

RESOLUTION NO. 16-37

APPROVAL OF A FINANCIAL SOUNDNESS DETERMINATION OF THE INNER CITY EDUCATION FOUNDATION, ON BEHALF OF LOU DANTZLER PREPARATORY CHARTER ELEMENTARY SCHOOL, LOCATED IN LOS ANGELES COUNTY, UNDER THE CHARTER SCHOOL FACILITIES PROGRAM FOR FINAL APPORTIONMENT

November 9, 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 the Program at the time of preliminary, advance, and final apportionment; and

WHEREAS, in May 2008, the Authority determined Lou Dantzler Preparatory Charter Middle School (also known as Charter Academy Middle School) (Lou Dantzler Middle) to be financially sound for purposes of a preliminary apportionment; and

WHEREAS, on May 28, 2008, the State Allocation Board (Board), through the funding methodology established pursuant to Education Code section 17078.56, awarded Lou Dantzler Middle a preliminary apportionment of \$17,667,222; and

WHEREAS, in December 2012, the Authority determined Lou Dantzler Middle to be financially sound for purposes of Advance Apportionment; and

WHEREAS, on June 19, 2013, the Office of Public School Construction issued Lou Dantzler Middle Advance Apportionments in the amounts of \$837,022 for design and \$5,869,882 for site acquisition; and

WHEREAS, ICEF Public Schools (ICEF) is the educational management organization that oversees Lou Dantzler Middle and Lou Dantzler Preparatory Charter Elementary School's (Lou Dantzler Prep's) facilities operations, instructional operations, and budget; and

WHEREAS, with approval from the Office of Public School Construction on March 10, 2014, ICEF has decided to transfer its Program project from Lou Dantzler Middle to serve grades 6-8 within Lou Dantzler Prep; and

WHEREAS, the Authority is now required by Section 10155(b)(1) of the Program regulations to determine whether Lou Dantzler Prep has maintained its financially sound status for purposes of a Final Apportionment with total project cost not to exceed \$21,161,351; 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 Lou Dantzler Prep 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 November 9, 2016 meeting.

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

Section 1. That Lou Dantzler Prep 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 Lou Dantzler Prep 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 Lou Dantzler Prep prior to any release of funds.

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

Date of Adoption: November 9, 2016