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CALIFORNIA STATE ALLOCATION BOARD

PUBLIC MEETING

EAST END COMPLEX AUDITORIUM

1500 CAPITOL AVENUE

SACRAMENTO, CA 95814

DATE: WEDNESDAY, JUNE 25, 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 ANA LASSO, Director, Department of General Services

7 ABEL GUILLEN, Deputy Superintendent of Public
8 Instruction, Operations & Administration Branch, California
9 Department of Education, designated representative for Tony
10 Thurmond, Superintendent of Public Construction.

11 SENATOR SASHA R. PEREZ

12 SENATOR STEVEN CHOI

13 ASSEMBLY MEMBER AL MURATSUCHI (Remote participation)

14 ASSEMBLY MEMBER LAURIE DAVIES

15 ASSEMBLY MEMBER SHARON QUIRK-SILVA

16

17 REPRESENTATIVES OF THE STATE ALLOCATION BOARD/OFFICE

18 OF PUBLIC SCHOOL CONSTRUCTION PRESENT:

19

20 REBECCA KIRK, Executive Officer

21 MICHAEL WATANABE, Deputy Executive Officer

22

23

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1 REPRESENTATIVE OF THE DEPARTMENT OF GENERAL SERVICES,

2 OFFICE OF LEGAL SERVICES:

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4 EPHRAIM EGAN

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Transcribed by:
Antha A. Ward
QuickCaption, Inc.
County of Riverside
State of California

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TRANSCRIBED RECORDED PUBLIC MEETING

JUNE 25, 2025

[GAVEL]

>> **CHAIR PERRAULT:** Okay, good afternoon. We're going to go ahead and call the State Allocation Board meeting for June 25, 2025, to order.

This meeting is being held in person at the 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 the 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 in to the meeting and not using a computer or the Zoom application on a mobile device, you will be unable to provide public comment at this time.

The Board will be meeting in closed session upon the

1 conclusion of the general meeting pursuant to Government
2 Code section 11126(e) (2) (a) for the purpose of conferring
3 with and receiving advice from legal counsel regarding
4 pending litigation.

5 Ms. Jones, will you please call the roll noting any
6 members joining us from a remote location please.

7 >> **LISA JONES:** Certainly.

8 Senator Laird.

9 Senator Perez.

10 >> **LISA JONES:** Senator Choi.

11 >> **SENATOR CHOI:** Here.

12 >> **LISA JONES:** Assembly Member Muratsuchi.

13 >> **ASSEMBLY MEMBER MURATSUCHI:** Here.

14 >> **LISA JONES:** And that will be a remote
15 participation.

16 Assembly Member Davies.

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

18 >> **LISA JONES:** Assembly Member Quirk-Silva.

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

20 >> **LISA JONES:** Abel Guillen.

21 >> **ABEL GUILLEN:** Here.

22 >> **LISA JONES:** Jeremy Smith.

23 Ana Lasso.

24 >> **ANA LASSO:** Here.

1 >> **LISA JONES:** Michele Perrault.

2 >> **CHAIR PERRAULT:** Here.

3 >> **LISA JONES:** We have a quorum.

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

5 We'll go ahead now then and move on to our first order
6 of business, which is to take up the minutes from the May
7 28th, 2025, board meeting.

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

9 The minutes from the May board meeting are on stamped
10 pages 1-13 of today's agenda. I'm happy to address any
11 questions, and request that the Board approve the minutes.

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

13 Are there any comments or questions from the Board
14 regarding the minutes? Okay, seeing none. Are there any
15 public comments on the minutes? Okay, we have none.

16 Is there a motion to approve the minutes?

17 >> **SENATOR CHOI:** I make a motion.

18 >> **CHAIR PERRAULT:** Moved by the senator. Is there a
19 second?

20 >> **ANA LASSO:** Second.

21 >> **CHAIR PERRAULT:** Second by Director Lasso.

22 If we could please have a roll call.

23 >> **LISA JONES:** Certainly.

24 Senator Choi.

1 >> **SENATOR CHOI:** Aye.

2 >> **LISA JONES:** Choi, aye.

3 Assembly Member Muratsuchi.

4 >> **ASSEMBLY MEMBER MURATSUCHI:** Aye.

