

RESOLUTION NO. 19-07

APPROVAL OF A FINANCIAL SOUNDNESS DETERMINATION FOR THE CHARTER SCHOOL FACILITIES PROGRAM FOR FINAL APPORTIONMENT FOR TRACY LEARNING CENTER, ON BEHALF OF MILLENIUM CHARTER, LOCATED IN SAN JOAQUIN COUNTY

March 13, 2019

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, Tracy Learning Center was determined by the Authority to be financially sound for purposes of a Preliminary Apportionment on April 15, 2015 and Advance Apportionment at its December 4, 2015 meeting; and

WHEREAS, the State Allocation Board (Board), through the funding methodology established pursuant to Education Code section 17078.56, awarded Tracy Learning Center a Preliminary Apportionment of \$8,830,426; and

WHEREAS, the Advance Apportionment amount as determined by Office of Public School Construction (OPSC) is \$441,522 for design, with \$194,722 for the rehabilitation project and \$246,800 for the new construction project; and

WHEREAS, Tracy Learning Center's final total project cost as determined by OPSC is now \$10,587,024; and

WHEREAS, Tracy Learning Center is requesting the release of funds for Final Apportionment in an amount of \$5,293,512 (minus previously advanced funds); and

WHEREAS, Tracy Unified School District will fulfill the project's local matching share obligation, which is \$5,293,512 through a lump sum contribution; and

WHEREAS, the Authority is required by section 10154 of Program regulations to conduct a review of Tracy Learning Center's financial soundness at the time of a Final Apportionment request and determine whether Tracy Learning Center has maintained a financially sound status; and

WHEREAS, this determination of financial soundness is contingent upon there being no material legal, financial, or operational changes between the date of this resolution and Tracy Learning Center's receipt of Final Apportionment; and

WHEREAS, this determination of financial soundness will still be considered valid and current if the actual project cost provided by OPSC is altered within 10% of the amount used by the Authority to make this determination.

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

Section 1. Tracy Learning Center has maintained its financial soundness for purposes of the Program, specifically with regard to its request for a Final Apportionment.

Section 2. Tracy Learning Center is fulfilling its local matching share obligation through a lump sum contribution provided by Tracy Unified School District in an amount not to exceed \$5,293,512.

Section 3. This determination as it relates to Final Apportionment is in place for twelve months and assumes no financial, operational, or legal material findings within this time period.

Section 4. The Executive Director of the Authority, and the Chair of the Authority or his or her designee, is hereby authorized, for and on behalf of the Authority, to notify the Board, and provide supporting documentation, that Tracy Learning Center has maintained its financial soundness for purposes of the Program and for its request for a Final Apportionment.

Section 5. The Executive Director of the Authority, and the Chair of the Authority or his or her designee, is hereby authorized, for and on behalf of the Authority, to execute the Program agreements between the State and Tracy Learning Center, and the District as necessary prior to Final release of funds.

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

PASSED AND ADOPTED by the California School Finance Authority.

Date of Adoption: March 13, 2019