

Work Plan Ad Hoc Committee – RECOMMENDATIONS

Project Management \$150,000

The ad hoc committee recommends:

To provide support to the Advisory Committee in preparing for the 2014 application round (in preparation for the anticipated 2015 sale of Prop Z bonds) and to provide assistance as needed to execute the limited 2013 funding priorities, it is recommended that an RFP be issued for the purpose of engaging a consultant.

Expected duration of work: 9-15 months

Expected cost: \$75,000 - \$150,000

Planning Grants \$240,000 [Estimated impact: 6 future projects]

The ad hoc committee recommends:

Up to \$240,000 of the 2013 bond funds be used to fund planning grants in the maximum amount of \$40,000 each on a competitive basis to fund services directly related to the future development of new charter school facilities. It is intended that these funds will assist schools in preparing for the November 2013 and January 2014 funding rounds. The Committee anticipates that interest in the Planning Grants will exceed the \$240,000 allocated and not all applicants will be funded. A simple application form will be required for consideration.

Round 1 Projects – September 2013 \$45,000,000

District Sites - \$42,000,000 [Estimated impact: 4-5 projects]

For projects to be district-owned and leased as non-Prop 39 space* and located on property already under the control of the district or the charter school, or for which the charter operator has a signed Letter of Intent evidencing willingness of the property owner to sell and for which, at minimum, schematic designs are already available and construction could reasonably begin within 9 months:

- Classroom based facility: Per student cap of \$22,500 of Prop Z funds – priority given to projects that create additional seats or provide new Prop 39 capacity.
- Non-classroom based facility: Same criteria except the per student cap shall be \$5,000

The Committee understands that project costs may exceed these allowances. In those cases, applicants will be required to demonstrate how the remainder of the project will be funded.

Charter Controlled Sites - \$3,000,000 [Estimated impact: 4-6 projects]

For projects to be owned by the charter school or its affiliate and for which, at minimum, schematic designs are already available and construction could reasonably begin within 9 months and for which every seat will represent either new capacity or will result in relieving load on existing Prop 39 options due to relocation of a charter currently using a Prop 39 facility option:

- Classroom based facility: An FF&E allocation not to exceed \$2,500 per student
- Non-classroom based facility: An FF&E allocation not to exceed \$1000 per student

Round 2 Projects – January 2014

Other Projects \$12,500,000

For projects that did not meet the criteria for consideration in Round 1 or met the criteria but were not selected for a preliminary allocation, a second round of funding allocations will be made. In this round, it will be important for those who did not meet the criteria for Round 1 to address those areas in which they did not meet the criteria as there may be specific legal issues to consider.

Round 3 Projects - April 2014

Prelim Development Awards \$2,500,000

Projects that meet the criteria of Round 1 by December 2013 and on a competitive basis, are selected to proceed, would be allowed a maximum of \$500,000 per project from the first bond sale funds to begin pre-construction development so as to be ready to break ground upon sale of the second series of bonds in 2015.

* Use of lease revenues generated by Prop Z funded charter projects to be reinvested into the broad purposes of improving, enhancing, and sustaining charter school facilities and with particular priority to those uses of funds that might otherwise be constrained by bond limitations.