EXECUTIVE OFFICER STATEMENT
State Allocation Board Meeting, January 27, 2016

FUND RELEASES FOR SEPTEMBER 8, 2015 PRIORITY FUNDING APPORTIONMENTS

On September 8, 2015, the Board approved $190.9 million in priority funding apportionments for 53 projects representing 26 school districts, which included seven Career Technical Education Facilities Program (CTEFP) projects. Of the 53 projects only 36 were required to submit a valid *Fund Release Authorization* (Form SAB 50-05) containing an original signature by Monday, December 7, 2015 to the Office of Public School Construction (OPSC).

As of December 7, 2015, the OPSC received 33 Forms SAB 50-05 totaling $174.7 million. The other three projects were for advance fund releases for Preliminary Charter School Apportionments. The Forms SAB 50-05 were not submitted, so the projects have received a new unfunded approval date of December 7, 2015. However, per regulation advance fund releases do not receive an occurrence for non-participation.

Of the remaining 17 projects, 10 projects received automatic fund releases and the other seven were CTEFP projects that were approved as a reservation of funds. Those school districts with CTEFP projects have 12 months from the apportionment date to submit the required California Department of Education and Division of the State Architect approvals to OPSC, which is September 7, 2016. Once the required documents are submitted, the districts will have 90 days to submit a valid Form SAB 50-05.

RESULTS OF DECEMBER PRIORITY FUNDING ROUND FILING PERIOD

During the recent Tenth Priority Funding Round filing period, which was open from November 11, 2015 through December 10, 2015, applicants submitted requests for priority funding Apportionments for 21 of 28 possible projects totaling $80.5 million. Two applicants did not submit requests for three projects. One project was rescinded due to receiving a second occurrence for non-participation resulting in $7.98 million in new construction bond authority being returned. The other two projects totaling $14.2 million received a new unfunded approval date of December 10, 2015 as it was the first occurrence of non-participation. Those districts that submitted a request are eligible to receive an Apportionment from January 1 through June 30, 2016.

REGULATION UPDATES

Amendments to School Facility Program (SFP) Regulation Section 1859.76(d) are now in effect which extends the additional grant for Site Development for one year. This grant will no longer be effective as of January 1, 2017 unless otherwise extended by amendments as adopted by the State Allocation Board (Board).

As a result of Senate Bill 869, Chapter 39, Statutes of 2014, the Board adopted regulation amendments to Sections 1859.93 and 1859.93.1 to distribute available High Performance Incentive and CTEFP bond authority amongst the SFP New Construction and Modernization projects on the Unfunded List, with health and safety projects receiving priority. These regulation amendments are now in effect and funds will be transferred when the processing of the health and safety projects is complete and grant amounts are finalized. Amendments to the *Application for Funding* (Form SAB 50-04) are also in effect and posted to the website with a new revision date of 02/15.

NEXT STATE ALLOCATION BOARD MEETING

The February 24, 2016 SAB meeting has been canceled. The next SAB meeting is scheduled for March 9, 2016.