August 31, 2010

Mr. Keith B. Petersen SixTen and Associates 3270 Arena Boulevard, Suite 400-363 Sacramento, CA 95834 Ms. Jill Kanemasu Division of Accounting and Reporting State Controller's Office 3301 C Street, Suite 700 Sacramento, CA 95816

Re: Revised Incorrect Reduction Claim

Notification of Truancy, 10-904133-I-07 San Juan Unified School District, Claimant Education Code Section 48260.5 Statutes 1983, Chapter 498 Fiscal Years 1999-2000, 2000-2001, and 2001-2002

Dear Mr. Petersen and Ms. Kanemasu:

On July 16, 2010, the San Juan Unified School District filed a revised incorrect reduction claim (IRC) with the Commission on State Mandates (Commission) based on the *Notification of Truancy* program for fiscal years 1999-2000, 2000-2001, and 2001-2002.

On July 26, 2010, Commission staff determined that the revised IRC filing was complete but did not assign a new number for the revised IRC.

I am assigning this revised IRC a new number, 10-904133-I-07, and consolidating it with the existing IRC, 07-904133-I-05, based on fiscal years 1999-2000, 2000-2001, and 2001-2002 that was filed for the same school district and the same fiscal years, on December 18, 2007. Please use 07-904133-I-05 in all future correspondence.

Government Code section 17551, subdivision (b), requires the Commission to hear and decide upon claims filed by local agencies and school districts that the State Controller's Office (SCO) has incorrectly reduced payments to the local agencies or school districts.

SCO Review and Response. To date, the SCO has not filed comments on the original incorrect reduction claim. Please file the SCO response and supporting documentation regarding the original and revised claim within 90 days of the date of this letter. Please include an explanation of the reason(s) for the reductions and the computation of reimbursements. All documentary evidence must be authenticated by declarations under penalty of perjury signed by persons who are authorized and competent to do so and be based on the declarant's personal knowledge, information or belief. The Commission's regulations also require that the responses (opposition or recommendation) filed with the Commission be simultaneously served on the claimants and their designated representatives, and accompanied by a proof of service. (Cal. Code Regs., tit. 2, § 1185.01.)

Mr. Petersen and Ms. Kanemasu August 31, 2010 Page 2

The failure of the SCO to respond within this 90-day timeline shall not cause the Commission to delay consideration of this IRC.

Claimant's Rebuttal. Upon receipt of the SCO response, the claimant and interested parties may file rebuttals. The rebuttals are due 30 days from the service date of the response.

Prehearing Conference. A prehearing conference will be scheduled if requested.

Public Hearing and Staff Analysis. The public hearing on this claim will be scheduled after the record closes. A staff analysis will be issued on the IRC at least eight weeks prior to the public hearing.

Dismissal of Incorrect Reduction Claims. Under section 1188.31 of the Commission's regulations, IRCs may be dismissed if postponed or placed on inactive status by the claimant for more than one year. Prior to dismissing a claim, the Commission will provide 60 days notice and opportunity for the claimant to be heard on the proposed dismissal.

Please contact Heidi Palchik at (916) 323-8218 if you have questions. Sincerely,

NANCY PATTON Assistant Executive Director

J:mandates/IRC/2010/904133-I-07/revisedcompleteltr10-904133-I-07