

CALIFORNIA SCHOOL FINANCE AUTHORITY

Meeting of the Board

Monday, July 11, 2011
11:30 a.m.

915 Capitol Mall, Room 587
Sacramento, California 95814

Deputy State Treasurer Tricia Wynne, serving as Chair, called the meeting to order.

Roll Call

Members Present: Tricia Wynne, designated alternate for Bill Lockyer, State Treasurer
Jennifer Rockwell, designated alternate for Ana Matosantos, Director of
Finance

Staff Present: Katrina Johantgen, Executive Director

The Chair declared a quorum present.

Approval of Minutes

The minutes of the June 27, 2011 Authority meeting were adopted as submitted.

Executive Director's Report

Ms. Johantgen, speaking via telephone from the Los Angeles office, advised the members of the status of the State Charter School Facilities Incentive Grants Program. She advised she is currently preparing documentation to meet the annual State match requirement that these funds are used to supplement, not supplant, other budgeted grant funds for charters. The State match is demonstrated each year to verify ongoing eligibility for the next annual apportionment of funds. State funds to charter schools through our CSFP program, OPSC's SFP Program, and CDE's SB 740 program are all identified for purposes of meeting the match requirement.

Resolution No. 11-35 – Approving a Financially Sound Determination for the Charter School Facilities Program (CSFP) Application for a Preliminary and/or Advanced Apportionment under the Prop 1D Funding Round for Animo Pat Brown Charter High School located in Los Angeles County, CA

Ms. Johantgen provided an update for the members of funds available under the Proposition 1D funding round, which is the most recent State facilities' bond measure.

Green Dot Public Schools, on behalf of Animo Pat Brown Charter High School, is requesting a Preliminary Apportionment of \$5.13 million of Proposition 1D funding for Animo Pat Brown Charter High School to supplement the \$12.14 million apportionment received under the Proposition 55 funding round. The site for the new facility is targeted to be near the South Alameda and Firestone intersection. The facilities will consist of up to 45,000 sq.ft. and

serve approximately 590 students in grades nine through twelve. Green Dot anticipates project completion occupancy in September 2014.

Ms. Johantgen highlighted and discussed the report for *Ánimo Pat Brown*. The school meets all eligibility criteria, including having been in operation for more than two years, having a charter in place through June 2014, and being in good standing with its chartering authority and in compliance with the terms of its charter.

Ánimo Pat Brown has shown consistent student enrollment growth through 2010-11 with 587 students in grades 9-12. The current level of enrollment is anticipated through 2016-17. The school has met all AYP criteria for the past three years, 2007-08 through 2009-10, as well as its API growth targets in two of the past three years, 2007-08 and 2009-10. Ms. Johantgen noted that debt service coverage from school revenues is projected to be 152.1% and 151.4% in 2015-16 and 2016-17, respectively. Green Dot Public Schools is seeking a 30-year loan through the State to meet this local matching share requirement.

Ms. Johantgen recommended the members find Green Dot Public Schools and *Ánimo Pat Brown Charter High School* financially sound for purposes of the Charter School Facilities Program's Preliminary and Advance Apportionment. Ms. Johantgen also recommended this determination of financial soundness be contingent on Green Dot's execution of an agreement that the State intercept the payment requirements of its CSFP obligations at regular intervals. This determination as it relates to a Preliminary and Advance Apportionment is in place for six months and assumes no financial, operational, or legal material findings within this time period. Staff recommends that the CSFA Board direct staff to notify the Office of Public School Construction and the State Allocation Board regarding this determination.

It was moved, seconded, and passed unanimously to adopt Resolution No. 11-35, finding Green Dot Public Schools and *Ánimo Pat Brown Charter High School* financially sound for purposes of Preliminary and Advanced Apportionment, but not for Final Apportionment, under the Prop 1D Funding Round, contingent upon execution of an Intercept Agreement.

Public Comment

There being no additional public comments or other business to conduct, the meeting was adjourned.

Respectfully submitted,

Katrina Johantgen
Executive Director