



CALIFORNIA'S
COALITION
for ADEQUATE
SCHOOL HOUSINGSM

www.cashnet.org ♦ www.cashfacilitiesnews.org

Why State School Bond Sales Matter

Officers

Don Ulrich

Chair
Clovis USD
559/327-9106

Julie Arthur

Vice Chair
Palm Springs USD
760/416-6113

Dwayne Mears

Treasurer
PlaceWorks
714/966-9220

Directors

Noemi Avila-Zamudio
N|A|Z Building Program
Advisors, LLC
949/616-6530

John Baracy

Stifel, Nicolaus & Co.
213/443-5025

Jeff Becker

Fresno Co. Supt. of Schools
559/497-3721

Tova Corman

San Marcos USD
760/290-2650

Laura Knauss

Lionakis
916/558-1900

David Miranda

Tustin USD
714/730-7515

Alexandra Parslow

PBK
626/339-1008

Robert Pierce

Elk Grove USD
916/686-7722

Alan Reising

Long Beach USD
562/997-7555

Randy Rowles

Bakersfield City SD
661/631-5883

Immediate Past Chair

Jenny Hannah

Kern High SD
661/827-3422

Legislative Advocates

Murdoch, Walrath

& Holmes
916/441-3500

- There is a greater than \$3.0 billion backlog in unprocessed applications to build and repair schools. Proposition 51 has approximately \$6.5 billion in unsold K-12 voter authorized bonds to fund that backlog and the new applications that are being submitted.
- With current staffing, the Office of Public School Construction (OPSC) has shown they can process the applications to meet the amount of available state school bond funds. At one time OPSC could process \$300 million to \$400 million per month in applications. CASH's proposal is only \$250 million per month.
- Adding another \$2.36 billion (which when added to the proposed \$640 million results in \$3.0 billion) in Proposition 51 school bond sales would only increase the K-12 state school bond debt service by \$20 million in the 2018-19 fiscal year, if an additional \$1.0 billion was added to the Fall bond sale and the remainder added to the Spring 2019 bond sale.
- Because of selling \$2.36 billion more in voter-approved Proposition 51 bonds, the State General Fund revenues in 2018-19 should increase more than \$20 million (in fact, by our estimates, General Fund revenues increase by more than \$150 million).
- The Governor's \$640 million would only fund applications submitted before October 2014. Everything submitted after that would have to wait until at least Fall 2019 -- MORE THAN 5 YEARS AFTER THE COMPLETED APPLICATIONS WERE SUBMITTED.
- CASH's proposal should fund applications submitted through Summer 2017.
- New facilities are desperately needed in districts with population growth and aging school facilities require updates and repairs to ensure the health and safety of students.
- Even in districts without population growth, schools need to build CTE facilities and labs to provide students alternative pathways to future careers.