meeting. And again, we
7 just want to ensure that everyone's in compliance with
8 the new action that the Board took place and adopted.
9 Great news related to the budget highlights. We also
10 like to highlight this every year in August.

11 And so the great news is as a result of AB 181, that
12 was signed by Governor Newsom on June 30th of 2022, there
13 is additional program moneys related to the California
14 preschool and transitional kindergarten full -- and the
15 full-day kindergarten program. So the good news is we
16 have 100 million dollar actually provided to us as a
17 result of the General Fund and the current '22/'23 budget
18 year. So that's great news.

19 There also is a change to add -- excuse me --
20 community college districts that could apply for the
21 program as well, as long as they operate a preschool
22 program on behalf or in lieu of school district or county
23 office of education. So that's great news for those
24 community colleges will have the ability to actually
25 apply for program funds.

1 And then the added bonus for this program, there is
2 550 million dollars that will be also dedicated for the
3 '23/'24 fiscal year as well. So looking forward to
4 bringing those changes forward, a regulation package and
5 again, providing some opportunities for the Board to
6 expand the next filing round to introduce that additional
7 100 million dollars. So we'll be bringing some items.
8 Look forward to that in the next few months.

9 Another highlight we wanted to share with the Board,
10 there was also an appropriation of 250 million dollars
11 for Lynwood Unified School District. And then, that's
12 really to address the reconstruction and rehabilitation
13 of Lynwood High School. They did have a roof collapse
14 and substantial buildings that needed to be rehabbed
15 consequently.

16 So we'll be working with Lynwood closely. And so
17 that's actually specified in the language -- the bill
18 language that we'll provide them assistance. They will
19 have to submit normal construction costs to our program
20 and then also have a grant agreement also associated with
21 those program funds and also an audit component as well.

22 The other item we wanted to highlight is more news
23 related to General Fund monies being allocated to the
24 program. There's over 4.2 billion dollars of General
25 Fund monies that will be spread out over the next several

1 years. So it's good news. In the current year, 1.3
2 billion dollars will be allocated.

3 And again, this provides us an opportunity to
4 continue as we expand our bond authority and Proposition
5 51, this will allow us to continue processing
6 applications that we have. And again, this is great news
7 for the program. So this will be allocated to new
8 construction and modernization projects. And then on the
9 outyear, over 2 billion dollars will be also allocated,
10 or at least committed, for the '23/'24 budget year and
11 875 million dollars also committed to the '24/'25 budget
12 year.

13 And then we will still process the applications
14 based on our capabilities. So we definitely will have no
15 problem hitting those benchmarks. So we look forward to
16 continue to support our school districts as we continue
17 to fund the applications that we have in-house.

18 And just to highlight, I know we were slated to
19 bring an item moving forward at this month's board
20 meeting related to the direct apportionment and those
21 particular funds that we received as a result of the
22 General Fund -- the budget itself. So we will --
23 actually had some feedback from our stakeholders.

24 And so we're looking forward to bringing that
25 additional item -- bringing forward to September. And

1 again, it's a direct -- the streamlining and processing
2 of those general funds as a direct apportionment. So
3 again, we got some great feedback. So we definitely want
4 to have more time to address our stakeholders.

5 And then we're almost wrapped up. So we have the
6 career tech education closeout of the final filing round
7 for funding cycle six. And we wanted to highlight to the
8 Board that in September of 2020 there was 178
9 applications that did receive funding for 287 million
10 dollars, and the Board kept the round open until June
11 30th of 2022. And then any residual funds that came back
12 through the career tech education program as a result of
13 rescissions or monies being paid back, because there is a
14 loan component, that we can continue processing those
15 grant applications that we -- that came in the house.

16 So we actually processed ten additional grant
17 applications during that time period from October of 2020
18 to June 30th of 2022. And so now that we're past June
19 30th, we actually had to return those unprocessed
20 applications, since we don't have additional bond
21 authority for that program.

22 And then, the last thing I want to share is just to
23 give you an update on the apportionments that the Board
24 provided in April. There were over 652 million dollars
25 that the Board did apportion for projects as a result of

1 the bond sale. While districts had until July 27 to
2 actually provide us the paperwork, the fund release
3 requests, so we can process that -- those funds to give
4 them the cash. So there was over nearly 621 million
5 dollars that was actually given to districts. So that's
6 great news. So over 95 percent of the cash did go out.
7 So again, speaks volumes to the process.

