

MINUTES
State Allocation Board
October 26, 2005

Upon notice duly given, the monthly meeting of the State Allocation Board was held in Room 4203 of the State Capitol in Sacramento, California on October 26, 2005 at 2:00 p.m.

Members of the Board present were as follows:

- Anne Sheehan, Chief Deputy Director, Policy, Department of Finance, designated alternate for Thomas Campbell, Director, Department of Finance
- Rob Cook, Deputy Director, Interagency Support Division, Department of General Services, designated alternate for Ron Joseph, Director, Department of General Services
- Kathleen Moore, Director, School Facilities Planning Division, California Department of Education, designated representative for Jack O'Connell, Superintendent of Public Instruction
- Rosario Girard, President and CEO, Phoenix Construction Services, Inc., appointee of Arnold Schwarzenegger, Governor of the State of California
- Senator Bob Margett
- Senator Alan Lowenthal
- Senator Jack Scott
- Assembly Member Lynn Daucher
- Assembly Member Joe Coto

Member of the Board absent was as follows:

- Assembly Member Jackie Goldberg

Representatives of the State Allocation Board (SAB) were as follows:

Luisa M. Park, Executive Officer
Mavonne Garrity, Assistant Executive Officer

Representatives of the Department of General Services, Office of Public School Construction (OPSC), were as follows:

Luisa M. Park, Executive Officer
Lori Morgan, Deputy Executive Officer

Representative of the Department of General Services, Office of Legal Services, was as follows:

Garry Ness, Assistant Chief Counsel

With a quorum present, Anne Sheehan, Chair, called the meeting to order at 2:06 p.m.

Ms. Anne Sheehan on behalf of the State Allocation Board presented a Retirement Resolution to Diane Kirkham to acknowledge her years of service and expertise in school facilities.

PRIOR MINUTES

A motion was made and carried to approve the Minutes for the September 28, 2005 SAB meeting.

EXECUTIVE OFFICER'S STATEMENT

The Executive Officer stated that the next meeting is tentatively set for December 14, 2005 at 10:00 a.m.

CONSENT ITEMS

In considering this item, the Board approved the consent calendar as presented. However, Ms. Kathleen Moore abstained from voting on Elk Grove Unified School District consent items but voted for all other school district consent items.

FINANCIAL REPORTS***Status of Funds***

The Board accepted the Status of Funds report as presented.

SPECIAL CONSENT ITEMS***Chowchilla Union High/Madera 52/65201-00-01***

In considering this item, the Board approved the staff's recommendations.

Dos Palos-Oro Loma Joint Unified/Merced 51/75317-00-01

In considering this item, the Board approved the staff's recommendations.

SPECIALS/APPEALS***Needles Unified/San Bernardino 51/67802-00-01***

Senator Ashburn addressed the Board in support of the District's request for approval of financial hardship status. The Board approved the District's request for financial hardship for the design grant apportionment only and required that the District will apply \$88,072 as District contribution toward the project. The Board stated that the District needs to seek local support for a bond prior to submitting a funding application for the construction phase.

Acton-Agua Dulce Unified/Los Angeles 50/75309-00-01

Mr. John Hutak, District Superintendent, addressed the Board regarding the District's request for financial hardship status. A motion was made and failed that the Board approve financial hardship under other reasonable effort per the following votes:

MEMBER	AYE	NAY	ABSTAIN	ABSENT
Senator Margett		X		
Senator Lowenthal	X			
Senator Scott	X			
Assembly Member Daucher			X	
Assembly Member Goldberg				X
Assembly Member Coto	X			
Rob Cook		X		
Kathleen Moore	X			
Rosario Girard	X			
Anne Sheehan			X	
Total	5	2	2	1

Motion:

Carried

Failed

The Board requested that the item be presented before the next available SAB meeting for reconsideration. The District was instructed to provide additional information of the District's plan to gain public support for the passage of local bonds, financial information on the multi-purpose facility and on the long-term viability of the District remaining unified, and alternative plans to provide adequate housing for the District's pupils.

Anne Sheehan requested Rob Cook to continue as Chair for the remainder of the meeting.

Placer Hills Union/Placer 93/66886-00-00

Mr. David Dominguez, District Superintendent, addressed the Board concerning the use of site sale proceeds. The Board approved the staff's recommendations and reiterated that the District would not be allowed to participate in any SAB administered program until October 2010, five years from the date of this action.

Orange County Office of Education/Orange 50/10306-00-07

Mr. Bill Habermehl, County Superintendent, addressed the Board regarding the request for site acquisition funding. The Board requested that the item be presented at a future SAB meeting in order to clarify the legalities of surplus sites and the use for educational purposes. In addition, the Board informed the District to ensure that negotiations were made in good faith for the proposed site. The Board also asked that the Irvine Unified School District be present when the item is considered.

Phase-Out Plan for the State Relocatable Program

Mr. Tom Duffy, representing CASH, Ms. Margaret Brown, Assistant Superintendent for San Ramon Valley Unified School District, and Ms. Susan Stuart, Consultant, addressed the Board regarding the chargeability of portable classrooms. Mr. Mike Henning, representing Mobile Modular Leasing Company, addressed the Board regarding Attachment D, the natural disaster plan, and asked that the plan be amended so it is not limited to relocatable manufacturers but includes leasing companies. The Board approved Staff Recommendations No. 1-3, and 5-8, with the modification to Attachment D to include purchases from other relocatable providers. In addition, the Board requested staff to have the SAB Implementation Committee discuss the

overall issue of portable chargeability and report back at a future SAB Meeting. Further, the Board requested staff report before the end of the fiscal year on the available funds for the programs.

Financial Hardship Equity Issues

Mr. Tom Duffy, representing CASH, Mr. Dave Walrath, representing Small School District's Association, and Mr. Eric Hall, representing San Dieguito High School District, addressed the Board and thanked staff for its patience in reviewing the issues of financial hardship and instituting fairness to all participating districts. The Board was presented with the Financial Hardship Equity Issues that were discussed at the SAB Implementation Committee meetings. It was determined that the overall issue of a grant adequacy be looked at by an ad hoc committee. The Board accepted the report.

INFORMATION/REFERENCE

Remaining Board Meeting Date for the 2005 Calender Year

School Facility Program Workload List – Applications Received Through October 6, 2005

Deferred Maintenance Program Approvals Without Funding List as of September 28, 2005

Facility Hardship/Rehabilitation Approvals Without Funding List as of September 28, 2005

ADJOURNMENT

There being no further business to come before the Board, the designated Chair adjourned the meeting at 4:27 p.m.

LUISA M. PARK, Executive Officer