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10 SUPERIOR COURT OF THE STATE OF CALIFORNIA

11 COUNTY OF ALAMEDA

13 **MILIANI RODRIGUEZ; SANDRA
14 RAMIREZ; RAUL LEON; PERLA
PENALBER; KARESHA BOYD; D'ARCY
15 VILLERE; BRENDA CONTRERAS;
AUDREY KITTY CASAS; BRENDA
16 RIVERA; CYNTHIA PÉREZ; NORMA
SANDOVAL; ARELI LANDA; HERBERT
17 JAMES HOPKINS, ANGELICA G.,
through her guardian ad litem, ANGELA
18 CARDENAS GUTIERREZ; TRUE
NORTH ORGANIZING NETWORK;
19 ALIANZA COACHELLA VALLEY; AND
INLAND CONGREGATIONS UNITED
20 FOR CHANGE,**

21 Plaintiffs,

22 v.

23 **STATE OF CALIFORNIA; STATE
24 ALLOCATION BOARD; OFFICE OF
PUBLIC SCHOOL CONSTRUCTION;
25 STATE SCHOOL BUILDING FINANCE
COMMITTEE; CALIFORNIA
26 DEPARTMENT OF EDUCATION; AND
DOES 1-100,**

27 Defendants.
28

Case No. 25CV150626

ASSIGNED FOR ALL PURPOSES TO:
JUDGE PATRICK R. MCKINNEY II
DEPARTMENT 18

**DEFENDANTS' OPPOSITION TO
PLAINTIFFS' MOTION FOR
PRELIMINARY INJUNCTION**

Date: May 20, 2026
Time: 1:30 p.m.

Trial Date: Not set
Action Filed: October 23, 2025

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1 **INTRODUCTION**

2 Defendants share the goal of ensuring that all school districts have equitable access to
3 financial assistance from the state School Facility Program (SFP) to modernize school facilities.
4 Indeed, defendants are implementing reforms enacted by the Legislature in July 2024 in
5 furtherance of this goal, including by distributing funds from bonds authorized by California
6 voters in November 2024 for the SFP. As a result, hundreds of districts—including districts
7 plaintiffs identify as “low-wealth” districts—are expected soon to receive state funding sought for
8 critical capital projects, including to address immediate health and safety hazards. Plaintiffs’
9 belated request to freeze further distributions of funds for the duration of this action would harm
10 these districts and their students, cause uncertainty and chaos, and lacks any underlying legal
11 merit. Their request should be denied.

12 Plaintiffs fail to show that allowing schools to receive SFP funding for facility projects
13 while this case proceeds would cause them irreparable harm. Just two plaintiffs are students, and
14 one of their districts is expected to soon receive nearly \$5.8 million in SFP funds it has been
15 seeking for a modernization project. The remaining plaintiffs—including parents (none of whom
16 are guardians ad litem), teachers, school staff, a pastor, and three organizations—fail to show that
17 they face any irreparable harm if apportionments of SFP modernization funds continue. At the
18 same time, because an injunction would halt and jeopardize disbursement of SFP funds
19 authorized by state voters for critically needed school upgrades that districts have been awaiting
20 in most instances for several years, the equities tip decidedly against preliminary relief.

21 Plaintiffs also fail to show they are likely to establish that the SFP modernization program
22 is clearly and unmistakably unconstitutional, as necessary to enjoin a statutory program,
23 particularly one designed to address equity concerns and endorsed by state voters. The SFP does
24 not allocate modernization funds or draw distinctions on the basis of “district wealth,” as they
25 contend. And plaintiffs fail to show that the program is causing educational opportunities in
26 plaintiffs’ or other districts to fall fundamentally below prevailing statewide standards, as they
27 must to establish a violation of students’ rights to educational equity under the State constitution.

28 Plaintiffs’ request for preliminary injunctive relief, therefore, should be denied.

1 **BACKGROUND**

2 The criteria and processes under which California school districts may apply for and
3 receive funding for school facility projects under the SFP, and other pertinent background, is
4 discussed in greater detail in the accompanying Declaration of Michael Watanabe, Deputy
5 Executive Officer for the Office of Public School Construction (OPSC) (Watanabe Decl.), the
6 agency that administers the SFP. Salient points include:

