

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

CALIFORNIA STATE ALLOCATION BOARD

PUBLIC MEETING

DEPARTMENT OF HEALTHCARE SERVICES

EAST END COMPLEX

1500 CAPITOL AVENUE

SACRAMENTO, CA 95814

DATE: WEDNESDAY, MARCH 26, 2025

1 APPEARANCES: MEMBERS OF THE BOARD PRESENT:

2

3 MICHELE PERRAULT, Chief Deputy Director, Policy,  
4 designated representative for Joe Stephenshaw, Director,  
5 Department of Finance

6 JENNIFER OSBORN, Chief Deputy Director, Department of  
7 General Services designated representative for Ana  
8 Lasso, Director, Department of General Services

9 JUAN MIRELES, Director, School Facilities and  
10 Transportation Services Division, California Department of  
11 Education, designated representative for Tony Thurmond,  
12 Superintendent of Public Construction.

13 ASSEMBLY MEMBER LAURIE DAVIES

14 ASSEMBLY MEMBER SHARON QUIRK-SILVA (Remote)

15 JEREMY SMITH, Governor's Appointee

16 SENATOR JOHN LAIRD (Remote)

17 SENATOR STEVEN CHOI

18

19 REPRESENTATIVES OF THE STATE ALLOCATION BOARD/OFFICE

20 OF PUBLIC SCHOOL CONSTRUCTION PRESENT:

21

22 REBECCA KIRK, Executive Officer

23 MICHAEL WATANABE, Deputy Executive Officer

24

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

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

EPHRAIM EGAN

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

Transcribed by:

Antha A. Ward

QuickCaption, Inc.

County of Riverside

State of California

--o0o--

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

TRANSCRIBED RECORDED PUBLIC MEETING

March 26, 2025

>> **CHAIR PERRAULT:** Okay. Good afternoon. I'm going to call the meeting of the State Allocation Board to order. It is 4:03.

This meeting is being held in person at the East End Complex Auditorium at 1500 Capitol Avenue in Sacramento, California 95814 for anyone that would like to provide public comment in person.

This meeting is also being conducted by way of Zoom meeting for members of the public that would like to participate remotely. In order for this meeting to run efficiently for those participating remotely, please note the following guidelines: All attendees will be muted during the meeting. If any member of the public would like to make a comment, please use the raised hand feature in the Zoom meeting interface. I will call your name at the appropriate time and OPSC staff will request to unmute you. If you're calling into the meeting and not using a computer or the Zoom application on a mobile device, you will be unable to provide public comment today.

Number two, the board will not be meeting in closed session after the open session meeting today.

1           And Ms. Jones, would you please call the roll noting  
2 any members joining us from a remote location.

3           **>> MS. JONES:** Certainly. Senator Laird.

4           **>> SENATOR LAIRD:** Present.

5           **>> MS. JONES:** And that is a remote participation.

6           Senator Perez.

7           Senator Choi.

8           **>> SENATOR CHOI:** Present.

9           **>> MS. JONES:** Assembly Member Muratsuchi.

10          Assembly Member Davies.

11          **>> ASSEMBLY MEMBER DAVIES:** Here.

12          Assembly Member Quirk-Silva.

13          **>> ASSEMBLY MEMBER QUIRK-SILVA:** Here.

14          **>> MS. JONES:** And that is a remote participation.

15          Juan Mireles.

16          **>> JUAN MIRELES:** Here.

17          **>> MS. JONES:** Jeremy Smith.

18          **>> JEREMY SMITH:** Here.

19          **>> MS. JONES:** Jennifer Osborn.

20          **>> JENNIFER OSBORN:** Here.

21          **>> MS. JONES:** Michele Perrault.

22          **>> CHAIR PERRAULT:** Here.

23          **>> MS. JONES:** We have a quorum.

24          **>> CHAIR PERRAULT:** Thank you very much.

1 All right. We're going to go ahead now and move on to  
2 the minutes from our last meeting from February 26<sup>th</sup>, 2025.

3 Ms. Kirk.

4 >> **MS. KIRK:** Thank you, Madam Chair.

5 The minutes from the February 26th State Allocation  
6 Board meeting are on pages 1 through 12 of today's agenda.  
7 I'm happy to answer any questions and I request the board  
8 approve the minutes.