5 >> **LISA JONES:** Muratsuchi, aye.

6 Assembly Member Davies.

7 >> **ASSEMBLY MEMBER DAVIES:** Not voting. I was absent.

8 >> **LISA JONES:** Okay, abstain.

9 Assembly Member Quirk-Silva.

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

11 >> **LISA JONES:** Quirk-Silva, aye.

12 Abel Guillen.

13 >> **ABEL GUILLEN:** Abstaining.

14 >> **LISA JONES:** Okay. Guillen, abstaining.

15 Ana Lasso.

16 >> **ANA LASSO:** Aye.

17 Michele Perrault.

18 >> **CHAIR PERRAULT:** Aye.

19 >> **LISA JONES:** Perrault, aye.

20 That motion does not carry.

21 >> **CHAIR PERRAULT:** Okay. So what we'll need to hold

22 that over, I guess, for reconsideration at the next meeting

23 if we don't get a quorum or additional votes, okay. We'll

24 hold it open for now but let's go ahead and just keep an

1 eye on that.

2 Thank you.

3 >> **LISA JONES:** Thank you.

4 >> **CHAIR PERRAULT:** We'll go ahead then and move onto
5 our next item of business, which is the Executive Officer
6 Statement.

7 Ms. Kirk.

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

9 I'm pleased to provide the Board with several updates
10 today. Firstly, since last month's State Allocation Board
11 meeting, the Office of Public School Construction held the
12 eleventh stakeholder meeting year-to-date seeking input to
13 inform regulatory development. This stakeholder meeting was
14 focused on the latest proposed regulations to implement the
15 interim housing and natural disaster assistance provisions
16 in Proposition 2. We're appreciative that we continue to
17 have strong participation in the series of stakeholder
18 meetings with 48 external stakeholders participating in
19 this most recent meeting. We'd like to again thank our
20 stakeholders for all of their involvement and contributions
21 in this process.

22 I also have two updates regarding regulations that
23 were recently approved. The Office of Administrative Law
24 approved permanent regulatory amendments to the fund

1 release timelines for public schools located on military
2 installations, effective June 3rd, 2025. As previously
3 announced those regulatory amendments were in effect on an
4 emergency basis beginning November 1st, 2024.

5 Additionally, I'm very pleased to announce that the
6 first set of regulatory amendments to implement several
7 Proposition 2 provisions was approved by the Office of
8 Administrative Law last week on June 20th, 2025, and are
9 now in effect. These regulations were approved by the Board
10 at the March meeting and implement Proposition 2 provisions
11 regarding eligibility for financial hardship assistance,
12 bridge financing for financial hardship districts, and
13 extended new construction eligibility lock for small school
14 districts, modernization eligibility for public schools on
15 military installations, and a new grant agreement that
16 reflects the additional eligible expenditures authorized in
17 Proposition 2.

18 Additionally, we recently closed the most recent
19 priority funding filing round, which began on May 14th, and
20 closed on June 12th. This marked the first opportunity for
21 applicants that received an unfunded approval under
22 Proposition 2 Bond Authority to request apportionments from
23 an anticipated fall bond sale. During this filing period,
24 the Office of Public School Construction received valid

1 requests for 143 unique projects that total \$651.7 million
2 in state funding. These requests are valid from July 1st,
3 through December 31st, 2025.

4 Additionally, as previously announced, a filing round
5 for the Charter School Facilities Program will open on July
6 3rd, with applications accepted via OPSC online between
7 July 3rd, and October 30th, 2025. We held a technical
8 webinar yesterday for prospective applicants, that webinar
9 as well as a previous webinar with an overview of the CSFP
10 are available as recordings on OPSC's website.

11 Finally, I would like to note that the state budget
12 act for the 2025-26 fiscal year has not yet been enacted,
13 but OPSC would like to note for the Board's awareness that
14 the proposals of interest to the Board highlighted in
15 previous meetings have not been changed in the most
16 recently introduced budget bills and trailer bills. OPSC
17 will include an update in the next Executive Officer
18 Statement regarding the final outcome of these proposals.

19 Finally, I'd note that the July State Allocation Board
20 meeting will be canceled and our next meeting is scheduled
21 for Tuesday, August 19th. I'm happy to address any
22 questions.