8 And then the next thing is, hey, we're in Zoom. And
9 so we will continue until July 1st of next year to be
10 hosting our meetings via Zoom. And so looking for much
11 success moving forward. So our next meeting will be
12 actually September 28th at 2 o'clock.

13 And that wraps it up. Any questions?

14 **MS. MILLER:** Thank you. That was definitely a
15 marathon. Any questions?

16 **MS. SILVERMAN:** I know.

17 **MS. MILLER:** Any questions? Public comment? No.

18 Great. Thank you.

19 Just making sure. I feel like I'm out of practice.
20 No raised hands, right?

21 Oh, Mr. Heeren? Can I -- you got it, Mr. Watanabe?
22 Mr. Heeren, you want to unmute yourself? Hi. Can you
23 state your name for the record?

24 **MR. HEEREN:** Sure. Seth Heeren, San Jacinto
25 Unified.

1 **MS. MILLER:** Hi, Mr. Heeren.

2 **MR. HEEREN:** Thank you, Chair Miller.

3 **MS. MILLER:** Yep.

4 **MR. HEEREN:** And good afternoon, Board members. I
5 think you're about to go to the consent agenda, so I just
6 wanted to quickly jump in and thank the staff and
7 acknowledge their work for the facilitation of our
8 project with regard to our middle school. I also wanted
9 to thank the Board for --

10 **MS. MILLER:** Mr. Heeren, is there any way -- I'm so
11 excited you're here. Stay on the line.

12 **MR. HEEREN:** Okay.

13 **MS. MILLER:** Let us go to the consent agenda and
14 then I'll call on you immediately --

15 **MR. HEEREN:** Oh, sure.

16 **MS. MILLER:** -- for public comment when we're on
17 that item, if that's okay.

18 **MR. HEEREN:** No problem.

19 **MS. MILLER:** Great. Thank you. Really appreciate
20 you being here.

21 So with that, why don't we quickly move, Ms.
22 Silverman, to the consent agenda. And I'm just noting
23 that San Bernardino Unified, the item on pages 110 and
24 111 has been withdrawn. So with that from Ms. Silverman,
25 any comments on the consent agenda?

1 **MS. SILVERMAN:** Consent agenda is ready for your
2 approval.

3 **MS. MILLER:** Great. Any questions from the Board?
4 Okay.

5 Mr. Heeren, it's all to you, the superintendent of
6 San Jacinto Unified School District.

7 **MR. HEEREN:** Assistant Superintendent.

8 **MS. MILLER:** Assistant. Sorry. I gave you a
9 promotion.

10 **MR. HEEREN:** It's okay. My apologies for --

11 **MS. MILLER:** Congratulations. No.

12 **MR. HEEREN:** -- for getting too excited there.

13 Anyway, I just wanted to, again, thank the staff for
14 their facilitation, acknowledge their work on our
15 project, and also appreciate their position on our
16 appeal. I wanted to thank the Board for the
17 consideration of the appeal and also for the approval of
18 the grace period that Ms. Silverman alluded to earlier in
19 her comments.

20 Our middle school was a ten-year dream for our
21 community, and it's a great source of pride. If any
22 board members or staff members are out our way, we'd love
23 to take you on a tour. Just appreciate all the help and
24 support from the staff and from the Board. Thank you,
25 again.

1 **MS. MILLER:** Yeah. Thank you. And thank you for
2 taking the time. And again, I say this every time, but,
3 like, I work with a lot of teams and OPSC is really
4 phenomenal in terms of your willingness to help and get
5 folks through. And you really make this pretty rough
6 world a much better place. So thank you. And thank you,
7 Mr. Heeren, for joining us to let us know.

8 So with that, I will move the consent agenda. Do we
9 have a second?

10 **SENATOR LEYVA:** Second.

11 **MS. MILLER:** Second by Senator Leyva.

12 Any other questions? Comments? Public comment?

13 Please raise your Zoom hand. Seeing none.

14 Mr. Jones, will you take the roll, please?

15 **MS. MILLER:** Certainly.

16 Senator Wilk.

17 **SENATOR WILK:** Aye.

