

**Charter School Deferral Exemption Application
California Department of Education
November 2020**

SECTION A. (To be completed by the charter school.)

Charter School Name	Ocean Charter School
CDS Code	19 64733 0102335
Charter School Number	0569
Charter School Authorizer	LAUSD
Charter School Contact Name	Stephanie Edwards
Charter School Contact Title	Executive Director
Charter School Contact Phone Number	310-827-5511
Charter School Contact Email Address	msedwards@oceancs.org

The charter school is applying for an exemption from the deferral of fiscal year 2020-21 Principal Apportionment payments, pursuant to the provisions of California Education Code (EC) Section 14041.8, for the following months. Enter "yes" or "no" to indicate the months for which the application is being submitted.

February 2021	Yes
March 2021	Yes
April 2021	Yes
May 2021	Yes

The charter school meets all of the following criteria required for eligibility:

The charter school has exhausted all internal and external sources of borrowing including those pursuant to EC sections 42620.1, 42621, and 42622, the California Constitution, Article XVI, Section 6, and Government Code Section 53850 and following.	Yes
The deferral of warrants pursuant to EC Section 14041.6 in each of the months requested above will result in the charter school being unable to meet its financial obligations for the month(s) of the deferral and any subsequent months until the deferral is repaid.	Yes

The estimated amount of additional funds necessary for the charter school to meet its financial obligations for the month(s) of the deferral and subsequent months until the deferral is repaid:

February 2021 Apportionment Paid in November 2021	89,675
March 2021 Apportionment Paid in October 2021	138,743.51
April 2021 Apportionment Paid in September 2021	138,743.51
May 2021 Apportionment Paid in August 2021	138,743.51

Note: The charter school will receive the lesser of 1) the monthly payment calculated pursuant to EC Section 14041 or 2) the amount of additional funds necessary for the charter school to meet its financial obligations as specified above. (EC Section 14041.8[a][1][D]).

SECTION B. (To be completed by the chartering authority.)

Charter authorizers may provide comments, if needed, regarding the information provided by the charter school in Section A above. (Attach additional pages if needed.)	[Respond Here if Needed]
Name of Chartering Authority	[Respond Here]
Date	[Respond Here]
Contact Name	[Respond Here]
Contact Title	[Respond Here]
Contact Phone Number	[Respond Here]
Contact Email	[Respond Here]

10. Certification - SB820 Growth Funding Application

All LEAs must provide this certification. Applications submitted without this certification will not be processed.

Please print the document, sign, scan (in PDF format), and email certification together with all other application and supporting documentation per instructions for submitting the application provided on Tab 2. Instructions to:

SB820GrowthFunding@cde.ca.gov

Application must be submitted by **November 6, 2020**. This deadline is determined by statute [EC Section 43505(b)(3)].

Education Code Section 43505(b)(3)(C), as amended by Senate Bill 820, requires the superintendent or equivalent officer and the president of the governing board or body of the local educational agency to both attest under penalty of perjury that documentation submitted pursuant to subparagraphs (A) and (B) is true and correct and is the most recent budget adopted by the governing board or body of the local educational agency on or before June 30, 2020, or is the 2019–20 second interim report adopted by the governing board or body of the local educational agency.

The undersigned do attest, under penalty of perjury, that documentation submitted in conjunction with this application is true and correct and is the most recent budget adopted by the governing board or body of the LEA on or before June 30, 2020, or is the 2019-20 second interim report adopted by the governing board or body of the LEA.

LEA Superintendent / Equivalent Officer

Print Name:

Kristy Mack-Fett

Sign Name:

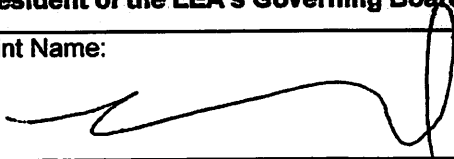
Kristy Mack-Fett

Date:

10/8/20

President of the LEA's Governing Board or Body

Print Name:



Sign Name:

Date:

Ocean Charter School

CDS Code: 19 64733 0102335, Charter #0569

Deferral Exemption Request Narrative

As indicated in the attached cash flow projection (Attachment #2), Ocean Charter will not be able to meet its financial obligations in the Fall of 2021 if it is subject to the deferral of the February through June state payments. In order to manage the deferrals, Ocean will draw the remaining \$850K on its \$1.3M line of credit in March 2020. Even with this draw-down, Ocean will have just \$279K in cash as of June 30, 2020, which is under the recommended 5% cash reserve. Per the terms and covenants stipulated on the line of credit, Ocean must pay down its line of credit to zero in October 2021 and have a 30 day resting period with a zero balance. As a result, Ocean will run out of cash in October 2021. Having exhausted all sources of borrowing, Ocean Charter respectfully requests exemption from the February through June payment deferral in order to meet its financial obligations in Fall 2021.