

RESOLUTION NO. 26-17

APPROVAL OF FINANCIAL SOUNDNESS DETERMINATION FOR MAGNOLIA PUBLIC SCHOOLS ON BEHALF OF MAGNOLIA SCIENCE ACADEMY 5 FOR FINAL APPORTIONMENT UNDER THE 2022 FUNDING ROUND OF THE CHARTER SCHOOL FACILITIES PROGRAM

WHEREAS, the Charter School Facilities Program (Program) was established for the purpose of providing charter schools with funding to construct new facilities and rehabilitate existing district facilities; and

WHEREAS, modeled after the State's School Facilities Program, the Program funds 50 percent of project costs as a grant from the State, and the other 50 percent is funded through a local match, which can be met with a lump sum payment from the grantee or through a loan from the State to the grantee; and

WHEREAS, in November 2024, voters approved Proposition 2, a ballot measure which allocated an additional \$600 million to the Program; and

WHEREAS, the California School Finance Authority (Authority) and the State Allocation Board (Board), staffed by the Office of Public School Construction (OPSC), are designated to jointly administer the Program; and

WHEREAS, the Authority is authorized by Education Code section 17078.57 and section 10154 of Program regulations to determine whether applicants to the Program are financially sound for purposes of the Program at the time of Preliminary, Advance, and Final Apportionment; and

WHEREAS, the Authority has conducted financial soundness reviews of Magnolia Public Schools (MPS) on behalf of Magnolia Science Academy 5 (MSA 5) and determined MPS is financially sound for purposes of Final Apportionment; and

WHEREAS, this determination of financial soundness will be provided to the Office of Public School Construction in connection with the State Allocation Board's consideration of a Final Apportionment to MPS on behalf of MSA 5 in the amount of \$23,670,994.00 for its project consisting of New Construction in Los Angeles County (Project); and

WHEREAS, MPS on behalf of MSA 5 will fulfill its local matching share obligation by taking a State loan in the amount of \$23,670,994.00, repaid over 30 years at an estimated 3.00% interest rate; 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 MPS on behalf of MSA 5's receipt of apportionment.

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

Section 1. That MPS on behalf of MSA 5 has demonstrated its financial soundness for purposes of Final Apportionment.

Section 2. The Executive Director of the Authority, the Chair, or their respective designees are hereby authorized, for and on behalf of the Authority, to notify the State Allocation Board and the Office of Public School Construction and provide supporting documentation, that MPS on behalf of MSA 5 has demonstrated its financial soundness for purposes of Final Apportionment.

Section 3. The Executive Director of the Authority, the Chair, or their respective designees are hereby authorized, for and on behalf of the Authority, to execute the Program Agreements between the State and MPS on behalf of MSA 5.

Section 4. This resolution shall take effect immediately upon its approval and be in effect for twelve months from the date of adoption.

PASSED AND ADOPTED by the California School Finance Authority.

Date of Adoption: June 10, 2026

CERTIFICATE OF THE EXECUTIVE DIRECTOR
(Attesting to Action of the Authority)
Sacramento, California

I, Katrina Johantgen, Executive Director of the California School Finance Authority, hereby certify that the foregoing is a full, true, and correct copy of Resolution No. 26-17 of the California School Finance Authority approving the Financial Soundness Determination for a Final Apportionment under the Charter School Facilities Program for MPS on behalf of MSA 5, located in Los Angeles County, adopted at a meeting of the California School Finance Authority held at 915 Capitol Mall, Room 522, Sacramento, California 95814, on June 10, 2026, for which meeting all of the members of said Authority had due notice; and that at the meeting the staff recommendation was adopted by the following votes:

AYES:

NOES:

ABSTAINS:

ABSENT:

I further certify that the original minutes of said meeting and a copy of the original Resolution adopted at said meeting are on file in the California School Finance Authority office; and that the Resolution has not been amended, modified, or rescinded in any manner since the date of its adoption, and the same is now in full force and effect.

IN WITNESS WHEREOF, I have executed this certificate and affixed the seal of the California School Finance Authority hereto.

(seal)

By:
Katrina Johantgen, Executive Director

June 10, 2026