



Board Agenda Item #	Agenda # II E
Date:	September 8, 2016
To:	Magnolia Board of Directors
From:	Caprice Young, Ed.D., CEO & Superintendent
Staff Lead:	Oswaldo Diaz, Chief Financial Officer
RE:	Accepting the terms and conditions of the Facility Incentive Grant for MSA-1 and MSA-7

Proposed Board Recommendation

I move that the board approve the resolution accepting the terms and conditions of the Facility Incentive Grant for MSA-1 and MSA-7.

Background

California School Finance Authority awarded a grant to **Magnolia Science Academy 1** (CDS Code: 19-64733-6119945) under Funding Round 12 of the State Charter School Facilities Incentive Grants Program (Program) (CFDA #84.282D). Assuming ongoing eligibility, the per-pupil federal grant will be awarded in disbursements over three years from September 2016 through August 2019 to **Magnolia Science Academy 1** for the project described below.

**Project Description:** New Construction costs for the charter school located at: 18238 Sherman Way, Reseda, CA 91335

**Total Annual Grant Amount:** **\$500,000** (based on the calculation of \$1,000 per student enrollment of 540 as reported by the California Department of Education). **The total grant amount is \$500,000 annually, for a total three-year award of \$1,500,000 under the State Charter Facilities Incentive Grants Program**

California School Finance Authority awarded a grant to **Magnolia Science Academy 7** (CDS Code: 19-64733-0117655) under Funding Round 12 of the State Charter School Facilities Incentive Grants Program (Program) (CFDA #84.282D). Assuming ongoing eligibility, the per-pupil federal grant will be awarded in disbursements over three years from September 2016 through August 2019 to **Magnolia Science Academy 7** for the project described below.

**Project Description:** New Construction costs for the charter school facilities located at: 18355 Roscoe Blvd., Northridge, CA 91325

**Total Annual Grant Amount:**

\$138,325 (based on 75 percent of annual New Construction costs of \$184,433 during the 2016-17 school year. **The total grant amount is \$138,325 annually, for a total three-year award of \$414,975 under the State Charter Facilities Incentive Grants Program**

Budget Implications

None at this time.

Name of Staff Originator:

Brock Atar, Senior Financial Analyst

Attachments

Facility Incentive Grant Resolution FY 16-17 for MSA-1 and MSA-7

Award Letter for MSA-1 and MSA-7



MAGNOLIA EDUCATION AND RESEARCH FOUNDATION BOARD RESOLUTION  
ACCEPTANCE OF MAGNOLIA SCIENCE ACADEMY-1  
CHARTER  
SCHOOLS FACILITIES INCENTIVE GRANT  
Resolution 20160908-1

WHEREAS, the Principal of Magnolia Science Academy-1 has applied for a grant from the California School Finance Authority (the "Authority") under the State Charter Facilities Incentive Grants Program (CFDA #84.292D);

WHEREAS, on August 10, 2016, the Authority awarded a grant to Magnolia Science Academy-1 for CPR costs of its facilities at 18220-18228 Sherman Way Los Angeles, CA 91335

WHEREAS, the total grant amount is \$500,000 annually, for a total three-year award of \$1,500,000 under the State Charter Facilities Incentive Grants Program (CFDA #84.292D); pursuant to the terms of the grant agreement to be entered into by and between the Authority and Magnolia Science Academy-1.

WHEREAS, the Board has determined that it is in the best interest of Magnolia Educational and Research Foundation that Magnolia Science Academy-1 enter into the grant agreement with the Authority;

NOW, THEREFOR BE IT RESOLVED THAT

The Board of Magnolia Education and Research Foundation, on behalf of Magnolia Science Academy-1, accepts the terms and conditions of the grant agreement;

The Board of Magnolia Educational and Research Foundation hereby designate the following to enter into the grant agreement and any other documents or agreements related to the intent of this resolution: Oswaldo Diaz and any other Officer of the Board.

PASSED AND ACCEPTED THIS 8th<sup>TH</sup> DAY OF SEPTEMBER 2016.

Magnolia Educational and Research Foundation A California non-profit corporation

\_\_\_\_\_  
President of the Board

\_\_\_\_\_  
Date



MGNOLIA EDUCATION AND RESEACRH FOUNDATION BOARD RESLUTION  
ACCEPTANCE OF MAGNOLIA SCIENCE ACADEMY-7  
CHARTER  
SCHOOLS FACILITIES INCENTIVE GRANT  
Resolution 20160908-2

WHEREAS, the Principal of Magnolia Science Academy-7 has applied for a grant from the California School Finance Authority ( the "Authority") under the State Charter Facilities Incentive Grants Program ( CFDA#84.292D);

WHEREAS, on August 10, 2016, the Authority awarded a grant to Magnolia Science Academy-7 for renovation cost of its facilities at 18355 Roscoe Blvd, Northridge, CA 91325

WHEREAS, the total grant amount is \$138,325 annually, for a total three-year award of \$414,975 under the State Charter Facilities Incentive Grant Program (CFDA #84.292D); pursuant to terms of grant agreement to be entered into by and between the Authority and Magnolia Science Academy-7.

