

AMENDATORY RESOLUTION NO. 17-02

Amending

RESOLUTION NO. 17-02 OF THE CALIFORNIA SCHOOL FINANCE AUTHORITY AUTHORIZING THE ISSUANCE OF CHARTER SCHOOL REVENUE BONDS IN AN AMOUNT NOT TO EXCEED \$13,500,000 TO FINANCE AND/OR REFINANCE THE ACQUISITION, CONSTRUCTION, EXPANSION, REMODELING, RENOVATION, IMPROVEMENT, FURNISHING AND/OR EQUIPPING OF EDUCATIONAL FACILITIES LOCATED IN LOS ANGELES COUNTY, CALIFORNIA FOR ALTA PUBLIC SCHOOLS.

WHEREAS, the California School Finance Authority (the “Authority”) is a public instrumentality of the State of California, created by the California School Finance Authority Act (constituting Chapter 18 (commencing with Section 17170) of Part 10 of Division 1 of Title 1 of the Education Code of the State of California) (the “Act”) and is authorized to issue bonds and loan the proceeds of the sale thereof to participating parties including charter schools established pursuant to the Charter Schools Act of 1992, as amended (constituting Part 26.8 of Division 4 of Title 2 of the Education Code) (the “Charter School Law”) and to any person, company, association, state or municipal government entity, partnership, firm, or other entity or group of entities that undertakes the financing or refinancing of a project (as defined in the Act) pursuant to the Act in conjunction with a charter school for the purpose of financing the acquisition, construction, expansion, remodeling, renovation, improvement, furnishing and/or equipping of educational facilities (as defined in the Act);

WHEREAS, Alta Public Schools Foundation, a California nonprofit public benefit corporation (the “Borrower”), previously applied to the Authority for financing under the Act, for the purpose of financing and refinancing the acquisition, construction, improvement and/or equipping of certain charter school educational facilities to be owned by PTMS LLC, a California limited liability company, the sole member of which is the Borrower, and leased to Alta Public Schools, a California nonprofit public benefit corporation, for use and occupancy by Prepa Tec Los Angeles Middle School, a public charter school established pursuant to the Charter School Law;

WHEREAS, the Authority adopted Resolution No. 17-02 (the “Original Resolution”) at its regular meeting duly noticed and held on February 8, 2017, at which a quorum was present and acting throughout, which, among other things, authorized the issuance of revenue bonds (the “Bonds”) of the Authority, to be designated generally as the “California School Finance Authority Charter School Revenue Bonds (Alta Public Schools – Obligated Group), Series 2017” or such other name or names as may be designated in the Indenture relating to the Bonds, between the Authority and U.S. Bank National Association, as the Trustee, as approved by the Original Resolution, in one or more series from time to time, on a tax-exempt or federally taxable basis, in an aggregate principal amount not to exceed \$13,500,000, and the lending of the proceeds thereof to the Borrower (the “Loan”) pursuant to the Loan Agreement (as defined in the Original Resolution) for the purpose, among others, of financing and/or refinancing the Project (as such term was defined in the Original Resolution);

WHEREAS, the Borrower has identified additional uses of proceeds of the Loan and has requested that the Authority approve the issuance of the Bonds for the additional purposes of financing and or refinancing the acquisition, construction, expansion, remodeling, renovation, improvement, furnishing and/or equipping of charter school educational facilities known as (a) Prepa Tec Los Angeles Middle School currently located at 6005 Stafford Avenue, Huntington Park, Los Angeles County, California 90255 and (b) Prepa Tec Los Angeles High School currently located at 2665 Clarendon Avenue, Huntington Park, Los Angeles County, California 90255, with associated property located or to be located at 4210 East Gage Avenue, Bell, Los Angeles County, California 90201 (collectively, the “Additional Locations”);

WHEREAS, pursuant to Section 147(f) of the Internal Revenue Code of 1986 (the “Code”), the Borrower has requested that the Authority hold a new public hearing in respect of the issuance of the Bonds and the use of the proceeds thereof, including at the Additional Locations (the “TEFRA Hearing”);

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

Section 1. The foregoing recitals are true and correct, and this Board so finds and determines.

Section 2. Section 1 of the Original Resolution is hereby amended and restated in its entirety as follows:

Pursuant to the Act, revenue bonds (the “Bonds”) of the Authority, to be designated generally as the “California School Finance Authority Charter School Revenue Bonds (Alta Public Schools – Obligated Group), Series 2017” or such other name or names as may be designated in the Indenture hereinafter approved in Section 3, are authorized to be issued, in one or more series from time to time, on a tax-exempt or federally taxable basis, in an aggregate principal amount not to exceed \$13,500,000. The Bonds may, with the consent of the Borrower, be secured by bond insurance, letter(s) of credit or other credit enhancement. The proceeds of the Bonds shall be used to make a loan to the Borrower for any or all of the following purposes (1) to finance and/or refinance the acquisition, construction, expansion, remodeling, renovation, improvement, furnishing and/or equipping of charter school educational facilities known as (a) Prepa Tec Los Angeles Middle School currently located at 6005 Stafford Avenue and 2665 Clarendon Avenue, Huntington Park, Los Angeles County, California 90255, with associated properties located or to be located at 8001 Santa Fe Avenue and 8015 Santa Fe Avenue, Huntington Park, Los Angeles County, California 90255 and (b) Prepa Tec Los Angeles High School currently located at 2665 Clarendon Avenue, Huntington Park, Los Angeles County, California 90255, with associated property

located or to be located at 4210 East Gage Avenue, Bell, Los Angeles County, California 90201 (the "Project"), (2) to pay certain expenses incurred in connection with the issuance of the Bonds, (3) to pay capitalized interest on the Bonds and/or related working capital, and (4) to fund a debt service reserve fund and a repair and replacement fund with respect to the Bonds.

Section 3. Each officer of the Authority is hereby authorized and directed to do any and all things which he or she may deem necessary or advisable in order to effectuate the purposes of this Resolution.

Section 4. The Treasurer (or his designee) is hereby requested and authorized to take any and all actions within his or her authority as agent for sale of the Bonds that he or she may deem necessary or advisable in order to consummate the issuance, execution, sale and delivery of the Bonds, and to otherwise effectuate the purposes of this Resolution.

Section 5. The Authority hereby approves and ratifies each and every action taken by its officers, agents, members and employees prior to the date hereof in furtherance of the purposes of this Resolution and the Original Resolution.

Section 6. Notwithstanding anything to the contrary herein, no proceeds of any tax-exempt Bonds shall be used to finance and/or refinance any portion of the Project at the Additional Locations unless the TEFRA Hearing has been duly held and the issuance of such Bonds for such purpose has been approved by the applicable elected representative of the State for the purpose of satisfying the requirements of Section 147(f) of the Code.

Section 7. The Original Resolution, as originally adopted, is hereby ratified by the Authority, and shall remain in full force and effect, except as amended hereby.

Section 8. This Resolution shall take effect from and after its adoption.

Dated: May 9, 2017