

RESOLUTION NO. 16-03

APPROVAL OF FINANCIAL SOUNDNESS DETERMINATION FOR THE CHARTER SCHOOL FACILITIES PROGRAM FOR FINAL APPORTIONMENT FOR DA VINCI DESIGN

January 13, 2016

WHEREAS, the Charter School Facilities Program (Program) was established (Statutes of 2002) for the purpose of providing charter schools with funding to construct new facilities and modernize old facilities; and

WHEREAS, modeled after the State's School Facilities Program, the Program funds 50 percent of facilities project costs as a grant from the State, and 50 percent as a local match, which the charter school is responsible for repaying to the State; and

WHEREAS, the California School Finance Authority (Authority) and the State Allocation Board (Board), staffed by the Office of Public School Construction, are jointly designated to administer this per-pupil facilities aid Program, and the Authority is authorized by Education Code section 17078.57 to determine whether applicants to the Program are financially sound for purposes of the Program at the time of Preliminary, Advance, and Final Apportionment; and

WHEREAS, approximately \$90 million in rescinded Program funds became available in 2013 and the Board opened a subsequent funding round (2014 Funding Round); and

WHEREAS, Wiseburn Unified School District has committed to make a lump-sum payment towards the local matching share for Da Vinci Design's Program project through proceeds from the issuance of General Obligation Bonds; and

WHEREAS, through the methodology established pursuant to Education Code 17078.57, the Authority found Da Vinci Design financially sound for Preliminary and Advance Apportionment in the amount of \$105,528,772 at its November 20, 2014 meeting; and.

WHEREAS, Da Vinci Design's total project costs are estimated to reach a maximum of \$113,576,914 pursuant to the State Allocation Board's anticipated adjustment to Program costs per pupil grant at its January 16, 2016 meeting, and therefore a local matching share of up to \$56,788,457 is also anticipated; and

WHEREAS, through the methodology established pursuant to Education Code 17078.57, the Authority has now found Da Vinci Design financially sound for Final Apportionment in the amount of \$113,576,914, including verification of Da Vinci Design's commitment and ability to make a lump-sum towards a local matching share of up to \$56,788,457; and

WHEREAS, this determination as it relates to the determination of financial soundness for purposes of Final Apportionment is in place for six months and assumes no financial, operational, or legal material findings within this time period.

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

Section 1. The Authority approves the determination of financial soundness for Da Vinci Design for the purposes of the Charter School Facilities Program Final Apportionment. This determination as it relates to the Final Apportionment is in place for six months and assumes no financial, operational, or legal material findings within this time period.

Section 2. The Executive Director of the Authority is hereby authorized, for and on behalf of the Authority, to notify the State Allocation Board and the Office of Public School Construction and provide documentation regarding its determination of financial soundness for Da Vinci Design

Section 3. This resolution shall take effect immediately upon its approval.

Date of Adoption: January 13, 2016