

**Minutes
CALIFORNIA SCHOOL FINANCE AUTHORITY**

**Meeting of the Board
Monday, June 23, 2008
11:30 a.m.
915 Capitol Mall, Room 587
Sacramento, California 95814**

Deputy State Treasurer Patricia Wynne, serving as chair, called the meeting to order.

Roll Call

Members Present: Patricia Wynne, designated alternate for Bill Lockyer, State Treasurer
William Ellerbee, designated alternate for Jack O'Connell, Superintendent
of Public Instruction
Anne Sheehan, designated alternate for Michael Genest, Director of
Finance

Staff Present: Katrina Johantgen, Executive Director (participated via teleconference
from the Los Angeles STO)
Terri Kizer, Associate Government Program Analyst

With a quorum present, Patricia Wynne, Chair, called the meeting to order.

Approval of Minutes

The minutes of the May 27, 2008 Authority meeting were adopted as submitted.

Executive Director's Report

California School Facilities Program: Ms Johantgen provided an update to the board members of the various calls and inquiries that staff has received from the most recent Proposition I D Awardees. Ms. Johantgen informed the members that she and Barbara Kampmeiner are planning to conduct regional meetings with the various schools/awardees to explain the process, as well as assist in the documentation and executing of their program agreements. In reference to a question from Dr. Ellerbee, Katrina assured the board members that she would update them as to the questions and concerns raised during these regional meetings.

State Charter School Incentive Grants Program: The members were provided an update of the fourth funding round for the Federal grant. Preference point letters are to be sent this week to the Federal Grant applicants advising of the preliminary assignment of preference points. Schools that have been determined to be ineligible have already received their letters notifying them of their ineligible status. Ms. Johantgen advised that protocols for notification of eligibility, application status, and preference point assignments implemented during previous funding rounds are also being used during this current funding round.

Item 4 – Resolution No. 08-08 Approving Financially Sound Determinations of Jacoby Creek for the Charter School Facilities Program Applications Received Under the Proposition 55 Funding Round

Jacoby Creek Charter Academy has requested a final apportionment of approximately \$1,737,356. The school was awarded a preliminary apportionment of \$1,362,964 by the State Allocation Board in February 2005. An advance apportionment for design costs of \$136,296 was approved on April 20, 2005.

Ms. Johantgen presented the members with a summary of the information contained in the report. Jacoby Creek converted from a regular public school to a single-school charter district (Jacoby Creek Charter District) in June 2002. In March 2005, the State Board of Education approved the five-year renewal of Jacoby Creek's charter as an all-charter district.

Jacoby Creek currently serves 395 students in grades K-8 and projects enrollment to remain stable at approximately 412 throughout the construction and occupancy of the new facility. The CSFP-funded project includes the construction of four new permanent classroom buildings to serve the 112 middle school students in grades 6 to 8. Occupancy of the new facility is planned for October 2008.

The school received API scores of 878 for 2004-05, 906 for 2005-06, and 900 for 2006-07, and met all AYP criteria and ranked 10 statewide for each of these years. The average retention rate has been maintained at over 95% for the past three years, including a retention rate of 98.5% for 2007-08.

Financial performance indicates Jacoby Creek's projected debt service coverage is 111.6% and 137.3% for the first two years of CSFP payments (2009-10 and 2010-11). Liquidity measured in terms of net working capital is calculated by subtracting current liability from current assets. The NWC percentage of expenses at June 30, 2007 was 32.3%, which exceeds the Program's sufficiency level of 5.0%.

Ms. Johantgen recommended the members find Jacoby Creek Charter School to be financially sound for purposes of a final apportionment under the Proposition 55 Funding Round of the Charter School Facilities Program.

It was moved, seconded, and passed unanimously to approve Resolution No. 08-08, determining that Jacoby Creek Charter District has maintained a financially sound status and is found to be financially sound for purposes of a final apportionment under the Charter School Facilities Program.

Item 5 – Resolution No. 08-09 – Resolution of the California School Finance Authority Authorizing the Issuance of Charter School Revenue Bonds to Finance and/or Refinance Educational Facilities for Green Dot Public School (Animo Inglewood Charter High School Project).

This item was withdrawn and will be presented at a future meeting.

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

Respectfully submitted,

Katrina Johantgen
Executive Director