- 7 • The SFP provides more funding to school districts (districts) for new construction at
8 existing and new school sites than for facility modernization, and studies on which
9 plaintiffs themselves rely conclude that SFP funding for new construction is “much
10 higher” for lower-wealth districts on a per-pupil basis. Total SFP funding, likewise, has
11 been higher among “low-wealth” districts as defined by plaintiffs; i.e., those with the
12 lowest assessed property values per-pupil (AVPP) according to plaintiffs’ data.
(Watanabe Decl. ¶ 45, 49–51.)
- 13 • Local sources are by far the primary source of funding for school facility projects
14 statewide. The SFP merely supplements local funding. (Watanabe Decl. ¶ 11.)
- 15 • The SFP’s “financial hardship” program enables districts with limited ability to raise
16 local matching funds to access SFP funding with no contribution or a reduced share of
17 matching funds, and several of plaintiffs’ own districts have obtained such hardship
18 grants. Plaintiffs’ “expert” recognizes that various factors apart from district wealth
19 affect voter support for local school bond measures. (Watanabe Decl. ¶¶ 30–38; 66.)
- 20 • Districts are responsible for maintaining their facilities in good repair, and determine
21 whether and when to seek SFP funding and/or raise local funds for facility projects.
22 (Watanabe Decl. ¶¶ 16–19, 41–44.) Allegations of poor conditions at a school, standing
23 alone, are not probative of alleged inequities between districts in accessing SFP funding
24 or of any causal link to the SFP modernization funding system.
- 25 • The Legislature in July 2024 adopted reforms to help ensure equitable access to SFP
26 modernization funding in Assembly Bill (AB) 247. Voters authorized these measures to
27 take effect under Proposition 2 in November 2024. An injunction would halt distribution
28 of \$400 million in funding authorized under Proposition 2 to small districts, \$115 million
for testing and remediation of lead in school drinking water systems, and delay or
jeopardize \$2.4 billion in state funding for other modernization and hazard remediation
projects, including in plaintiffs’ own districts. (Watanabe Decl. ¶¶ 53–57, 68–80 &
Ex. F; RJN, Exs. A-B.)

25 **ARGUMENT**

26 **I. PLAINTIFFS DO NOT FACE IRREPARABLE HARM IF THEIR MOTION IS DENIED**

27 Plaintiffs fail to demonstrate they are likely to be irreparably harmed if SFP modernization
28 apportionments continue while their claims remain pending.

1 Plaintiffs’ assertion of irreparable harm rings hollow in light of their substantial and
2 unexplained delay in seeking interim injunctive relief. Plaintiffs and their counsel, some of
3 whom threatened litigation against the State during deliberations over AB 247 on the same bases
4 asserted here (see Watanabe Decl. ¶ 56 & Ex. C), delayed more than *20 months* since AB 247
5 was enacted—when SFP was distributing state funding available before Proposition 2 (*id.* ¶ 9)—
6 and over *16 months* after voters authorized bonds to fund the SFP under Proposition 2, before
7 moving on March 6, 2026, to preliminarily enjoin further apportionments of SFP modernization
8 funds. The court must consider plaintiffs’ delay in determining “what weight to give plaintiffs’
9 claim of imminent irreparable injury.” (*O’Connell v. Superior Court* (2006) 141 Cal.App.4th
10 1452, 1481–1482 (*O’Connell*) [holding trial court improperly failed to take into account that
11 “[p]laintiffs, and their counsel” were “well aware” at the beginning of the school year that certain
12 high school seniors were at risk of being denied diplomas, but failed until just several months
13 before the end of the school year to seek an injunction].) Plaintiffs’ delay casts substantial doubt
14 on their claim of irreparable harm if preliminary relief is denied.

15 Plaintiffs, additionally, fail to identify any cognizable irreparable harm they are likely to
16 face. To support their request, plaintiffs must demonstrate that a “*plaintiff* is likely to sustain”
17 irreparable harm if their motion is denied. (*White v. Davis* (2003) 30 Cal.4th 528, 554 (*White*),
18 italics added.). Plaintiffs argue that absent an injunction, defendants will continue to allocate
19 remaining Proposition 2 modernization funds and that plaintiffs will be denied “educational
20 opportunities” allegedly “tied to those funds.” (Pltffs.’ Mem. iso Motion (Mem) at 14:10–15.)
21 Only two plaintiffs, however, are students. This is not a class action, none of the parent-plaintiffs
22 has been appointed as a guardian ad litem for any plaintiff who is a minor, and the organizational
23 plaintiffs are pursuing claims as taxpayers, not on behalf of student members, if any. (First Am.
24 Compl. (FAC) ¶¶ 24–27.) Plaintiffs who are not students do not contend, let alone establish, that
25 they would suffer irreparable harm if preliminary relief is denied, and those plaintiffs cannot
26 show irreparable harm based on their interests as taxpayers. (*White, supra*, 30 Cal.4th at p. 557.)

27 As for the two students: plaintiff Miliani Rodriguez is a senior at Coachella Valley High
28 School (CVHS) and may be expected to graduate by mid-June, just weeks after the hearing on

1 plaintiffs’ motion, and long before any of the apportionments plaintiffs seek to enjoin would
2 begin in the Fall of this year. (See M. Rodriguez Decl. ¶ 2; Watanabe Decl. ¶ 25.) Plaintiff
3 Rodriguez, thus, does not face any harm if distribution of SFP modernization funds continues this
4 Fall. Moreover, her district has potential modernization eligibility for at least \$23.7 million but
5 has not sought to establish or utilize it. (Watanabe Decl. ¶ 81.) Thus, it is speculative whether
6 her district would seek to establish eligibility for or seek modernization funding for CVHS
7 preserved by a preliminary injunction or be entitled to greater funding under any new criteria
8 necessitated by a final judgment.

