

MEMORANDUM

Staff Summary No. 8

Date: February 5, 2019

To: Members of the California School Finance Authority

From: Katrina M. Johantgen, Executive Director

Re: Resolution No. 19-06 Approving Amendments to the Regulations for the State Charter School Facilities Incentive Grants Program and Authorizing the Rulemaking Process

The California School Finance Authority (Authority) is proposing the following changes to the regulations that guide the federally-funded State Charter School Facilities Incentive Grants Program (Program) (CFDA #84.282D). The Authority intends to proceed with the Regular Rulemaking Action and Certificate of Compliance upon the Authority Board's approval of the following proposed amended permanent regulations:

Section 10177 Eligible Applicant

- Addition of language prohibiting charter schools, charter management organizations, educational management organizations, or any operator of a charter school from being a for-profit organization.

Section 10178 Eligible Costs

- Addition of language prohibiting charter schools' from receiving lease or renovation costs under the Charter School Facility Grant Program (CSFGP) from receiving funds from under this Program for the same site or project.
- Deletion of language which allowed schools to receive funding from the CSFGP and this Program for the same site or project.

Section 10179 Maximum Grant

- Deletion of language related to the award calculations that were made when schools participated in both the CSFGP and this Program for the same site or project.

Section 10180 Application Submission

- Addition of the word "location" under section (j)(7) to ensure consistency with current language under Section 10188 Release of Funds.

Section 10182 Evaluation Criteria

- Addition of clarifying language under the School Choice criteria.

Section 10188 Release of Funds

- Addition of the words "Proposition 30 pro-rate payments" to ensure consistency with current language under Section 10178 Evaluation Criteria.

Recommendation: The Authority recommends the Board adopt Resolution 19-06 approving amendments to the State Charter Facilities Incentive Grants Program regulations. If approved, the Executive Director will initiate the rulemaking file for processing by the Office of Administrative Law, and will distribute the proposed changes to interested parties for public comment.