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

24 Are there any comments or questions from the Board?

1 Okay, seeing none. Are there any comments or questions
2 from the public on the Executive Officer Statement?

3 Okay. This is not an action item, so we'll go ahead
4 and move on now to the consent agenda.

5 Ms. Kirk.

6 **>> LISA JONES:** Madam Chair?

7 **>> CHAIR PERRAULT:** Yes.

8 **>> LISA JONES:** I just want to let you know that we
9 have Senator Perez.

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

11 Welcome, Senator Perez. Appreciate you joining. I know
12 it's been a long day. Thank you so much.

13 So we'll go ahead now and move on to the consent
14 agenda.

15 Ms. Kirk.

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

17 The consent agenda today is on stamped pages 16-70 of
18 the agenda. I'd be pleased to address any questions and
19 request that the Board approve the consent agenda.

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

21 Are there any comments or questions from the board on
22 the consent agenda? Seeing none. Are there any public
23 comments on the consent agenda? All right, seeing none.

24 Is there a motion to approve the consent?

1 >> I move approval, Madam Chair.

2 >> **CHAIR PERRAULT:** Okay, moved by Assembly Member and
3 seconded by CDE representative.

4 If we could please have roll call.

5 >> **LISA JONES:** Certainly.
6 Senator Perez.

7 >> **SENATOR PEREZ:** Aye. Hello?

8 >> **LISA JONES:** Okay, can you hear me?

9 >> **SENATOR PEREZ:** Yes. I want to make sure you can
10 hear me. Sorry. I don't think I unmuted right away.

11 >> **LISA JONES:** Yes. Okay. So Perez, aye.
12 Senator Choi.

13 >> **SENATOR CHOI:** Aye.

14 >> **LISA JONES:** Choi, aye.
15 Assembly Member Muratsuchi.

16 >> **ASSEMBLY MEMBER MURATSUCHI:** Aye.

17 >> **LISA JONES:** Muratsuchi, aye.
18 Assembly Member Davies.

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

20 >> **LISA JONES:** Davies, aye.
21 Assembly Member Quirk-Silva.

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

23 >> **LISA JONES:** Quirk-Silva, aye.
24 Abel Guillen.

1 >> **ABEL GUILLEN:** Aye.

2 >> **LISA JONES:** Guillen, aye.

3 Ana Lasso.

4 >> **ANA LASSO:** Aye.

5 >> **LISA JONES:** Lasso, aye.

6 Michele Perrault.

7 >> **CHAIR PERRAULT:** Aye.

8 >> **LISA JONES:** Perrault, aye.

9 And that motion carries.

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

11 that.

12 We'll go ahead now and move onto our financial

13 reports, Ms. Kirk.

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

15 Today's financial reports are on stamped pages 71-87

16 of the agenda. I'd be happy to address any questions.

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

18 Are there any comments or questions from the Board on

19 the financial reports? Seeing none. Are there any comments

20 or questions from the public? Seeing none.

21 This is not an action item, so we'll go ahead and move

22 right along to our first action item a proposed emergency

23 regulatory amendments for the School Facility Program.

24 Ms. Kirk.

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

2 Today's action item is on stamped pages 88-410 of the
3 agenda. And presents the second set of proposed regulatory
4 amendments to implement several provisions of Proposition 2
5 that apply to applications received on or after October
6 31st, 2024. The proposed regulations in this item implement
7 four topics from Proposition 2.

8 Firstly, the points-based determination and sliding
9 scale for the state and local share of School Facility
10 Program projects.

11 Secondly, an enhanced grant for 75 years or older
12 buildings.

13 Thirdly, the modernization supplemental grant for
14 minimum essential facilities. And finally, the
15 modernization supplemental grant for transitional
16 kindergarten classrooms.

17 The Office of Public School Construction staff held
18 five stakeholder meetings in the course of developing the
19 proposed regulatory amendments in today's item. They cover
20 quite a bit, quite a many - quite a few pages of your
21 agenda as indicated. We do have a set of four
22 recommendations for the Board's consideration.

