

**COUNTY BOARD OF EDUCATION
ORANGE COUNTY, CALIFORNIA**

WHEREAS, the Orange County Department of Education (OCDE) administers various funds; and,

WHEREAS, the Board of Education (Board) of the OCDE determined that the Community School #9 new construction project is necessary to house District pupils in adequate facilities; and,

WHEREAS, under the regulations of the School Facilities Program (SFP), the OCDE is eligible for Financial Hardship status; and,

WHEREAS, on July 26, 2012, the Office of Public School Construction (OPSC) provided approval for the OCDE's request for Financial Hardship status; and,

WHEREAS, on January 23, 2013 the OCDE received an Unfunded Approval from the State Allocation Board ("SAB") for the Community School #9 Separate Site Apportionment; and,

WHEREAS, as a Financial Hardship School District, the OCDE does not have sufficient funds to move forward with the project until such time as the SAB can apportion funds; and,

WHEREAS, the OPSC cannot anticipate when funding will become available to school districts; and,

WHEREAS, the District desires to utilize savings from closed SFP project savings as an Intra-fund Loan to bridge finance and move the site acquisition of Community School #9 forward until such time as the SAB can apportion funds; and,

WHEREAS, the OPSC has issued guidelines for Intra-fund Borrowing on Financial Hardship projects noting that (1) District's do so "at your own risk", (2) all bridge financing must not exceed the sum of the SAB-approved SFP grants and (3) the bridge financing (Intra-fund Borrowing) must be repaid within 60 calendar days of receiving State funding.

THEREFORE, BE IT RESOLVED that the Governing Board of the Orange County Department of Education authorizes the Administration to utilize SFP project savings as an Intra-fund Loan to bridge finance school facility project obligations, as needed, in amount not to exceed the sum of the SAB-approved SFP grants and to repay those transfers within 60 days of receiving State funding.

AYES: Bedell, Boyd, Hammond, Parker, Williams

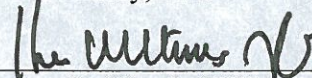
NOES:

ABSENT:

State of California
County of Orange

I, **Dr. Ken L. Williams**, President to the Board of Education of Orange County, California, hereby certify that the foregoing Resolution was duly and regularly adopted by the said Board at a regular meeting thereof held on the 14th day of February, 2013.

IN WITNESS THEREOF, I have hereunto set my hand and seal this 14th day of February, 2013.



Dr. Ken L. Williams, President
Orange County Board of Education