18 **MS. JONES:** Senator Leyva.

19 **SENATOR LEYVA:** Aye.

20 **MS. JONES:** Senator Laird.

21 **SENATOR LAIRD:** Aye.

22 **MS. JONES:** Assemblymember O'Donnell.

23 **ASSEMBLYMEMBER O'DONNELL:** Aye.

24 **MS. JONES:** Assemblymember Bonta.

25 **ASSEMBLYMEMBER BONTA:** Aye.

1 **MS. JONES:** Juan Mireles.

2 **MR. MIRELES:** Aye.

3 **MS. JONES:** Jeremy Smith.

4 **MR. SMITH:** Aye.

5 **MS. JONES:** Anna Lasso.

6 **MS. LASSO:** Aye.

7 **MS. JONES:** Gayle Miller.

8 **MS. MILLER:** Aye.

9 The consent agenda passes.

10 Do we have Mr. O'Donnell on the minutes, Ms. Jones?

11 **MS. JONES:** No. We do not. But we will go back and
12 get his vote unless you want to do it right now?

13 Assemblymember O'Donnell.

14 **ASSEMBLYMEMBER O'DONNELL:** Why don't you -- sure.

15 **MS. JONES:** Yes on the minutes?

16 **MS. MILLER:** Just for the minutes, Mr. O'Donnell.

17 Thank you.

18 **ASSEMBLYMEMBER O'DONNELL:** Aye.

19 **MS. MILLER:** Thank you.

20 So we're almost through. Financial reports, Ms.
21 Silverman.

22 **MS. SILVERMAN:** Yeah. I'll make that quick. So on
23 stamped page 134, we just want to highlight the fund
24 releases that I mentioned earlier, that we want to
25 acknowledge that there was 100- -- nearly 190 million

1 dollars that was released at the end of June. So again,
2 it speaks to the apportionments and the cash that did go
3 out as a result of the spring bond sale.

4 And then, the last thing I want to share is on page
5 136 and 137. It shows the financial reports. And with
6 the consent agenda, the Board did approve 71 projects for
7 nearly 170 million dollars. So that's great news. So
8 thank you for approving those consent items on the agenda
9 so districts can actually proceed with their accessing
10 program cash in the future.

11 **MS. MILLER:** Great. Thank you. Any questions? Any
12 public comment on the financial report? Seeing no one.
13 Okay.

14 And then we postponed the amendments to the school
15 facility program. And so our final item today is the
16 three-month projected workload from Ms. Silverman. Oh,
17 did someone -- was a Board member trying to speak?

18 **MS. SILVERMAN:** Any questions on the workload
19 report?

20 **MS. MILLER:** Seeing none. Any public comment on
21 anything not on the agenda? Great.

22 We will see you all in September. Thank you again.
23 I know it's a crazy week in the legislature.

24 Ms. Jones, anything else we need votes on from
25 anyone?

1 **MS. JONES:** We have everybody's vote. Thank you so
2 much, everybody.

3 **MS. MILLER:** Great. Thanks, everyone. Have a great
4 day. Apologies, again, for being late.

5 **ASSEMBLYMEMBER BONTA:** Thank you.

6 **MS. MILLER:** Take care. Bye.

7 **MS. JONES:** Bye-bye.

8 (End of recording)

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

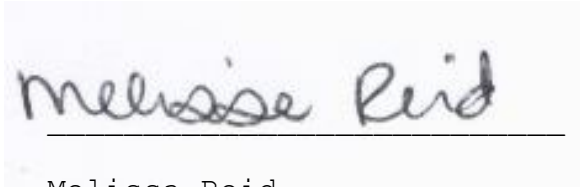
1
2
3
4
5
6
7
8
9
10
11
12
13
14
15
16
17
18
19
20
21
22
23
24
25

TRANSCRIBER'S CERTIFICATE

STATE OF CALIFORNIA

This is to certify that I transcribed the foregoing pages 1 to 19 to the best of my ability from an audio recording provided to me.

I have subscribed this certificate at Phoenix, Arizona, this 18th day of August, 2022.

A rectangular box containing a handwritten signature in cursive that reads "Melissa Reid". A horizontal line is drawn below the signature.

Melissa Reid
eScribers, LLC

--o0o--