

RESOLUTION NO. 24-10

APPROVAL OF FINANCIAL SOUNDNESS DETERMINATION FOR MAGNOLIA SCIENCE ACADEMY 5 FOR ADVANCE APPORTIONMENT THROUGH THE CHARTER SCHOOL FACILITIES PROGRAM

WHEREAS, the Charter School Facilities Program (Program) was established for the purpose of providing charter schools with funding to construct new facilities and rehabilitate existing district facilities; and

WHEREAS, modeled after the State's School Facilities Program, the Program funds 50 percent of project costs as a grant from the State, and 50 percent as a loan, which the charter school or obligor is responsible for repaying to the Program; and

WHEREAS, the California School Finance Authority (Authority) and the State Allocation Board (Board), staffed by the Office of Public School Construction (OPSC), are designated to jointly administer the Program; and

WHEREAS, the Authority is authorized by Education Code section 17078.57 to determine whether applicants to the Program are financially sound for purposes of the Program at the time of Preliminary, Advance, and Final Apportionment; and

WHEREAS, the Authority is required by section 10154 of Program regulations to conduct a review of Magnolia Science Academy 5's (MSA5) financial soundness for purposes of Advance Apportionment; and

WHEREAS, this determination of financial soundness will be provided to the Office of Public School Construction as it makes a recommendation of Advance Apportionment to the State Allocation Board; and

WHEREAS, MSA5 will fulfill the project's local matching share obligation by accepting a 30-year loan term in the amount of \$25,416,166; and

WHEREAS, this determination of financial soundness is contingent upon there being no material legal, financial, or operational changes between the date of this resolution and MSA5's receipt of apportionment.

NOW, THEREFORE, BE IT RESOLVED by the California School Finance Authority as follows:

Section 1. That MSA5 has demonstrated its financial soundness for purposes of Advance Apportionment.

Section 2. The Executive Director of the Authority, and the Chair or their designee is hereby authorized, for and on behalf of the Authority, to notify the Board and provide supporting documentation, that MSA5 has established its financial soundness for purposes of Advance Apportionment.

Section 3. The Executive Director of the Authority, and the Chair or their designee is hereby authorized, for and on behalf of the Authority, to execute the Program agreements between the State and MSA5 prior to MSA5 occupying the facility.

Section 4. This resolution shall take effect immediately upon its approval and be in effect for twelve months from the date of adoption.

PASSED AND ADOPTED by the California School Finance Authority.

Date of Adoption: March 28, 2024

CERTIFICATE OF THE EXECUTIVE DIRECTOR
(Attesting to Action of the Authority)
Sacramento, California

I, Katrina Johantgen, Executive Director of the California School Finance Authority, hereby certify that the foregoing is a full, true, and correct copy of Resolution No. 24-10 of the California School Finance Authority Approving the Financial Soundness Determination for Advance Apportionment under the Charter School Facilities Program for Magnolia Science Academy 5, located in Los Angeles County, adopted at a meeting of the California School Finance Authority held at 901 P St. Room 102, Sacramento, California 95814, on March 28, 2024, for which meeting all of the members of said Authority had due notice; and that at the meeting the staff recommendation was adopted by the following votes:

AYES:

NOES:

ABSTAINS:

ABSENT:

This resolution of intent expires one year after the adoption date. Extensions must be approved by the Authority in a public meeting.

I further certify that the original minutes of said meeting and a copy of the original Resolution adopted at said meeting are on file in the California School Finance Authority office; and that the Resolution has not been amended, modified, or rescinded in any manner since the date of its adoption, and the same is now in full force and effect.

IN WITNESS WHEREOF, I have executed this certificate and affixed the seal of the California School Finance Authority hereto.

(seal)

By:
Katrina Johantgen, Executive Director

March 28, 2024