23 Firstly, that the board adopt the proposed amendments
24 to the School Facility Program regulations, which are shown

1 in strike-out and underline format in Attachment "B."
2 Secondly, that the Board adopt the proposed amendments to
3 the application for funding, the Form SAB 50-04 as shown an
4 Attachment "C."

5 Next, that the Board adopt a proposed 75 years or
6 older building cost estimate and cost benefit analysis. A
7 newly proposed form, the Form SAB 57-75, which is shown as
8 Attachment "D" and would assist school districts in making
9 the required determination of whether they have a building
10 that is eligible for a 75 years or older supplemental
11 grant.

12 And finally, to authorize us to file the proposed
13 regulatory amendments with the Office of Administrative Law
14 on an emergency basis. And subsequently make the
15 regulations permanent. I'd be pleased to provide further
16 overview of the regulations or address any questions. Thank
17 you.

18 >> **CHAIR PERRAULT:** Thank you, appreciate that. Are
19 there any comments, questions from the Board?

20 Okay, seeing --

21 >> **ASSEMBLY MEMBER MURATSUCHI:** I have a quick
22 question.

23 >> **CHAIR PERRAULT:** Yes.

24 >> **ASSEMBLY MEMBER MURATSUCHI:** Just curious, I'm just

1 curious as to why it's an emergency regulatory amendments
2 rather than a nonemergency regulatory amendment.

3 >> **MS. KIRK:** Yes, thank you for the question, Assembly
4 Member Muratsuchi.

5 Primarily, we have proposed emergency regulatory
6 amendments to implement provisions of Proposition 2, where
7 there is a more pressing need to ensure that the
8 regulations are in place timely. So in particular with this
9 regulatory package for the Board's consideration today, I
10 would note primarily the matching shares item because we do
11 have and we have had some facility hardship and seismic
12 mitigation program applications that were submitted to our
13 office on or after October 31st, 2024, that are potentially
14 subject to a higher state share amount.

15 We're looking forward to having those adjustments in
16 place and ensuring that they are in effect for any
17 subsequent submittals, not only for those applications
18 which are prioritized but all applications received on or
19 after that date.

20 >> **ASSEMBLY MEMBER MURATSUCHI:** All right, thank you.

21 >> **MS. KIRK:** You're welcome.

22 >> **CHAIR PERRAULT:** Thank you for the question.

23 Any other comments or questions from board members
24 before I open it up? Okay, seeing none, are there any

1 comments or questions from the public? All right, yes, we
2 have public.

3 >> Good afternoon. Sasha Horwitz with [off mic] Good
4 afternoon. Sasha Horwitz, Los Angeles Unified School
5 District. I really just want to say I appreciate Lisa,
6 Michael, and the rest of the OPSC staff for listening to
7 our comments. We've been submitting letters on what feels
8 like every week. And we appreciate the ongoing dialogue, so
9 thank you.

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

11 Seeing no other public comment here in the room, is
12 there any public comment online? No, okay.

13 With that, is there a motion to approve staff's
14 recommendation as provided?

15 >> **ANA LASSO:** Motion. Motion to approve.

16 >> **CHAIR PERRAULT:** All right. Moved by Director Lasso.
17 Is there a second?

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

19 >> **CHAIR PERRAULT:** Second by Assembly Member Davies.

20 If we could please have a roll call.

21 >> **LISA JONES:** Senator Perez.

22 >> **SENATOR PEREZ:** Aye.

23 >> **LISA JONES:** Okay, Perez, aye.

24 Senator Choi.

1 >> **SENATOR CHOI:** Aye.

2 >> **LISA JONES:** Choi, aye.

3 Assembly Member Muratsuchi.

4 >> **ASSEMBLY MEMBER MURATSUCHI:** Aye.

5 >> **LISA JONES:** Muratsuchi, aye.

6 Assembly Member Davies.

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

8 >> **LISA JONES:** Davies, aye. Assembly Member Quirk-

9 Silva.

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

11 >> **LISA JONES:** Quirk-Silva, aye.

12 Abel Guillen.

13 >> **ABEL GUILLEN:** Aye.

14 >> **LISA JONES:** Guillen, aye.

15 Ana Lasso.

16 >> **ANA LASSO:** Aye.

17 >> **LISA JONES:** Lasso, aye.