9 >> **CHAIR PERRAULT:** Thank you very much.

10 Are there any comments or questions from the board  
11 members on the minutes? Seeing none. Are there any public  
12 comments on the minutes? Seeing none.

13 Is there a motion to approve the minutes?

14 >> **ASSEMBLY MEMBER DAVIES:** Motion.

15 >> **JEREMY SMITH:** Second.

16 >> **CHAIR PERRAULT:** We have a motion and a second.

17 Secretary, will you please call the roll.

18 >> **MS. JONES:** Certainly.

19 Senator Laird.

20 >> **SENATOR LAIRD:** Aye.

21 >> **MS. JONES:** Laird, aye.

22 Senator Choi.

23 >> **SENATOR CHOI:** Aye.

24 >> **MS. JONES:** Choi, aye.

1 Assembly Member Davies.

2 >> **ASSEMBLY MEMBER DAVIES:** Aye.

3 >> **MS. JONES:** Davies, aye.

4 Assembly Member Quirk-Silva.

5 >> **ASSEMBLY MEMBER QUIRK-SILVA:** Aye.

6 >> **MS. JONES:** Quirk-Silva, aye.

7 Juan Mireles.

8 >> **JUAN MIRELES:** Aye.

9 >> **MS. JONES:** Mireles, aye.

10 Jeremy Smith.

11 >> **JEREMY SMITH:** Aye.

12 >> **MS. JONES:** Smith, aye.

13 Jennifer Osborn.

14 >> **JENNIFER OSBORN:** Aye.

15 >> **MS. JONES:** Osborn, aye.

16 Michele Perrault.

17 >> **CHAIR PERRAULT:** Aye.

18 >> **MS. JONES:** Perrault, aye.

19 And that motion carries.

20 >> **CHAIR PERRAULT:** Thank you very much.

21 With that, we're going to go ahead and move on to our

22 Executive Officer's Statement.

23 Ms. Kirk.

24 >> **MS. KIRK:** Thank you, Madam Chair.

1           Firstly, I'd like to provide the board an update on  
2 the stakeholder meetings that the Office of Public School  
3 Construction has been conducting this year. Primarily  
4 focused on gathering stakeholder input toward proposed  
5 regulatory development to implement provisions of  
6 Proposition 2. Since the February 26th, 2025, State  
7 Allocation Board meeting, we have held two additional  
8 stakeholder meetings. The first on March 13th, to discuss  
9 School Facility Program matching shares and the Career  
10 Technical Education Supplemental Grant for modernization  
11 projects. Both of those are provisions included within  
12 Proposition 2.

13           Additionally, at that meeting, the Office of Public  
14 School Construction presented non-Proposition 2 global  
15 proposed amendments to the program regulations. At that  
16 meeting, we had 70 unique stakeholders participating  
17 virtually and three who attended in person at our office.  
18 On March 20th, we conducted an additional stakeholder  
19 meeting to discuss changes to the Facility Hardship and  
20 Seismic Mitigation Program regulations that are proposed to  
21 ensure clarity and consistency. We appreciate the strong  
22 participation that we've had by stakeholders in this and  
23 all of our five stakeholder meetings to date. And we look  
24 forward to announcing additional stakeholder meetings in

1 the near future.

2 I'd also like to provide an update regarding the  
3 Career Technical Education Facilities Program. As you know,  
4 Proposition 2 provided \$600 million in additional bond  
5 authority for the Career Technical Education Facilities  
6 Program. The Office of Public School Construction will  
7 present recommendations to the board at the April meeting  
8 to finalize the deadlines and the amount available for an  
9 upcoming filing round for this program. At this time, in  
10 coordination with the Department of Education we would note  
11 that we're proposing an upcoming filing round with \$300  
12 million available and tentative dates that would include  
13 submitting applications to the Department of Education by  
14 December 1st of 2025. Once those applications are reviewed  
15 and scored by the California Department of Education,  
16 applicants with passing scores would then submit their  
17 applications to the Office of Public School Construction  
18 tentatively by June 30th, 2026. As mentioned, these dates  
19 and the amount for the upcoming filing round will be  
20 presented and finalized at the April 2025 State Allocation  
21 Board meeting. And after that point we look forward to  
22 hosting an information session jointly with the California  
23 Department of Education for perspective applicants.