9 The other student, Angelica G., is a sophomore at San Bernadino High School (SBHS) in
10 San Bernadino City Unified School District (SBUSD). Notably, SBUSD is expected to receive
11 an apportionment of \$5.78 million from the SFP in April 2026 for modernization at SBHS,
12 including to demolish and rebuild several classroom buildings. (Watanabe Decl. ¶ 82.) In
13 addition, SBUSD has received several other SFP modernization grants for permanent structures at
14 SBHS since 2008, totaling \$18.8 million, making those buildings ineligible for further grants until
15 2033 or later. (*Ibid.*) Thus, it remains speculative whether SBUSD would be eligible for, seek, or
16 be entitled to any further or greater modernization funds for SBHS preserved by an injunction.

17 Even if irreparable harm to students who are not plaintiffs could properly be taken into
18 account, plaintiffs fail to establish that any harm to educational opportunities for students in “low-
19 wealth” districts would be likely or irreparable if interim relief is denied. Plaintiffs cannot
20 demonstrate what, if any, *greater* SFP modernization funding a district would be able to receive,
21 or might pursue, beyond any being pursued already, under any new program criteria necessitated
22 by a final judgment in plaintiffs’ favor. Moreover, plaintiffs fail to and cannot establish that poor
23 conditions at any particular school are the result of SFP modernization funding rules. Thus,
24 whether educational quality for students in lower-wealth districts would be irreparably harmed by
25 disbursements of Proposition 2 funds pending a final decision remains speculative and attenuated.

26 **II. THE BALANCE OF EQUITIES WEIGHS SHARPLY AGAINST PRELIMINARY RELIEF**

27 In contrast to the lack of any irreparable harm faced by plaintiffs in the absence of a
28 preliminary injunction, an injunction against further apportionments of Proposition 2 funds until a

1 final judgment would cause certain, substantial, and tangible harm to the State, school districts,
2 and California students—including students in plaintiffs’ own districts and other “low-wealth”
3 districts. A preliminary injunction for the duration of this case would delay urgently needed
4 modernization projects that otherwise would soon be initiated, including projects aimed at
5 remediating health and safety hazards and other projects in plaintiffs’ and other “low-wealth”
6 districts. The “*ultimate goal*” of the standard governing a preliminary injunction is “*to minimize*
7 *the harm which an erroneous interim decision may cause.*” (*White, supra*, 30 Cal.4th at p. 554,
8 quoting with italics added, *IT Corp. v. County of Imperial* (1983) 35 Cal.3d 63, 73). As plaintiffs’
9 requested relief would cause rather than avoid harm, their motion should be denied.

10 Plaintiffs’ blithe argument that they “simply” seek to “enjoin further allocation of SFP
11 funds pending the resolution of this action” fails to recognize, and dramatically understates, the
12 immediate and tangible harm a preliminary injunction would cause. (Mem. at 14:18-21.)
13 Plaintiffs argue that an indefinite halt to apportionments (“a year or so”) would be “insignificant,”
14 because districts are not guaranteed funding until an apportionment is approved, and districts
15 could receive funds when any injunction is lifted. (*Id.* at 14:22–15:1.) However, a delay would
16 cause immediate tangible harm to a large number of schools and districts urgently awaiting SFP
17 funding. Modernization funding is designed to help districts remediate and improve facilities that
18 are decades old, and plaintiffs themselves argue that adequate facilities are important to the
19 educational experience and student outcomes. (See Mem. at 8:22–10:9.) Yet, plaintiffs’ request
20 asks this Court to *delay*, for an indeterminate period, funding necessary to make critical
21 improvements to aging school facilities and address immediate health and safety hazards.

22 The State Allocation Board, as of its February 25, 2026 meeting, has already approved the
23 applications of 29 school districts for modernization projects at 51 school sites, totaling over \$147
24 million, that would be eligible for funding apportionments in the next “Priority Funding Round”
25 that plaintiffs seek to enjoin. (Watanabe Decl. ¶ 71.) Relying on plaintiffs’ own data regarding
26 district AVPP, 17 of the 44 applications from districts for which plaintiffs provide AVPP data, or
27 39 percent (39%), are from districts in the lowest two AVPP quintiles, including for projects at
28 four schools in allegedly disadvantaged districts plaintiffs highlight in their motion—Del Norte

