

MEMORANDUM

Staff Summary No. 6

Date: May 14, 2014

To: Members of the California School Finance Authority

From: Katrina M. Johantgen, Executive Director

Subject: Resolution 14-07 – Authorizing the Issuance of Bonds in an Amount Not to Exceed \$22,000,000* to Finance the Acquisition, Construction, Expansion, Remodeling, Renovation Improvement, Furnishing, and Equipping of Educational Facilities Located in Los Angeles County, California (Action Item)

At its meeting of July 17, 2013, the Authority board approved Resolution 13-34 authorizing the issuance of bonds in amount not to exceed \$22,000,000 for 52nd & Crenshaw LLC on behalf of the Inner City Education Foundation, a California nonprofit public benefit corporation (ICEF), doing business as View Park Preparatory Accelerated Charter Elementary School and View Park Preparatory Accelerated Charter Middle School (staff summary included for your reference).

Section 2 of Resolution 13-34 contained an authorization to sell bonds within nine months of the date of the adoption of the resolution, resulting in an issuance deadline of April 17, 2014. In early April 2014, the ICEF financing team was working to sell the bonds by April 17, 2014, but was not able to given local permitting and other issues that delayed the marketing and sale of the bonds. The financing team notified Authority staff of the delay, and its inability to meet the April 17, 2014 deadline, after the Authority's April board meeting agenda was published. At this time, ICEF is requesting that the board adopt Resolution 14-06 authorizing the sale of bonds for the project. Staff has included a four-month expiration (September 14, 2014) for this bond resolution. If ICEF is unable to sell bonds by this date, ICEF will need to return to the Authority board for a subsequent authorization.

Staff recommends that the Board adopt Resolution No. 14-06, authorizing the issuance of bonds in an amount not to exceed \$22,000,000 to finance the acquisition, construction, expansion, remodeling, renovations, improvement, furnishing, and equipping of educational facilities located in Los Angeles County.