

ATTACHMENT A – AS MODIFIED AND APPROVED BY THE BOARD
PROCEDURES FOR PRIORITY FUNDING ROUND
State Allocation Board Meeting, May 26, 2010

The following outlines the procedures and requirements for Districts to take advantage of the new "Priority Funding Round" process:

1. The Board must take action to establish a one-time 30-day filing period beginning May 27, 2010 and ending June 28, 2010, during which districts opting to participate in the priority funding round shall submit a request to convert an Unfunded Approval to an Apportionment.
2. The request to convert an Unfunded Approval to an Apportionment, signed by an authorized District representative, must state the following:
 - The District understands that the time limit on fund release shall be no more than 90 days from the date of Apportionment, pursuant to the Board's action on May 26, 2010.
 - The District acknowledges that failure to submit a completed *Fund Release Authorization* (Form SAB 50-05) within the 90-day period will result in the project being rescinded without further Board action. A rescinded application will revert back to an Unfunded Approval at the bottom of the unfunded list and can not be guaranteed bonding authority. The application will receive a new Unfunded Approval date of November 2, 2010. In the case that multiple rescissions are made by the Board, each separate application will be placed at the bottom of the Unfunded Approvals List in the order of the original Unfunded Approval date (Example: Two applications are rescinded with Unfunded Approval dates of January 27, 2010 and February 24, 2010. The application that received an Unfunded Approval on January 27 would be placed on the unfunded list first, followed by the application that received an unfunded approval on February 24). The District will not be required to re-submit the application and no further application review will be required.
 - The District acknowledges that by participating in the priority funding round, the district is waiving its right to a standard 18 month timeline for fund release submittal.
3. An item will be presented to the next available Board showing all requests and indicating those projects proposed to receive an Apportionment. In the event that the amount of requests received during the 30 day period exceeds the available \$408.3 million, the Board shall apportion based on the Unfunded Approval date up to the available cash from each bond source up to a total of \$408.3 million identified in Proposition 47, 55, and 1D bond proceeds. Any requests to participate in the priority funding round not converted to Apportionments shall be returned to the districts and the projects shall retain their date order position on the Unfunded Approval list.
4. Should any of the available \$408.3 million in indentified bond proceeds remain available after all Apportionments have been awarded by the board, the funds shall remain available for any other applicable School Facilities Program project apportionments by the Board. The Board shall evaluate and decide the method for apportioning the remaining funds.
5. From the date that the Board converts its Unfunded Approval to an Apportionment, the District will have 90 days to submit a completed Form SAB 50-05 that meets all of the existing requirements. Projects that fail to meet this deadline shall be rescinded with no further Board action. A rescinded application will revert back to an Unfunded Approval at the bottom of the unfunded list and can not be guaranteed bonding authority. The new Unfunded Approval date will be November 2, 2010.
6. Rescinded amounts shall be available for any other School Facilities Program project apportionments by the Board using the traditional first in first out method, unless otherwise specified by the Board.