1 USD, Firebaugh-Las Deltas USD, and plaintiff Angelica G.’s own district, SBUSD. (*Id.* ¶ 72.)

2 An even larger group of districts—184 districts with over 650 facilities projects totaling
3 over \$2 billion—had applications on OPSC’s “Workload List” as of February 25, 2026, that
4 could be funded with proceeds from Proposition 2’s remaining modernization bonding authority.
5 (Watanabe Decl. ¶ 73.) Importantly, nine of those applications are for “facility hardship” funding
6 to address imminent health and safety issues. (*Ibid.*) If this Court enjoins further allocations of
7 modernization funding for the duration of this action, students in these districts will be forced to
8 continue to attend schools in facilities that present health and safety hazards. Two hundred and
9 twenty-nine (229) of the 633 modernization funding applications on this Workload List from
10 districts for which plaintiffs provide AVPP data, or thirty-six percent (36%), were submitted by
11 districts in the lowest two AVPP quintiles. (*Ibid.*) These include several “low-wealth” school
12 districts featured by plaintiffs in their own motion, including Lynwood USD (seven applications
13 totaling over \$12 million); San Bernadino City USD (one application seeking over \$4 million);
14 Parlier USD (one application seeking more than \$9 million, including more than \$2.7 million in
15 financial hardship funding); and Pittsburg USD (three applications seeking over \$43 million). (*Id.*
16 ¶ 74.) If the Court enjoins further allocation of SFP modernization funding for the duration of
17 this case, students in these districts will continue to attend school in facilities in need of state
18 assistance for facility modernization.

19 Moreover, a preliminary injunction would put a halt to implementation of the Small School
20 District Program and Lead in Water Testing and Remediation Program authorized under AB 247
21 with Proposition 2 funding set aside to help small districts access SFP modernization funding and
22 ensure safe drinking water supply at schools. (Watanabe Decl. ¶¶ 57, 62, 78.)

23 A preliminary injunction also would be inequitable in light of plaintiffs’ delay. The SFP
24 funding process is not a simple one that can easily be toggled on or off. Substantial planning goes
25 into each application and much of it is carefully coordinated along a specific timeline:
26 architectural plan approvals are subject to expiration; plans incorporate construction and building
27 codes that may change and call for redesign, causing districts to incur additional costs; districts
28 must negotiate with contractors that will take other work when funding disappears; and

1 applications must include cost proposals that are only accurate for limited periods before cost
2 increases occur. (Watanabe Decl. ¶ 76.) Given these time constraints, delaying funding will not
3 only postpone urgently needed facility upgrades, harming students as buildings continue to age: it
4 also will likely jeopardize many funding applications as costs increase, contractors become
5 unavailable, and uncertainty that applications for funding may be rendered moot by a final
6 judgment. (*Ibid.*) More than 200 districts have undertaken the process to develop plans, receive
7 necessary approvals, and apply for SFP modernization funds since AB 247’s passage in July
8 2024, when plaintiffs could have sought to enjoin distribution of further modernization funding if
9 they believed the legislation did not sufficiently address constitutional equity concerns. (*Id.* ¶¶ 9,
10 59.) Enjoining distribution of further apportionments now could render those efforts for naught.

11 A preliminary injunction also would create uncertainty and cause chaos for the SFP. OPSC
12 could be forced to downsize staff members with years of experience and institutional knowledge,
13 meaning that when any injunction is lifted funding approvals cannot simply restart automatically.
14 (Watanabe Decl. ¶ 76.) Instead, OPSC will have to recruit and train new staff, further harming
15 students and districts needing SFP funding. (*Ibid.*)

16 Finally, a preliminary injunction would contravene clearly established public policy. In
17 assessing the balance of harms, “consideration of public policy is not only permissible but
18 mandatory.” (*O’Connell, supra*, 141 Cal.App.4th at p. 1471.) The Legislature, recognizing that
19 belated constitutional challenges to statutes governing funding for local public entities inevitably
20 harms the public, has established a strict 90-day statute of limitations on challenges by school
21 districts and other local entities to “any statute relating to state funding” for such entities. (Code
22 Civ. Proc., § 341.5) “The patent objective of the Legislature” in enacting section 341.5 “was to
23 ensure that disputes over the constitutional validity of local agency funding statutes be judicially
24 resolved as expeditiously as possible.” (*San Diego Unified School Dist. v. Yee* (2018) 30
25 Cal.App.5th 723, 733 [holding district’s action time-barred].) Allowing plaintiffs, who delayed
26 far longer than 90 days to challenge the SFP modernization program, as amended under AB 247,
27 to circumvent the policy expressed in section 341.5 and obtain a preliminary injunction would be
28 contrary to the unambiguous public policy expressed in the statute.

