

**SIERRA-PLUMAS JOINT UNIFIED SCHOOL DISTRICT  
Resolution No. 12-015**

**RESOLUTION AUTHORIZING LOAN AGREEMENT  
between  
THE STATE SCHOOL FACILITY FUND  
and the  
DISTRICT'S GENERAL FUND  
for  
LOYALTON HIGH REHABILITATION PROJECT**

**WHEREAS**, the State Allocation Board (SAB) approved Sierra-Plumas Joint Unified School District's (S-PJUSD) Facility Hardship Application on October 24, 2012, for Loyaltan High Rehabilitation Project, Application Number 58/70177-00-001, pursuant to Education Code 17070.10 et. seq.; and

**WHEREAS**, the SAB conceptually approved the Loyaltan High Rehabilitation Project in the amount of \$1,081,532. The scope of the project includes replacement of the entire roofing system as currently designed, as well as conduction extensive asbestos and mold abatement; and

**WHEREAS**, On June 13, 2011, the Board of Trustee passed Resolution No. 11-007, Resolution Authorizing Loan Agreement between the State School Facility Fund and the District's General Fund, to loan up to \$150,000; and

**WHEREAS**, as of June 30, 2012, the State Facility Fund borrowed \$42,660 and \$72,101 from July 1, 2012, through December 31, 2012, for a total loan amount of \$114,761; and

**WHEREAS**, this Resolution will augment Resolution 11-007; and

**WHEREAS**, the District is not authorize to collect developer fees; and

**WHEREAS**, the District does not have sufficient revenue to incur debt; and

**WHEREAS**, On February 14, 2012, the Board of Trustee passed Resolution No. 11-013, SAB Funding Authorization, to seek school construction funding that may meet the needs of the District and authorization to Superintendent or his/her designee to execute in the name of S-PJUSD all necessary documents; and

**WHEREAS**, the District has requested Financial Hardship for the Loyaltan High Rehabilitation Project under "Other Evidence" and the SAB is scheduled to take action at the February 27, 2013, SAB meeting; and

**WHEREAS**, the SAB is now restricted from apportioning funds for projects that have been approved for new School Facility Projects until the current budget situation is resolved; and

**WHEREAS**, the SAB policy allows Interfund Borrowing for Financial Hardship Districts – At Their Own Risk to move an approved project forward; and

**WHEREAS**, the District has authority to loan money to the State School Facility Fund pursuant to California Education Code Section 42603; and

**WHEREAS**, the State School Facility Fund has authority to borrow money from the District pursuant to Education Code Section 42603; and

### **AGREEMENT**

**NOW, THEREFORE, IN CONSIDERATION OF THE ACTS AND PROMISES CONTAINED HEREIN, BE IT RESOLVED AND ORDERED THAT**

**1. Loan:**

Sierra-Plumas Joint Unified District General Fund shall loan Sierra-Plumas State School Facility Fund up to one million eighty-one thousand five hundred thirty-two dollars (\$1,081,532), which represents the total estimated conceptual cost for Loyalton High Rehabilitation Facility Hardship Roof Project, #58-70177-00-001.

**2. Temporary Borrowing:**

The transfer as provided for herein shall be treated as temporary borrowing between funds or accounts of the District and shall not be available for appropriation or be considered income to the borrowing State School Facility Fund or account.

**3. Repayment:**

The amount transferred as provided herein shall be repaid prior to June 30, 2013, or no later than 60 calendar days upon receipt of State funding.

**4. Maximum Transfer Limit:**

It is hereby further determined upon proper investigation and due diligence that the amount transferred hereby does not exceed 75% of the maximum monies held in the District's general fund during the current 2012-13 fiscal year.

**5. Terms and Conditions:**

This transfer and borrowing may be prepaid in whole or in part without penalty.

**PASSED AND ADOPTED** by the Sierra-Plumas Joint Unified School District, County of Sierra, State of California, this 8th day of January 2013, by the following vote:

AYES:

NOES:

ABSTENTIONS:

ABSENT:

VACANT:

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Michael Moore, President