WHEREAS, the Board has determined that it is in the best interest of Magnolia Educational and Research Foundation that Magnolia Science Academy-7 enter into the grant agreement with the Authority;

NOW, THEREFOR BE IT RESOLVED THAT

The Board of Magnolia Educational and Research Foundation, on behalf of Magnolia Science Academy-7, accepts the term and conditions of the grant agreement;

The Board of Magnolia Educational and Research Foundation herby designate the following to enter into the grant agreement and any other documents or agreements related to the intent of this resolution: Oswaldo Diaz and any other Officer of the Board.

PASSED AND ACCEPTED THIS 8th<sup>TH</sup> DAY OF SEPTEMBER 2016.  
Magnolia Educational and Research Foundation A California non-profit corporation  
on.



President of the Board



Date



## CALIFORNIA SCHOOL FINANCE AUTHORITY

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915 Capitol Mall, Suite 101  
Sacramento, CA 95814  
p (916) 651-7710  
f (916) 651-7709

300 S. Spring Street, Suite 8500  
Los Angeles, CA 90013  
p (213) 620-4467  
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csfa@treasurer.ca.gov  
www.treasurer.ca.gov/csfa

### MEMBERS

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State Treasurer

TOM TORLAKSON  
State Superintendent of  
Public Instruction

MICHAEL COHEN  
Director of Finance

EXECUTIVE DIRECTOR  
Katrina M. Johantgen

August 22, 2016

Oswaldo Diaz, Chief Finance Officer  
Magnolia Educational Research Foundation  
On behalf of Magnolia Science Academy 1  
250 E 1st Street, 15th Floor  
Los Angeles, CA 90012  
Via E-mail: [odiaz@magnoliapublicschools.org](mailto:odiaz@magnoliapublicschools.org)

Dear **Mr. Diaz**:

At its meeting on August 10, 2016, the California School Finance Authority (Authority) awarded a grant to **Magnolia Science Academy 1** (CDS Code: **19-64733-6119945**) under Funding Round 12 of the State Charter School Facilities Incentive Grants Program (Program) (CFDA #84.282D). Assuming ongoing eligibility, the per-pupil federal grant will be awarded in disbursements over three years from September 2016 through August 2019 to **Magnolia Science Academy 1** for the project described below.

Project Description:

**New Construction** costs for the charter school facilities located at: **18238 Sherman Way, Reseda, CA 91335**

Total Annual Grant Amount:

**\$500,000** (based on the calculation of \$1,000 per student enrollment of 540 as reported by the California Department of Education)

Grant funds are to be used for the immediate needs of the designated project and must be obligated and expended by the dates specified in the Grant Agreement (Cal. Code Regs., Title 4, §10185). Please review the enclosed agreement for the disbursement schedule as well as the terms and conditions of accepting the grant.

To confirm acceptance of the grant award and begin receiving disbursements, the Authority must receive the following documentation at the letterhead address by **September 16, 2016**:

1. Grant Agreement (including exhibits), signed by an official representative of the charter school;
2. Certified resolution of the school's governing board, accepting the terms and conditions of the Grant Agreement;

Oswaldo Diaz, Chief Finance Officer  
Magnolia Educational Research Foundation  
On behalf of Magnolia Science Academy 1  
August 22, 2016  
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3. Request for Disbursement of Grant Proceeds (see Exhibit B of the Grant Agreement for a sample);
4. Proof of site control through August 31, 2019, if applicable (the lease received previously is expiring **June 30, 2034**);
5. Current charter, if applicable (the charter received previously is expiring on **June 30, 2017**); and
6. Verification of eligibility to receive federal funds by being actively registered in SAM (System for Award Management) at <https://www.sam.gov/portal/public/SAM/>.

Additionally, to ensure subgrantees will receive all eligible disbursements by the close of the grant period, the Authority's regulations require current subgrantees provide verification of continued eligibility and confirmation of facility costs in February and August of each year. The regulations also provide that incomplete documentation will cause the subgrantee to forfeit one-sixth of the respective semi-annual disbursement cycle (March-August or September-February). If the documentation is still insufficient 30 days after February 28 or August 31, the subgrantee will forfeit one-sixth of the total three year award. Lastly, per Section 10185 of the regulations, "Subgrantees that receive an award for purchase, construction, or renovation shall provide verification that the approved project has been initiated within six months of the award date and shall annually provide sufficient documentation to approve disbursements equal to each year's award. Subgrantee also shall provide semi-annual progress reports to the Authority."

If you have any question about the above information or the State Charter School Facilities Incentive Grants Program, please contact us at (213) 620-4467.

Sincerely,



Katrina Johantgen  
Executive Director

Enclosures



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