24 Finally, I would like to provide the board with an

1 update regarding the action taken at the February board  
2 meeting in which the board opted to reserve the remaining  
3 General Fund authority previously authorized for the School  
4 Facility Program to support the board's ability to consider  
5 providing direct apportionments to school districts that  
6 were directly impacted by the January 2025 wildfires that  
7 submit funding requests under Proposition 2 disaster  
8 assistance provisions by August 31st, 2025. The Office of  
9 Public School Construction has informed impacted school  
10 districts of that recent board action and advised them that  
11 they may submit an application for disaster assistance  
12 using the existing school district appeal request form.

13       Additionally, the districts have been informed that  
14 they are also able to apply for consideration of disaster  
15 assistance funding or other board programs after that date  
16 on August 31st, 2025. But the board's action in February  
17 provides an opportunity for them to access fund release  
18 faster to the extent they apply before -- on or before  
19 August 31st, 2025, and receive a direct apportionment. Our  
20 next meeting is scheduled for Wednesday, April 23rd, 2025.  
21 And I'm pleased to address any questions. Thank you.

22       **>> CHAIR PERRAULT:** Thank you so much.

23       Are there any comments or questions from the board on  
24 the Executive Officer's report?

1 Yes, Mr. Smith.

2 >> **JEREMY SMITH:** Thank you, Madam Chair.

3 Just about the 600 million in Career Technical  
4 Education Facility funding portion of her statement, I  
5 would just like to go on record here as a board member to  
6 say that I really hope that all the CTE facilities that are  
7 built under that program are being used for Career  
8 Technical Education. I know that districts and County  
9 Offices of Education and schools have a lot of pressure put  
10 on them not only by my friends on this board up here and  
11 the legislature but society and local policies and  
12 sometimes those facilities need to be used for other  
13 classrooms. And that is not what that money is for. It is  
14 for providing hands-on education to students and whether  
15 it's in the construction trades or culinary or I.T. or  
16 whatever it is, I know that there's a certain amount of  
17 follow-up that this staff from this board does do in those  
18 situations and there is a scoring rubric and they have to  
19 say what they're going to spend the money on. And I don't  
20 know how to check on them after they built something. I'm  
21 not asking for this board to do that. But I just hope that  
22 these facilities are used for what they are intended for  
23 which is providing hands-on education to students. Some of  
24 whom really, really need it because they learn better in a

1 contextualized manner than they do out of a book. Thank  
2 you.

3 >> **CHAIR PERRAULT:** Thank you. I appreciate that.

4 Other comments or questions from board members?

5 Okay, seeing none. Are there any public comments on  
6 this item? Okay. No public comments.

7 This is not an action item. So we will go ahead and  
8 move forward to our consent agenda.

9 Ms. Kirk.

10 >> **MS. KIRK:** Thank you, Madam Chair.

11 Today's consent agenda is on stamped pages 15 through  
12 115 of the agenda. And I am happy to address any questions,  
13 and I request that the board approve the consent agenda.

14 >> **CHAIR PERRAULT:** Thank you so much.

15 Any comments, questions or changes needed to the  
16 consent agenda?

17 Okay. Seeing none.

18 Are there any comments from the public on this item?

19 Okay.

20 No public comments.

21 Do we have a motion to approve the consent agenda?

22 >> **SENATOR CHOI:** Motion to move.

23 >> **ASSEMBLY MEMBER QUIRK-SILVA:** Second.

24 >> **CHAIR PERRAULT:** Okay. We have a motion by Senator

1 Choi and a second by Assembly Member Quirk-Silva, I believe  
2 is who I heard.

3 Secretary, please call the roll.

4 >> **MS. JONES:** Certainly.

5 Senator Laird.

6 >> **SENATOR LAIRD:** Aye.

7 >> **MS. JONES:** Laird, aye.

8 Senator Choi.

9 >> **SENATOR CHOI:** Aye.

10 >> **MS. JONES:** Choi, aye.

11 Assembly Member Davies.

12 >> **ASSEMBLY MEMBER DAVIES:** Aye.

13 >> **MS. JONES:** Davies, aye.

14 Assembly Member Quirk-Silva.

15 >> **ASSEMBLY MEMBER QUIRK-SILVA:** Aye.

16 >> **MS. JONES:** Quirk-Silva, aye.