1 **III. PLAINTIFFS HAVE NO LIKELIHOOD OF SUCCESS ON THE MERITS**

2 Because plaintiffs challenge the constitutionality of a duly enacted statutory program
3 endorsed by state voters most recently under Proposition 2, plaintiffs carry a “heavy burden” in
4 seeking to demonstrate that the facilities modernization program would “likely” be found
5 unconstitutional. (*City of Los Angeles v. Superior Court* (2002) 29 Cal.4th 1, 10.) Statutes and
6 approved ballot measures are presumed constitutional and cannot be invalidated unless their
7 unconstitutionality is “clearly, positively, and unmistakably” demonstrated. (*Id.*, 29 Cal.4th at
8 pp. 10–11, quoting *People v. Falsetta* (1999) 21 Cal.4th 903, 912–913 [statute]; *Coalition of*
9 *County Unions v. Los Angeles County Bd. of Supervisors* (2023) 93 Cal.App.5th 1367, 1383
10 [“voter-adopted measure”].) This presumption is “particularly appropriate,” where, as here, the
11 Legislature has adopted amendments designed to address constitutional equity concerns, (see
12 RJN, Exs. A, B; Watanabe Decl. ¶¶ 57), as such amendments represent “a considered legislative
13 judgment as to the appropriate reach of the constitutional provision.” (*Wilson v. State Bd. of*
14 *Educ.* (1999) 75 Cal.App.4th 1125, 1134, quoting *Pac. Legal Foundation v. Brown* (1981) 29
15 Cal.3d 168, 180.) Plaintiffs fail to demonstrate any likelihood of success in light of the
16 “particularly appropriate” presumption of constitutionality applicable here.

17 **A. Plaintiffs Fail to Show a Violation of Students’ Rights to Equal Protection**

18 **1. The SFP does not discriminate on the basis of district wealth**

19 Plaintiffs cannot succeed on their claim that the SFP discriminates “based on district
20 wealth.” (Mem. at 10:27.) Plaintiffs premise their “wealth-based” argument primarily on the
21 California Supreme Court’s decisions in *Serrano v. Priest* (1971) 5 Cal.3d 584, 603 (*Serrano I*)
22 and *Serrano v. Priest* (1976) 18 Cal.3d 728, 766 (*Serrano II*), in which the Court determined that
23 prior state system for funding public schools, before and after certain amendments, violated
24 students’ rights to equal protection because they were primarily dependent on district wealth.
25 (See Mem. at 10:21; FAC ¶¶ 1, 107, 110.) *Serrano*, however, does not support plaintiffs’ claims.
26 In *Serrano*, the Court found that the prior methodologies for financing schools, before and after
27 certain amendments, discriminated on the basis of wealth because they relied in large part on
28 local taxes and in light of “government action” drawing district lines, resulted in a system that

1 “drew distinctions on the basis of district wealth.” (*Serrano II, supra*, 18 Cal.3d at p. 766; see
2 also *Serrano I, supra*, 5 Cal.3d at p. 603.) The SFP modernization funding program, in contrast,
3 is not based on and does not draw distinctions based on district wealth. The sole basis for SFP
4 modernization funding—having age-eligible facilities at a school and a calculation involving the
5 number of pupils and a per-pupil rate—applies equally to all districts. (See Ed. Code,
6 §§ 17073.15, 17074, subd. (a); Watanabe Decl. ¶ 16.) Thus, unlike the school funding systems at
7 issue in *Serrano*, the SFP does not establish any district-based “wealth classification,” as
8 plaintiffs allege. (See FAC ¶ 110.) Program requirements that plaintiffs argue result in wealth–
9 based disparities, as to modernization funding on a per-pupil basis, similarly do not draw
10 distinctions based on wealth. Plaintiffs also fail to offer admissible evidence that “high-wealth”
11 districts have obtained more SFP modernization funding per pupil than “low-wealth” districts.
12 (See Defts.’ Objections to Baker and Stephens Decls.)

13 The local matching fund requirement, which can be limited or waived entirely based on a
14 showing by the district of financial hardship, does not directly create a suspect “wealth-based
15 classification” under *Serrano* principles. As even plaintiffs’ own “expert” acknowledges, a wide
16 variety of factors play a role in voter support for local school bond measures, of which district
17 wealth based on AVPP is only one: these include, among others, the share of voters without
18 school age children, the extent of other sources of district wealth beyond residential property
19 values, district size, district type (rural, urban, suburban), and the political affiliation of district
20 voters. (See Baker Decl. ¶¶ 24–26; Watanabe Decl. ¶ 66.) Notably, the very same analyses
21 plaintiffs cite in support of their claims, if considered, have concluded that “low-wealth” districts,
22 as measured by AVPP, have secured “much higher” funding amounts for new construction than
23 high-wealth districts on a per-capita basis (Stephens Decl., Ex. 11, at 0213; see Watanabe Decl.
24 ¶¶ 49–51.) Yet, the local match requirement is even higher for new construction funding under
25 the SFP than for modernization. (Ed. Code, § 17072.30; Watanabe Decl. ¶ 48.) Plaintiffs fail to
26 establish that the local match requirement necessarily disadvantages “low-wealth” districts.

