

RESOLUTION NO. 16-14

**APPROVAL OF FINANCIAL SOUNDNESS DETERMINATION FOR NATOMAS
CHARTER SCHOOL LOCATED IN SACRAMENTO COUNTY FOR A FINAL
APPORTIONMENT THROUGH THE CHARTER SCHOOL FACILITIES PROGRAM**

May 19, 2016

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 Preliminary, Advance, and Final apportionment;

WHEREAS, Natomas Charter School (Natomas) was determined to be financially sound for purposes of a Preliminary and Advance apportionment at the Authority's November 20, 2014 meeting;

WHEREAS, on November 25, 2014, the State Allocation Board (Board), through the funding methodology established pursuant to Education Code section 17078.56, awarded Natomas a Preliminary Apportionment of \$4,078,925 for New Construction and \$3,333,298 for Rehabilitation (Total Preliminary Apportionment of \$7,412,223); and

WHEREAS, on July 8, 2015, the Authority found Natomas financially sound for Advance Apportionment (design), and on July, 27, 2015, Natomas received an Advance Apportionment for New Construction (design) in the amount of \$407,892.60 and an Advance Apportionment for Rehabilitation (design) in the amount of \$333,329.80; and

WHEREAS, Natomas is now requesting a Final Apportionment with total project costs of \$3,566,848 for New Construction and \$ 3,086,228 for Rehabilitation (Total combined project costs of \$6,653,076); and

WHEREAS, Natomas will fulfill its local matching share obligation through a 30 year loan agreement with the State; and

WHEREAS, the Authority is now required by Section 10155(c) of the Program regulations to determine whether Natomas has maintained its financially sound status for purposes of Final Apportionment with total combined project costs of \$6,653,076; and

WHEREAS, this determination of financial soundness is contingent upon there being no material legal, financial, or operational changes since the Authority's determination of financial soundness; and

WHEREAS, this determination of financial soundness is contingent upon Natomas fulfilling its local matching share obligation through an annual Program payment to be intercepted by the State Controller's Office and paid to the State and any other conditions contained in the staff summary presented to the board at its May 19, 2016 meeting.

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

Section 1. That Natomas has maintained its financial soundness for purposes of the Program, specifically with regard to Final Apportionment.

Section 2. This determination as it relates to a Final Apportionment is in place for twelve months and assumes no financial, operational, or legal material findings within this time period.

Section 3. The Executive Director of the Authority is hereby authorized, for and on behalf of the Authority, to notify the Board, and provide supporting documentation, that Natomas has maintained its financial soundness for purposes of the Program and for a Final Apportionment.

Section 4. The Executive Director of the Authority is hereby authorized, for and on behalf of the Authority, to execute the Program agreements between the State and Natomas prior to any release of funds.

Section 6. This resolution shall take effect immediately upon its approval.

Date of Adoption: May 19, 2016