

## RESOLUTION NO. 20-14

### RESOLUTION APPROVING A FINANCIAL SOUNDNESS DETERMINATION FOR A FINAL APPORTIONMENT UNDER THE CHARTER SCHOOL FACILITIES PROGRAM FOR INNOVATIVE HORIZONS CHARTER SCHOOL LOCATED IN RIVERSIDE COUNTY

May 28, 2020

**WHEREAS**, the California School Finance Authority (Authority) is authorized by Education Code section 17078.57 to determine whether applicants to the Charter School Facilities Program (Program) are financially sound for purposes of the Program at the time of Preliminary, Advance, and Final Apportionment; and

**WHEREAS** Innovative Horizons Charter School was determined by the Authority to be financially sound for purposes of a Preliminary and Advance Apportionment for both a new construction and rehabilitation projects at the June 2019 Authority meeting; and

**WHEREAS**, the State Allocation Board (Board), through the funding methodology established pursuant to Education Code section 17078.56, awarded Innovative Horizons Charter School a Preliminary Apportionment of \$22,211,534; and

**WHEREAS**, Innovative Horizons Charter School's estimated total project cost as determined by OPSC is now ~~\$8,286,324~~ **21,899,022**; and

**WHEREAS**, Innovative Horizons Charter School will fulfill the project's local matching share obligation, which is ~~\$4,143,162~~ **10,949,511** through repayment of a lump sum contribution; and

**WHEREAS**, Innovative Horizons Charter School is requesting approval of the rehabilitation project for Advance Apportionment in an amount of ~~\$3,229,650~~ **10,035,999**; and

**WHEREAS**, Innovative Horizons Charter School is requesting the release of funds for Final Apportionment for the new construction project in an amount of \$913,512; and

**WHEREAS**, the Authority is required by section 10154 of Program regulations to conduct a review of Innovative Horizons Charter School's financial soundness at the time of an Apportionment request and determine whether the Innovative Horizons Charter School has maintained a financially sound status; and

**WHEREAS**, this determination of financial soundness is contingent upon there being no material legal, financial, or operational changes between the date of this resolution and the Innovative Horizons Charter School receipt of Apportionment; and

**WHEREAS**, this determination of financial soundness will still be considered valid and current if the actual project cost provided by OPSC is altered within 10% of the amount used by the Authority to make this determination.

**NOW, THEREFORE, BE IT RESOLVED** by the California School Finance Authority as follows:

**Section 1.** Innovative Horizons Charter School was determined by the Authority to be financially sound has maintained their financial soundness for purposes of the Program, specifically with regard to its request for a Final Apportionment for the new construction project and Advance Apportionment for the rehabilitation project.

**Section 2.** Innovative Horizons Charter School is fulfilling its local matching share obligation through a lump sum contribution of \$4,143,162~~10,949,511~~ from designated funds.

**Section 3.** This determination as it relates to Apportionments is in place for twelve months and assumes no financial, operational, or legal material findings within this time period.

**Section 4.** The Executive Director of the Authority, and the Chair of the Authority or his or her designee, is hereby authorized, for and on behalf of the Authority, to notify the Board, and provide supporting documentation, that the Innovative Horizons Charter School has maintained its financial soundness for purposes of the Program and for its request for an Apportionment.

**Section 5.** The Executive Director of the Authority, and the Chair of the Authority or his or her designee, is hereby authorized, for and on behalf of the Authority, to execute the Program agreements between the State, Innovative Horizons Charter School, and the Perris School District as necessary prior to any release of funds.

**Section 6.** This resolution shall take effect immediately upon its approval and be in effect for twelve months from the date of adoption

**PASSED AND ADOPTED** by the California School Finance Authority.

Date of Adoption: May 28, 2020