18 Michele Perrault.

19 >> **CHAIR PERRAULT:** Aye.

20 >> **LISA JONES:** Perrault, aye.

21 And that motion carries.

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

23 We'll go ahead and move right along then to our

24 reports, discussion, and information items. Ms. Kirk.

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

2 Today's reports, discussion and information items are
3 on stamped pages 411-456 of the agenda. The one note that I
4 would make for the Board's awareness, we have again
5 included the emergency time extension request log among the
6 reports, discussion and information items. This log has
7 been included since the January State Allocation Board
8 meeting agenda following the wildfires in Los Angeles
9 County. We have not actually had a change on that log since
10 the February State Allocation Board meeting at which time
11 all emergency extension requests had been approved and
12 closed out.

13 At this time, we intend to remove the log from the
14 next State Allocation Board meeting agenda, but in the
15 event that we have any additional emergency extension
16 requests come in, due to states of emergency, we will
17 inform the Board and, again, place the log in the agenda.

18 I'd be pleased to address any questions. Thank you.

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

20 Any comments or questions from the Board on the
21 reports, discussion and information items? Seeing none. Are
22 there comm -- any public comments on this item? Okay, no
23 public comments.

24 >> **LISA JONES:** Madam Chair.

1 >> **CHAIR PERRAULT:** Oh Yes.

2 >> **LISA JONES:** Before we break, can we ask Senator
3 Perez how she votes on the minutes?

4 >> **CHAIR PERRAULT:** Oh, yes.

5 Senator Perez, do you have a vote on the minutes from
6 the last meeting?

7 >> **SENATOR PEREZ:** Yes, my vote is aye.

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

9 >> **LISA JONES:** Thank you.
10 Perez, aye.

11 >> **CHAIR PERRAULT:** And that motion now carries, is
12 that correct?

13 >> **LISA JONES:** And that motion now carries.

14 >> **CHAIR PERRAULT:** Okay, thank you. I appreciate that.
15 And thank you for making sure we can finish that up.

16 Okay, the reports, discussion and information items is
17 not an action item, so we will go ahead now and move on.
18 And at this time, the Board will now meet in closed session
19 pursuant to Government Code Section 11126(e)(2)(a)
20 regarding developments in and the status of two pending
21 litigations.

22 One, the case entitled California School Finance
23 Authority, a California State Agency versus Today's Fresh
24 Start, Los Angeles County's Superior Court case number

1 23STCP03750, and the case entitled California School
2 Finance Authority, a California State Agency versus Los
3 Angeles Unified School District in Los Angeles County
4 Superior Court case number 23STCP03720.

5 If all board members would please follow Ms. Jones to
6 the adjoining conference room and then we will go ahead, if
7 you're a remote member, go ahead and join us in the closed
8 session Zoom link, which was I think emailed to you this
9 morning. And then upon the conclusion of the closed
10 session, we will report out our session if necessary here
11 in the open room. Thank you.

12

13 [The Board has recessed to closed session]

14

15 [The Board has reconvened into open session]

16

17 >> **CHAIR PERRAULT:** Okay, good afternoon. We're going
18 to go ahead and reconvene into open session. It is 4:43.
19 Pursuant to Government Code Section 11126(e)(2)(a), the
20 State Allocation Board met in closed session regarding
21 developments in and the status of two pending litigations,
22 the first is the case entitled California School Financial
23 -- I'm sorry -- Financial Authority, a California State
24 Agency versus Today's Fresh Start, in Los Angeles County's

1 Superior Court case number 23STCP03750, and the case
2 entitled California School Finance Authority, a California
3 State Agency versus Los Angeles Unified School District in
4 Los Angeles County Superior Court case number 23STCP03720.
5 The closed session has concluded and no actions were taken
6 by the Board. And at this time I will go ahead and adjourn
7 the meeting at 4:44.

8 [GAVEL]

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10 [Meeting adjourned at 4:44 p.m.]

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TRANSCRIBER'S CERTIFICATE

STATE OF CALIFORNIA)
) ss.
COUNTY OF RIVERSIDE)

I, (Antha A. Ward), a person who has 26 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 June 26, 2025,

Antha A. Ward
QuickCaption, Inc.

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