17 Juan Mireles.

18 >> **JUAN MIRELES:** Aye.

19 >> **MS. JONES:** Mireles, aye.

20 Jeremy Smith.

21 >> **JEREMY SMITH:** Aye.

22 >> **MS. JONES:** Smith, aye.

23 Jennifer Osborn.

24 >> **JENNIFER OSBORN:** Aye.

1 >> **MS. JONES:** Osborn, aye.

2 Michele Perrault.

3 >> **CHAIR PERRAULT:** Aye.

4 >> **MS. JONES:** Perrault, aye.

5 And that motion does carry.

6 >> **CHAIR PERRAULT:** Thank you so much.

7 With that, we'll go ahead and move onto our next item,  
8 which is our financial reports.

9 Ms. Kirk.

10 >> **MS. KIRK:** Thank you, Madam Chair.

11 The financial reports are on stamped pages 116 through  
12 132 of today's agenda. I'd be happy to address any  
13 questions. Thank you.

14 >> **CHAIR PERRAULT:** Thank you.

15 Are there any comments or questions from the board on  
16 the financial reports? Okay. Seeing none. Are there any  
17 public comments on this item? Okay. Seeing none.

18 This isn't an action item so we'll go ahead and move  
19 forward with our next order of business, which is to take  
20 up our action items. And we have one before us today.

21 Ms. Kirk.

22 >> **MS. KIRK:** Thank you, Madam Chair.

23 Today's action item is on stamped pages 133 through  
24 393 of today's agenda. Before you, the action item is

1 presenting proposed emergency regulatory amendments for the  
2 School Facility Program. I would like to just take a brief  
3 moment to recognize that this is a little bit of a  
4 milestone here because we are presenting the first set of a  
5 number of sets of proposed regulations to implement  
6 Proposition 2 for the board's consideration today. So we're  
7 very pleased to be here today presenting this and very  
8 appreciative to all of the hard work by our staff at OPSC  
9 working on these items as well as very robust input and  
10 participation, as I mentioned, as part of the Executive  
11 Officer Statement from our stakeholder community and  
12 interested school districts. So thank you to everyone for  
13 this first of many packages of proposed regulations we'll  
14 be bringing forward in the coming months.

15 Before you in this item, we do have recommendations  
16 related to four different topics with proposed regulations  
17 coming out of Proposition 2 implementation. Specifically,  
18 these topics for the most part are implementing what are  
19 essentially conforming changes to the School Facility  
20 Program regulations, our Grant Agreement and one of our  
21 forms in order to reflect the changes to statute that have  
22 been made effective through voter approval of Proposition 2  
23 in November 2024.

24 Specifically, the topics in front of you today in this

1 item are to align our regulations for the change in the  
2 Financial Hardship eligibility criteria from Proposition 2,  
3 a change in modernization eligibility for schools located  
4 on military installations, changes to new construction  
5 eligibility for small school districts as well as  
6 reflecting additional eligible expenditures that have been  
7 added to the program by Proposition 2 in our regulations  
8 and our Grant Agreement. These topics were all discussed at  
9 a stakeholder meeting held on January 30th, 2025. I should  
10 also mention that in conjunction with the Proposition 2  
11 change to the Financial Hardship criterion around a  
12 district's gross bonding capacity to automatically be  
13 eligible for Financial Hardship status, we do also include  
14 in today's proposed regulations formalizing the board's  
15 longstanding practice and policy related to bridge  
16 financing for Financial Hardship applicants. That is before  
17 you as a change that we've included in the proposed  
18 regulations for Financial Hardship as well, which was also  
19 discussed at the January 30th stakeholder meeting.

20 For recommendations on this item, we recommend that  
21 the board adopt the proposed emergency amendments to the  
22 School Facility Program regulations that are shown on  
23 Attachment B, that the board additionally adopt the  
24 proposed amendments to the Form SAB 50-03 as shown an

1 Attachment C, and adopt the proposed changes to the Grant  
2 Agreement. This would be an alternate version of the Grant  
3 Agreement for projects apportioned Proposition 2 resources  
4 as shown on Attachment D. And finally, we recommend that  
5 the board authorize us to file the proposed regulatory  
6 amendments with the Office of Administrative Law on an  
7 emergency basis to make the regulations permanent  
8 thereafter.

