



CEO Update

20 años | Camino
Nuevo
Charter
Academy



May, 2022

AB 2484:

Status:	Introduced: 2/17/22 Amended: 4/18/22 Re-referred to Assembly Ed Comm: 4/19/22
Sponsor:	Assemblywoman Mia Bonta (D-18 th District) Representing Oakland, Alameda, San Leandro
Effective Date:	Beginning 1/1/23 and beyond

Charter schools Affected:

Any charter school that receives SB 740 grant funding to reimburse rent paid on a “charter school facility owned by related parties”; no grandfather provision

Any charter school that qualifies for SB 740 because it is physical located in the attendance area of a public elementary school in which 55% or more of the pupil enrollment is eligible for free or reduced price meals.

Removes SB 740 eligibility for a charter school that previously qualified for SB 740 because it is physically located in the attendance area of a public elementary school which 55% or more of the pupil enrollment is eligible for free or reduced price meals

“Charter school facility owned by related parties” cannot receive SB 740 grant funding equal to more than 100% of the “cost of the facility” over the lifetime of the SB 740 program

Upon receiving SB 740 funding equal to more than 50% of the cost of the facility, the facility owner will have to place a deed restriction on the property requiring it to be used for public, nonsectarian educational purposes (e.g. no private schools)

- If a charter school facility owned by related parties is no longer occupied by a charter school due to closure, or revocation/non-renewal of a charter then:
 - Within 10 years of receiving SB 740 funds, if the facility owner sells or leases the facility for any other type of use (besides public, nonsectarian & educational) then the owner will be required to payback all SB 740 funds collected after 1/1/23 to the State after consideration of other financial obligations (not defined).
 - Repayment of SB 740 funds will be completed on schedule determined by CSFA (but no longer than 30 years)
 - CSFA will be responsible to tracking the lifetime awards for each related party-owned facility

Impacts:

- Will reduce the number of charter schools that are eligible for SB 740 by at least 80 schools
- Severely reduces the amount of SB 740 reimbursement to charter schools that have issued bonds through related parties or set up ownership structures with related parties
- Deed restriction requirement (for public, nonsectarian educational purpose) will require already recorded mortgages for charter school financings (for loans, bonds, etc.) to be modified which may not be approved by lenders or bond investors

- Creating a requirement to payback the State upon sale or lease of the charter school facility for anything but a public, nonsectarian educational purpose → makes prospective lenders/bond investors feel there are more restrictions placed on disposition of assets in the case of a default

Example – After AB 2484

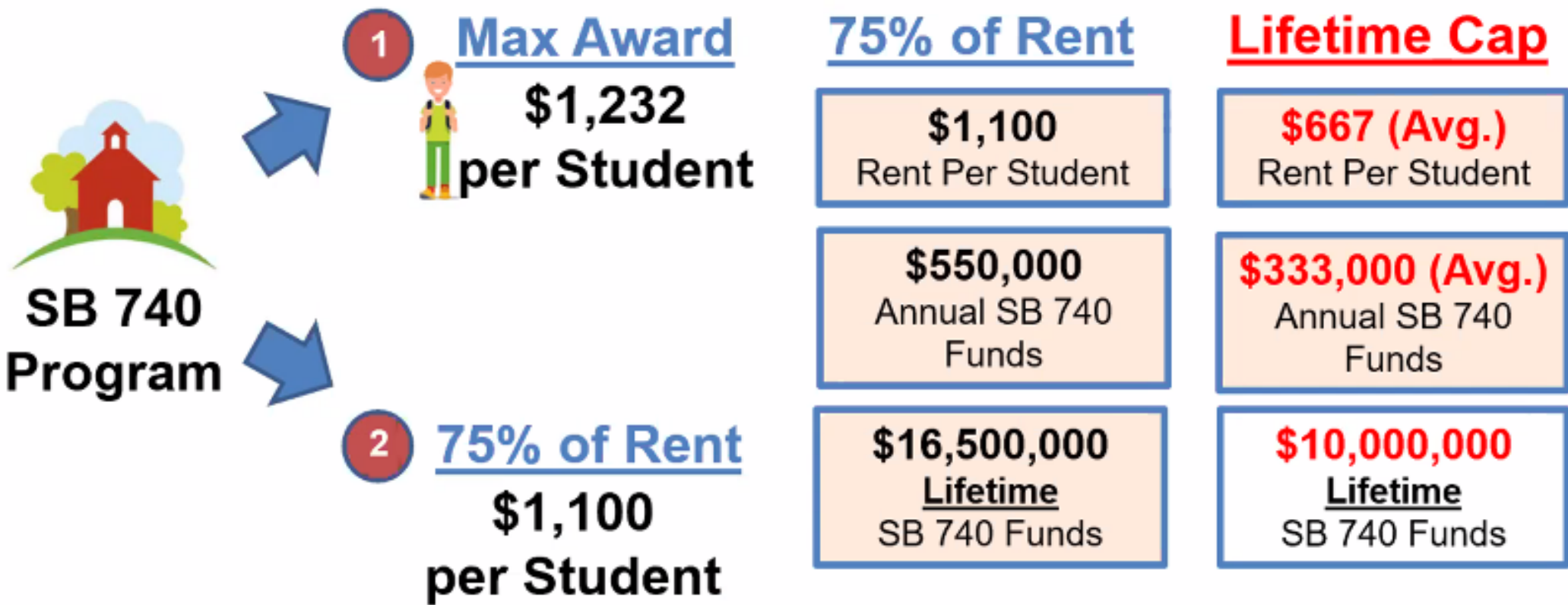
\$733,000
Annual
Payment

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500 ADA

=

\$1,466
Rent Per
Student



- **What can the Board do?**
 - Send a letter of opposition to the Assembly Appropriations Committee – sample [here](#)
 - Activate your powerful networks to send letters of opposition, make phone calls, using the [briefing sheet or talking points](#) as support.
 - Important networks to activate –
 - Chambers of Commerce
 - Law Enforcement – Chief of Police
 - School Board Members
 - Elected Officials – Members of Congress, Mayor, City Council
 - Planning Commission
 - High Tech Companies
 - Movie Studios

Chief Academic Officer Process

Round 1: Phone Screen with Recruiter

Round 2: SLT Interview

Round 3: School Visit:
classroom observations,
mock coaching,
PD Review,
Leader Interview Panel
Teacher Panel

Round 4: Board Member Interview Panel



Let's Celebrate our new Chief Academic Officer, *Rachel Hazlehurst!*

Strengths:

- Clear vision for academic success across the organization
- Lead learner – steady growth over the past 3 years
- History of achieving academic outcomes at CNCA
- Monitoring effectiveness with key metrics to monitor continuous improvement