27 Plaintiffs’ argument that the local match requirement “amplifies” wealth disparities because
28 of limits on district bonding capacity also is misleading. (See Mem. at 2:27–3:6.) Districts may

1 qualify for financial hardship funding to cover their local match in whole or part if they are
2 levying authorized developer fees and have low bonding capacity (expanded to \$15 million or
3 below under AB 247), have existing debt of 60 percent (60%) of their capacity, or have had a
4 successful bond election within the past two years meeting the single-measure indebtedness limits
5 allowed by law. (Cal. Code Regs., tit. 2, § 1859.81, subd. (c)(1-4).) In addition, they may request
6 financial hardship assistance based on “other evidence of reasonable effort” to secure local
7 funding. (*Id.*, § 1859.81, subd. (c)(5).) Further, bonding capacity limits may be waived: at least
8 five of the 12 “low-wealth” districts featured by plaintiffs in their motion have obtained such
9 waivers, many on multiple occasions. (Watanabe Decl. ¶ 67.) The SFP does not create wealth-
10 based classifications by requiring districts to provide sufficient documentation of their eligibility
11 for financial hardship assistance, as plaintiffs suggest. (See Mem. at 11:10-12.) To the contrary,
12 in *Sanchez v. State of California* (2009) 179 Cal.App.4th 467 (*Sanchez*), the court rejected claims
13 closely similar to plaintiffs’ here alleging that distribution of SFP funding for new construction
14 and the operation of the financial hardship program “discriminate[] against low-income areas.”
15 (*Id.* at p. 486.) The court held that the SFP does not discriminate because it “gives every school
16 district in the state an opportunity to apply for financial hardship status.” (*Id.* at p. 487.)

17 Plaintiffs’ blinkered focus on the historical distribution of SFP facility modernization
18 funding, alone, necessarily provides an incomplete picture of funding to districts as it ignores an
19 even *larger* source of SFP funds to districts: grants for new school construction. (See Watanabe
20 Decl. ¶ 45.) As plaintiffs contend that students in “low-wealth” districts, on a district-wide basis,
21 are being denied equal educational opportunity, the Court necessarily must also consider other
22 funding provided to districts by the SFP. (See *California Redevelopment Assn. v. Matosantos*
23 (2013) 212 Cal.App.4th 1457, 1495–1496 [denying equal protection challenge to alleged
24 inequitable reallocation of redevelopment funds to schools because there would be “no net
25 increase” to allegedly advantaged districts in light of offsets and considering “rough equality” of
26 regular education funding].) Critically, a different picture emerges when SFP support for
27 construction funding is considered: as several studies on which plaintiffs themselves rely have
28 concluded, lower-wealth districts have received a much *greater* proportion of funding for *new*

1 *construction* on a per-pupil basis than high-wealth districts. (See Watanabe Decl. ¶¶ 49–51.)
2 And, as the State Auditor concluded in its 2022 report, when both new construction and
3 modernization funding are considered together, “state funding has been weighted towards less
4 wealthy areas of the State,” and has been “more concentrated among districts with the lowest
5 assessed property value per pupil.” (Stephens Decl., Ex. 3 at 0065-0066 & Fig. 4.) As the
6 Auditor stated, “the way the State distributes its bond funding generally promotes greater equity
7 in school facility modernization efforts than local funding does: since 1998 the State has
8 generally provided more funding to districts with lower assessed property values.” (*Id.* at 0042.)

9 Because the SFP does not draw distinctions based on district wealth, there also is no basis
10 to subject the modernization program to strict scrutiny. As the program rules undoubtedly have a
11 rational basis, plaintiffs cannot succeed on their “wealth-based” classification argument.

12
13 **2. Plaintiffs fail to show that the SFP is depriving students of an
education meeting prevailing statewide standards**

14 While plaintiffs acknowledge the standard they must meet to demonstrate that the SFP is
15 violating students’ rights to “basic educational equality” under the principles of *Butt v. State*
16 (1992) 4 Cal.4th 668, 685 (*Butt*) (Mem. at 11:21-23), they fail to provide any evidence sufficient
17 to demonstrate that they are likely to be able to meet it. For this reason, as well, plaintiffs lack
18 any likelihood of success on their claim that the SFP violates students’ rights to equal protection.

19 In *Butt*, the Court recognized that districts have principal responsibility for education under
20 the State’s tiered system of responsibility for public education, and held that a violation of rights
21 to “basic educational equality” giving rise to State responsibility for corrective action occurs only
22 if the “actual quality” of a district’s educational program “viewed as a whole, falls fundamentally
23 below prevailing statewide standards.” (*Butt, supra*, 4 Cal.4th at pp. 686–687.) Such a finding
24 must be based on an evidentiary showing of “prevailing” standards of education being provided
25 in districts throughout the State, on the one hand, and on the other, the education provided in the
26 allegedly disadvantaged or affected district(s), from which an appropriate comparison may be
27 drawn. (*Id.* at p. 687 & fn. 14.) In *Butt*, evidence established that the prevailing statewide
28 standard with respect to prevailing number of instructional days per year was that “virtually every

1 established school district in California operated for at least 175 days during the 1990-1991
2 school year,” while Richmond Unified School District would have operated for six fewer weeks
3 than the other districts. (*Id.* at p. 687 & fn. 14.) This showing suggested that an early closure of
4 the Richmond schools would cause “an extreme and unprecedented disparity in educational
5 service and progress.” (*Id.* at p. 687.)

