

MEMORANDUM

Staff Summary No. 9

Date: July 17, 2013

To: Members of the California School Finance Authority

From: Katrina M. Johantgen, Executive Director

Subject: Approving the Charter School Facilities Credit Enhancement Grant Program (CDFA #84.354A) Award in an Amount Not to Exceed \$1,430,000 to 52nd & Crenshaw LLC for the benefit of Inner City Education Foundation Doing Business as View Park Preparatory Accelerated Charter Elementary School and View Park Preparatory Accelerated Charter Middle School Authorizing the Taking of Necessary Actions in Connection Therewith

The California School Finance Authority received a grant award in 2010 under the U.S. Department of Education's Credit Enhancement for Charter Schools Facilities Program (CFDA # 84.354A), which, for purposes of the Authority's implementation has been entitled the "Charter School Facilities Enhancement Grant Program" (Program). This federal grant, authorized under Title V, Part B, Subpart 2 of the Elementary and Secondary Education Act, as amended by the No Child Left Behind Act of 2001, provides \$8,300,000 for the purpose of funding primary debt service reserves for the financing of acquisition, renovation, or construction of charter school facilities, or the refinancing of existing charter school facility debt utilized for such purposes.

52nd & Crenshaw LLC, applying for the benefit of Inner City Education Foundation, doing business as View Park Preparatory Accelerated Charter Elementary School and View Park Preparatory Accelerated Charter Middle School, is requesting a Credit Enhancement Grant in an amount not to exceed \$1,430,000. Staff has evaluated the application and has determined that all Program eligibility and evaluation criteria have been met. At the July 17, 2013 board meeting, the board will be presented with Resolution 13-34 which will authorize the issuance of bonds in an amount not to exceed \$22,000,000 to finance the acquisition and renovation of facilities.

Staff recommends that the Board adopt Resolution No. 13-31 approving the award of \$1,430,000 of Credit Enhancement authority to 52nd & Crenshaw LLC for the benefit of Inner City Education Foundation doing business as View Park Preparatory Accelerated Charter Elementary School and View Park Preparatory Accelerated Charter Middle School, located in Los Angeles, California.