

REPORT OF THE EXECUTIVE OFFICER  
State Allocation Board Meeting, October 29, 2008

DEFERRED MAINTENANCE PROGRAM  
EXTREME HARDSHIP PROJECT TIME EXTENSION

PURPOSE OF REPORT

To present a Deferred Maintenance Program (DMP) request for a time-extension to complete an Extreme Hardship project.

DESCRIPTION

The school district on the attachment is requesting a time extension on the submission of a *Fund Release Authorization* because they are unable to complete their critical project within the required one-year timeline from the date of Board apportionment. An Extreme Hardship Grant may be provided to a district if it has eligible costs that are greater than two times the district's maximum basic grant. Also, not addressing the problems with the facility will result in serious damage to the remainder of the facility if no repair or replacement occurs within one year, or would result in a serious hazard to the health and safety of the pupils if not repaired or replaced within one year.

AUTHORITY

Education Code Section 17587 specifically states that an Extreme Hardship exists when "the district has a critical project on its five-year plan which if not completed in one year could result in serious damage to the remainder of the facility or would result in a serious hazard to the health and safety of the pupils attending the facility."

The DMP Regulation Section 1866.5.8 requires the district to complete the project and submit the *Fund Release Authorization* within one year of Board apportionment. Should the district not meet the one-year deadline, the entire extreme hardship grant shall be presented to the Board for rescission unless the district submits a request for a time extension. The Board may approve a time extension for the project based on the following specified conditions:

1. A provision for a six month time extension if the district has completed the plans and they have been submitted to the Division of the State Architect (DSA) for approval; or
2. A provision for a six month time extension when the plans are DSA approved and the project is currently out to bid; or
3. A provision for up to a nine month time extension when the district can demonstrate to the Board that circumstances exists beyond the district's control.

STAFF COMMENTS

The SAB apportioned Deferred Maintenance funds for this application in December, 2007. Due to various circumstances, the district will not be able to complete their project within the one year timeline. The attachment represents the project application in which the District has shown that they have met the provisions of Regulation Section 1866.5.8. Staff recommends approval of the time extension.

RECOMMENDATION

Approve the District's request for a time extension with regard to the DMP Extreme Hardship application, as indicated on the Attachment.