6 Here, however, plaintiffs offer only anecdotal, often conclusory, testimony regarding poor
7 conditions at certain schools in certain “low-wealth” districts, and seek to contrast it with similar
8 anecdotes regarding alleged conditions in certain other “high-wealth” districts. (See Mem. at
9 6:24–8:21.) This falls woefully short of the showing necessary to demonstrate a likelihood of
10 establishing that the “actual quality” of education in plaintiffs’ districts or other allegedly “low-
11 wealth” districts is falling “fundamentally below” prevailing statewide standards. Comparisons
12 with “prevailing” standards are not based on best-worst distinctions. Even accepting that school
13 facility conditions impact the quality of education, plaintiffs’ anecdotal and conclusory evidence
14 is insufficient to establish conditions in any district as a whole.

15 Even to the extent that some disparities in conditions between “low” and “high” wealth
16 districts may exist, “the Constitution does not prohibit all disparities in educational quality or
17 service.” (*Butt, supra*, 4 Cal.4th at p. 686.) As the Court noted, despite extensive state regulation
18 and standardization, “the experience offered by our vast and diverse public school system
19 undoubtedly differs to a considerable degree among districts, schools, and individual students.”
20 (*Ibid.*) Any “requirement that [the State] provide [strictly] ‘equal’ educational opportunities
21 would thus seem to present an entirely unworkable standard requiring impossible measurements
22 and comparisons. [Citation.]” (*Ibid.*, alterations in original.) “[P]rinciples of equal protection
23 have never required the State to remedy all ills or eliminate all variances in service.” (*Ibid.*)
24 Particularly as the studies plaintiffs cite indicate that the SFP provides *more* total funding to “low-
25 wealth” districts on a per-pupil basis considering modernization and new construction funding
26 together, plaintiffs fail to demonstrate a likelihood of establishing that because “low-wealth”
27 districts allegedly have obtained more from one SFP funding stream on a per-pupil basis, the SFP
28 is responsible for quality of education in lower-wealth districts allegedly falling “fundamentally

1 below” that being provided elsewhere throughout the state.

2 Plaintiffs also fail to show they can establish that the SFP’s modernization program is
3 *causing* disparities between low-wealth districts in relation to access to facility modernization
4 funds, or in facility conditions, as compared to prevailing access or conditions in districts
5 elsewhere throughout the State. (*See Vergara v. State of California* (2016) 246 Cal.App.4th 619,
6 649–650 [holding plaintiffs failed to demonstrate that challenged statutes, rather than district-
7 level decisions, caused the assignment of less-experienced teachers to low-income classrooms].)
8 Districts determine whether to seek SFP funding, in the first instance, and how and where to
9 utilize any SFP funding for eligible facilities. (See Watanabe Decl. ¶¶ 3(F), 16–19.) Districts
10 also are required under state law to maintain facilities in good repair using their own funds, and
11 their regular state education funding is designed to include amounts to support this responsibility.
12 (*Id.* ¶¶ 41, 43; Ed. Code, §§ 17565; 52060, subd. (d)(1); 52066, subd. (d)(1).) Districts that
13 receive SFP funding—the vast majority (see Watanabe Decl. ¶ 3(C))—also are required to set
14 aside three percent (3%) of their general fund expenditures for maintenance, and similarly are
15 required to maintain SFP-funded facilities in good repair. (Ed. Code, § 17070.75, subs. (a), (b);
16 Watanabe Decl. ¶¶ 42.) Plaintiffs’ anecdotal statements regarding poor facility conditions,
17 without evidence of the complete set of circumstances surrounding each school and its district in
18 regards to the SFP, is probative of districts’ inability or failures to meet their responsibilities to
19 maintain facilities in good repair, not of any inequity in the availability of SFP modernization
20 funds. The SFP, for example, cannot be considered the cause of allegedly poor conditions at a
21 school when the program *has* provided modernization funding for a school within the past 25
22 years, and the school or relevant facilities are not yet eligible for further modernization funding.
23 (See Watanabe Decl. ¶ 16.) Plaintiffs fail to, and cannot, demonstrate that responsibility for
24 allegedly poor conditions at either of the two plaintiff students’ schools or other schools in “low-
25 wealth” areas can be ascribed to the criteria for or processes to obtain SFP modernization grants.