9 I'm happy to address any questions.

10 >> **CHAIR PERRAULT:** Thank you so much.

11 And I just want to say thank you, as well, to your  
12 team. I know everyone in our school industry has been  
13 waiting and is excited about the fact that we have this  
14 opportunity for additional funding. And so, this is one of  
15 I know many steps that we will take but is a big step  
16 nonetheless to start moving the funds out and to the  
17 districts that I know are waiting and need them. So again,  
18 thank you to your staff. I know that you guys have really  
19 put a lot of prioritization to get this moving and in front  
20 of us quickly.

21 So very much appreciated.

22 Are there comments or questions from the board on this  
23 item? Okay. Seeing none. Are there -- oh, Senator Laird,  
24 did you?

1 >> **SENATOR LAIRD:** No, just thought we were nearing a  
2 vote.

3 >> **CHAIR PERRAULT:** Okay, you came off mute so I just  
4 wanted to make sure. I was paying attention.

5 Great. Then are there any public comments on this  
6 item? Seeing none.

7 Okay, Senator Laird are you looking to make a motion?

8 >> **SENATOR LAIRD:** I would move the item.

9 >> **CHAIR PERRAULT:** Okay. Moved by Senator Laird.  
10 Do I have a second?

11 >> **ASSEMBLY MEMBER DAVIES:** Second.

12 >> **CHAIR PERRAULT:** Then a second by, I think, Assembly  
13 Member Davies. Thank you.

14 Secretary, if you could please call the roll.

15 >> **MS. JONES:** Senator Laird.

16 >> **SENATOR LAIRD:** Aye.

17 >> **MS. JONES:** Laird, aye.

18 Senator Choi.

19 >> **SENATOR CHOI:** Aye.

20 >> **MS. JONES:** Choi, aye.

21 Assembly Member Davies.

22 >> **ASSEMBLY MEMBER DAVIES:** Aye.

23 >> **MS. JONES:** Davies, aye.

24 Assembly Member Quirk-Silva.

1 >> **ASSEMBLY MEMBER QUIRK-SILVA:** Aye.

2 >> **MS. JONES:** Quirk-Silva, aye.

3 Juan Mireles.

4 >> **JUAN MIRELES:** Aye.

5 >> **MS. JONES:** Mireles, aye.

6 Jeremy Smith.

7 >> **JEREMY SMITH:** Aye.

8 >> **MS. JONES:** Smith, aye.

9 Jennifer Osborn.

10 >> **JENNIFER OSBORN:** Aye.

11 >> **MS. JONES:** Osborn, aye.

12 Michele Perrault.

13 >> **CHAIR PERRAULT:** Aye.

14 >> **MS. JONES:** Perrault, aye.

15 And that motion carries.

16 >> **CHAIR PERRAULT:** Great. Thank you.

17 And again, thank you to the staff for your continued

18 work on this.

19 With that we're going to go ahead and move to our

20 reports, discussion, and information items.

21 Ms. Kirk.

22 >> **MS. KIRK:** Thank you, Madam Chair.

23 The reports, discussion, and information items are on

24 stamped pages 394 through 437 of today's agenda. I'm happy

1 to address any questions that the board may have. Thank  
2 you.

3 >> **CHAIR PERRAULT:** Thank you.

4 Any comments or questions from the board?

5 Okay. Seeing none. Any public comments?

6 All right. Seeing none. This is not an action item.

7 So we do not need any further motion on that.

8 And with that, that brings us to the end of our agenda  
9 today. And we will go ahead and adjourn the meeting at  
10 4:20. Thank you, everyone.

11 [ GAVEL ]

12

13

14

15

16

17

18

19

20

21

22

23

24

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

TRANSCRIBER'S CERTIFICATE

STATE OF CALIFORNIA )  
 ) ss.  
COUNTY OF RIVERSIDE )

I, (Antha A. Ward), a person who has 22 years of demonstrated experience, do hereby certify:

That the proceedings herein of the California State Allocation Board, Public Meeting, were duly transcribed by me;

That the foregoing transcript is a true record of the proceedings as transcribed;

That I am a disinterested person to said action.

IN WITNESS WHEREOF, I have subscribed my name on March 26, 2025,

\_\_\_\_\_

Antha A. Ward  
QuickCaption, Inc.