

RESOLUTION NO. 12-05

RESOLUTION OF THE CALIFORNIA SCHOOL FINANCE AUTHORITY AUTHORIZING THE ISSUANCE FROM TIME TO TIME OF NOTES TO FINANCE WORKING CAPITAL LOANS TO CERTAIN CHARTER SCHOOLS IN AN AGGREGATE AMOUNT NOT TO EXCEED \$20,331,000, APPROVING THE FORM OF A NOTE PURCHASE AGREEMENT, LOAN AGREEMENTS AND AN INDENTURE THEREFOR, AND AUTHORIZING CERTAIN OTHER ACTIONS IN CONNECTION THEREWITH.

February 8, 2012

WHEREAS, the California School Finance Authority (the “Authority”), a public instrumentality of the State of California created by the California School Finance Authority Act, as amended (constituting Chapter 18 (commencing with Section 17170) of Part 10 of Division 1 of Title 1 of the Education Code of the State of California) (the “Act”), is authorized to issue notes and loan the proceeds thereof to charter schools operating under the Charter Schools Act of 1992, as amended (constituting Part 26.8 of Division 4 of Title 2 of the Education Code) (the “Charter School Law”) to provide working capital, as defined in the Act; and

WHEREAS, the schools established under the Charter School Law identified on Exhibit A hereto (each, a “Borrower” and collectively, the “Borrowers”), have each applied for a loan of the proceeds of revenue anticipation notes of the Authority to provide working capital, including certain costs of issuance; and

WHEREAS, the Authority has the power and authority to issue up to \$20,331,000 aggregate principal amount of notes and loan the proceeds thereof to the Borrowers; and

WHEREAS, such notes as hereinafter described will be secured by, among other things, an intercept of a portion of each Borrower’s general purpose apportionment (the “Intercept”) by the State Controller of the State of California (the “State Controller”) pursuant to Section 17199.4(a)(1) and (4) of the California Education Code;

NOW, THEREFORE, BE IT RESOLVED by the California School Finance Authority as follows:

Section 1. Pursuant to the Act, the California School Finance Authority Revenue Anticipation Draw Down Notes, Series 2012A (the “Notes”), or such other name or names as may be designated in the Indenture (as defined herein), are authorized to be issued from time to time, in an aggregate principal amount not to exceed \$20,331,000. The Notes may, at the request of the applicable Borrower, be issued from time to time in accordance with the Indenture, the applicable Loan Agreement (as defined herein) and the Purchase Agreement (as defined herein). The dated dates, maturity dates, interest rates, interest payment dates, denominations, forms, registration privileges or requirements, place or places of payment, terms of redemption, restrictions on transfer and other terms of the Notes, shall be as provided in the Indenture; provided the maturity date of a Note may not be later than 15 months after the issuance date of the Note first issued.

Section 2. The proceeds of the Notes shall be used to make loans to one or more of the Borrowers set forth on Exhibit A hereto to provide working capital (which may include costs of issuance of the Notes), in accordance with the respective Loan Agreement with each Borrower. The aggregate amount of loans to any Borrower shall not exceed the maximum loan amount set forth for that Borrower on Exhibit A hereto.

Section 3. The Treasurer is hereby authorized to sell the Notes, at any time(s) following the adoption of this Resolution, at private sale to the Purchaser, in such aggregate principal amount (not to exceed the aggregate principal amount set forth in Section 1), at such prices, at such interest rate or rates, with such maturity dates (subject to Section 1) and such other terms and conditions as the Treasurer may determine; provided the first sale of Notes may not be later than six months following the adoption of this Resolution. The Note certificate, when executed, shall be delivered to the Trustee for authentication. The Trustee is hereby requested and directed to authenticate the Notes by executing the Trustee's certificate of authentication appearing thereon and to deliver the Notes, when duly executed and authenticated, to the Purchaser in accordance with the Purchase Agreement.