26 Indeed, plaintiffs acknowledge that school modernization is “primarily” funded through
27 local sources, rather than the SFP. (See Mem. at 3:1.) Studies cited by plaintiffs suggest that the
28 SFP has provided only 16-33 percent (16-33%) of funding for new construction and

1 modernization at California schools. (See Watanabe Decl. ¶ 11.) To the extent that differences in
2 facility conditions exist between districts, therefore, they exist in spite of, rather than because of,
3 modernization program rules. The SFP cannot be responsible for decisions and actions by
4 districts that are beyond its control.

5 The court of appeal in *Sanchez, supra*, rejected claims brought by a school district and
6 district students, similar to plaintiffs’ claims here, alleging that the SFP new construction and
7 financial hardship programs violated rights to basic educational equality under the principles of
8 *Butt*. (*Sanchez, supra*, 179 Cal.App.4th at pp. 486, 487–489.) As the court concluded, the State
9 “complies with its duty to prevent financial problems from depriving students of basic
10 educational equality” by maintaining a hardship grant program for districts incurring excessive
11 facility construction costs. (*Id.*, at p. 489.) The SFP continues to meet State responsibility to
12 prevent deprivations of basic educational equality by, among other things, maintaining programs
13 for facility hardship and disaster assistance—given first priority for funding—and for financial
14 hardship, as discussed above, to assist districts unable to meet matching fund requirements. (See
15 Watanabe Decl. ¶¶ 30-40.) Further, the SFP is implementing substantial reforms made under
16 AB 247 aimed at addressing concerns regarding equitable access to modernization funding,
17 including implementing a sliding scale for decreased district match requirements, expanding
18 eligibility for the financial hardship program, making separate funding streams available only to
19 small districts and for safe drinking water, and expanding flexibility in the use of funds. (*Id.*
20 ¶ 57.) In light of these measures, plaintiffs cannot show that defendants are discriminating on the
21 basis of wealth or failing to prevent deprivations of educational equality. (See *Sanchez, supra*,
22 179 Cal.App.4th at pp. 486–489; *Arcadia Unified School Dist. v. State Dept. of Ed.* (1992) 2
23 Cal.4th 251, 266 [holding school transportation fees did not discriminate on basis of wealth as
24 state law requires indigent students to be exempted].)

25 **B. Plaintiffs Cannot Establish a Violation of the Common Schools Clause**

26 Plaintiffs also have no likelihood of succeeding on their second cause of action alleging that
27 defendants are violating the “free schools” clause of the State constitution, article IX, section 5.
28 (See Mem. at 12:16–13:7.) Article IX, section 5 (section 5) provides simply that: “The Legislature

1 shall provide for a system of common schools by which a free school shall be kept up and
2 supported in each district at least six months in every year.” (Cal. Const., art. IX, § 5.) Section 5
3 has “one necessary requirement,” that “a free school be kept up and supported at least six months a
4 year.” (*Collins v. Thurmond* (2019) 41 Cal.App.5th 879, 902 (*Collins*)). Section 5 also has been
5 construed to require the State to maintain a public school system that provides for a uniform
6 progression from grade to grade. (See *Levi v. O’Connell* (2007) 144 Cal.App.4th 700, 708.)
7 However, section 5 “makes no reference to school financing” and has never been interpreted to
8 require equal school spending. (*Serrano I, supra*, 5 Cal.3d at p. 596.) There is no basis,
9 therefore, for plaintiff’s claim that the SFP violates section 5 by allegedly “allocating” more
10 modernization funding to high wealth districts on a per-pupil basis. (Mem. at 12:22.) Sections 1
11 and 5 of article IX also “do not guarantee a right to any particular quality or level of education.”
12 (*Collins, supra*, 41 Cal.App.5th at p. 902 [affirming demurrer sustained to claim under sections].)
13 Plaintiffs’ unsupported argument that the SFP facility modernization program “undermines” the
14 uniformity of the state’s educational system by allegedly affecting the quality of education in “low-
15 wealth” districts, thus, is unavailing. (Mem. 12:22–13:4.)

16 **C. Plaintiffs Lack Any Cause of Action Against Non-Involved State Entities**

17 Plaintiffs also fail to establish that defendants State School Building Finance Committee,
18 California Department of Education, or the State have any direct responsibilities regarding the
19 challenged SFP modernization rules sufficient to support claims against those entities. In a
20 constitutional challenge to state law, only state officers or entities “with statewide administrative
21 functions under the challenged statute” and who have a sufficient “direct institutional interest” are
22 properly named as defendants. (*Serrano II, supra*, 18 Cal.3d at p. 752; see *Templo v. State* (2018)
23 24 Cal.App.5th 730, 735–738 [holding Judicial Council was proper defendant, and not State].)

24 For all the reasons above, plaintiffs have no likelihood of success on the merits.

25 **CONCLUSION**

26 For the foregoing reasons, plaintiffs’ motion for a preliminary injunction should be denied.
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Respectfully submitted,

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