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

ADMINISTRATIVE COSTS FOR FISCAL YEAR 2008/2009

PURPOSE OF REPORT

To request approval to reserve funds for administrative costs for the 2008/2009 Fiscal Year.

DESCRIPTION

The Education Code requires that any funds made available for expenditure in the various school building aid programs administered by the State Allocation Board (SAB) must be specifically authorized by the SAB.

Listed below are the anticipated costs for the 2008/2009 Fiscal Year:

2006 School Facilities Bond Fund		
	State Controller's Office	$ 968,000
	California School Finance Authority	429,000
	California Department of Education	2,738,000
	Office of Public School Construction	14,253,000
	Sub-Total	$ 18,388,000
2004 School Facilities Bond Fund		
	California School Finance Authority	$ 594,000
State School Building Aid Fund		
	Office of Public School Construction	$ 297,000
State School Deferred Maintenance Fund		
	Office of Public School Construction	$ 159,000
General Fund		
	Office of Public School Construction	$ 346,000
Total for 2008/2009 Fiscal Year		$ 19,784,000

STAFF COMMENTS

The Office of Public School Construction's administrative costs for this budget year is $15,055,000 which includes $14,253,000 from Proposition 1D, $297,000 for support of the State Relocation Program, $159,000 for support of the Deferred Maintenance Program and $346,000 from the General Fund for the support of the Emergency Repair Program. Other administrative costs include $1,023,000 for support of the Charter School financial soundness reviews the California School Finance Authority performs; $2,738,000 for support of site approval and educational plan reviews that the California Department of Education performs; and $968,000 for fiscal oversight functions that the State Controller's Office performs.

(Continued on Page Two)

RECOMMENDATIONS

In accordance with the 2008/2009 Governor's Budget approve the administrative costs below:

1. Authorize $18,388,000 from the 2006 State School Facilities Fund for the Office of Public School Construction, State Controller's Office, California School Finance Authority, and California Department of Education.
2. Authorize $594,000 from the 2004 State School Facilities Fund for the California School Finance Authority.
3. Authorize $297,000 from the State School Building Aid Fund for the Office of Public School Construction.
4. Authorize $159,000 from the State School Deferred Maintenance Fund for the Office of Public School Construction.
5. Authorize $346,000 from the General Fund for the Office of Public School Construction.

This Item was approved by the State Allocation Board on October 29, 2008.