Section 4. The following documents:

(i) the Indenture relating to the Notes (the "Indenture"), between the Authority and Citibank, N.A., as trustee (the "Trustee");

(ii) a Loan Agreement relating to the Notes (each, a "Loan Agreement"), between the Authority and each of the Borrowers; and

(iii) the Note Purchase Agreement relating to the Notes (the "Purchase Agreement"), among the Treasurer of the State of California, as agent for sale (the "Treasurer"), the Authority and Citibank, as purchaser of the Notes (the "Purchaser");

are hereby approved in substantially the forms on file with the Authority prior to this meeting (with such form of Loan Agreement approved in respect of each Borrower), with such insertions, deletions or changes therein as the officer(s) executing and/or delivering the same may require or approve, such approval to be conclusively evidenced by execution and delivery thereof.

Section 5. Each officer of the Authority is hereby authorized and directed to do any and all things which they may deem necessary or advisable in order to consummate the issuance, sale and delivery of the Notes and otherwise to effectuate the purposes of this Resolution, the Indenture, the Loan Agreements and the Purchase Agreement. The Treasurer is hereby requested and authorized to take any and all actions within his or her authority as agent for sale of the Notes that he or she may deem necessary or advisable in order to consummate the issuance, sale and delivery of the Notes, and to otherwise effectuate the purposes of this Resolution. The Authority hereby approves any and all documents to be delivered in furtherance of the foregoing purposes, including without limitation certifications.

Section 6. The provisions of the Authority's Resolution No. 11-41 apply to the documents and actions approved in this Resolution.

Section 7. The Authority hereby approves and ratifies each and every action taken by its officers, agents, members and employees prior to the date hereof in furtherance of the purposes of this Resolution.

Section 8. This resolution shall take effect from and after its adoption.

Dated: February 8, 2012

EXHIBIT A

The Borrowers are one or more of the following charter schools under the Charter School Law:

No.	School	CDS Code	City	Not to Exceed Loan Amount
1.	Academia Moderna	19647330120097	Walnut Park	\$ 498,000
2.	ARISE High	01612590115238	Oakland	513,000
3.	Arroyo Paseo Charter High	37683380114520	San Diego	95,000
4.	Big Picture High School - Fresno	10101080119628	Fresno	361,000
5.	California Academy for Liberal Studies	19647336118194	Los Angeles	477,000
6.	Century Community Charter	19647090107508	Inglewood	887,000
7.	Constellation Community Charter Middle	19647256113146	Long Beach	121,000
8.	Crosswalk: Higher Education Learning Pathways	36750443631132	Hesperia	252,000
9.	Excel Charter Academy	19647330112201	Los Angeles	526,000
10.	FAME Public Charter	01100170109835	Newark	3,468,000
11.	Film and Theatre Arts Charter High	19647330122762	Los Angeles	212,000
12.	Fresno Academy for Civic and Ent. Leader.	10621660115196	Fresno	411,000
13.	Hardy Brown College Prep	36678760122317	San Bernardino	963,000
14.	New Designs Charter	19647330102541	Los Angeles	1,264,000
15.	New Designs Charter School-Watts	19647330120071	Los Angeles	542,000
16.	Opportunities Unlimited Charter High	19101990109918	Los Angeles	371,000
17.	Orange County Educational Arts Academy	30666700109066	Santa Ana	760,000
18.	R.A.A.M.P. Charter Academy	07616480119586	Antioch	188,000
19.	Reems (Ernestine C.) Academy of Technology and Art	01612596117394	Oakland	556,000
20.	Sacramento Charter High	34674390102038	Sacramento	1,442,000
21.	SIATech	37684520106120	Oceanside	2,482,000
22.	St. HOPE Public School #7	34674390101048	Sacramento	855,000
23.	Stockton Collegiate International Elementary	39686760120725	Stockton	726,000
24.	Stockton Collegiate International Secondary	39686760120733	Stockton	851,000
25.	Summit Leadership Academy-High Desert	36750440107516	Hesperia	474,000
26.	TEACH Academy of Technologies	19647330122242	Los Angeles	370,000
27.	Triumph Academy	19647330112193	Sylmar	666,000

\$20,331,000