



Citizens' Bond Oversight Committee 2013-2014 Annual **Report to the Community**



Citizens' Bond Oversight Committee 2013-14 Annual Report to the Community

Dear Community Members:

As the Chair of the Yuba Community College District (YCCD) Measure J Citizens' Bond Oversight Committee (CBOC), it is my distinct pleasure to share the 2013-2014 Annual Report to the Community. The committee Annual Report covers the reporting period from July 1, 2013 through June 30, 2014.

The role of the Citizens' Bond Oversight Committee (CBOC) is to provide oversight on the expenditures associated with the general obligation bond, Measure J. Yuba Community College District and the CBOC wish to express their gratitude to the community for its support of our students through this successful ballot initiative.

Measure J, a \$190 million general obligation bond initiative, was approved by district voters in November, 2006. Measure J authorizes funding for major repairs, renovations, and construction projects. The Board of Trustees have issued the first three bond sales, Series A, B and C under Measure J in the amounts of twenty nine million dollars, sixty five million dollars and thirty four million respectively. The Board makes decisions on how funds from each series are spent. Of the \$190 million authorization, Yuba Community College District has issued \$130 million in general obligation bonds and those funds have been fully spent at the conclusion of 2013-14 year audit.

The principal duties of the CBOC are to ensure that bond proceeds have been expended for the purposes set forth in the ballot language; to report on progress annually to the public, and to provide a statement of compliance certifying that the District, during the reporting period, has met all the requirements established in both the ballot language and by statute. The CBOC can state that, to the best of its knowledge based on current audit reports and regular reporting by the District to the CBOC, the committee finds that the Yuba Community College District is in full compliance with the responsibilities as described in Article XIII A, Section 1 (b) (3) of the California State Constitution, which addresses bond indebtedness incurred by a community college district. The Committee members volunteer their time to serve on the CBOC and there is no monetary compensation for our services.

The CBOC has consistently met on a quarterly basis since 2007 to monitor the progress of Measure J projects. The committee is currently made



up of seven members who represent various organizations in Colusa, Sutter, Yolo and Yuba Counties. Our meeting schedule, along with other pertinent information about the committee and the Measure J Bond Program can be found on our website at <http://new.yccd.edu/administrative-services/measurej/cboc.aspx>.

Measure J contains strict financial safeguards, including a requirement that independent audits be conducted annually to ensure that bond funds are spent only on classroom and facility improvements as identified in the original ballot language. Since

the 2006-07 fiscal year, YCCD has complied in all material respects with the performance requirements set by Proposition 39 and Measure J, and that bond fund financial statements have presented fairly, in all material respects, the financial position of the bond program.

I would like to close by saying that I am extremely humbled to serve as the Citizens' Bond Oversight Committee Chair and look forward to serving the taxpayers of this District. The committee and district have done great work over the last eight years and since the general obligation funds borrowed have been fully spent, the CBOC membership will expire. Yuba Community College District will reconstitute the CBOC prior to the sale of next general obligation bonds which will be determined based on the local assessed valuations. YCCD anticipates issuing small series of general obligation bonds over the next 5-10 years.

Sincerely,

Hardial Dulay
CBOC Chair

CBOC Members

Name	County	Category
Hardial Dulay, Chair	Sutter	Community Support Organization
James White	Colusa	Senior Citizens' Representative
Patricia Miller	Sutter	Taxpayers' Organization
José Hernandez		Student Group Representative

Clear Lake Campus



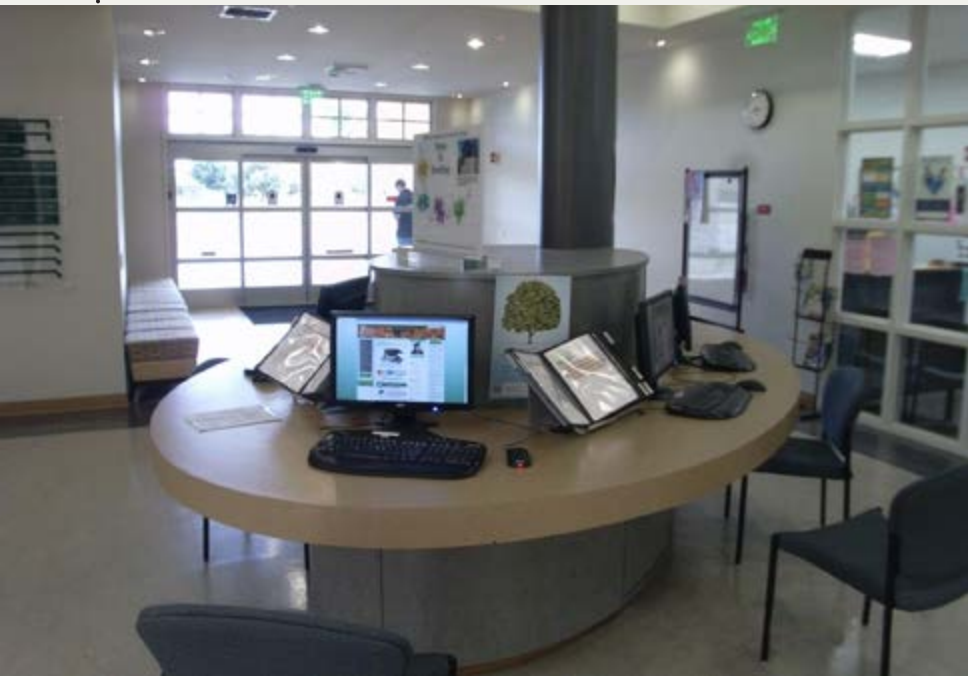
Your Tax Dollars at Work

Yuba Community College

District students and community are fully utilizing a number of different facilities as a result of your support. These facilities include Sutter County Educational Center where in excess of 1,000 full-time equivalent students are enrolled.

Yuba College's allied health building for nursing and administration of justice program, renovated theater and athletic facilities, and renovated learning resource center are serving a significant number of students. Clear Lake Campus has its first three permanent buildings which replaced modular buildings from 1975. Woodland Community College has renovated Building 100 to have space for students and one-stop Student Services Building 700 in addition to significant ground improvements. Colusa County now has its first permanent building located in Williams, California.

Shown on these pages are pictures of some of these state-of-art facilities.



Woodland Community College



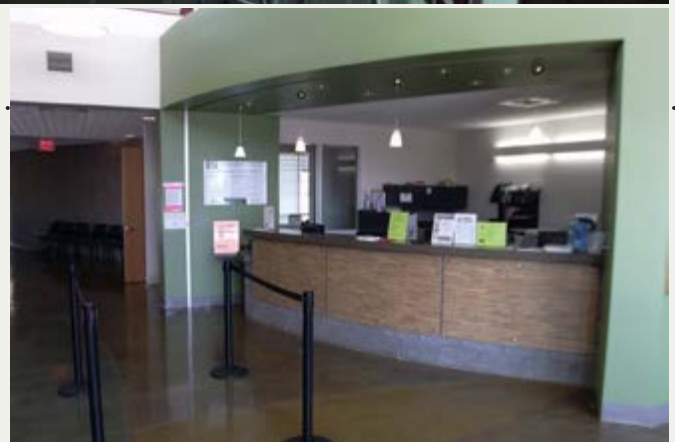
Independent Auditor's Report

The 2013-2014 Performance Audit found that YCCD's Bond Program has complied in all material respects with the performance requirements set by Proposition 39 and Measure J through the fiscal year ending June 30, 2014, according to a Performance Audit Report conducted by the Certified Public Accounting Firm Matson and Isom. Measure J contains strict financial safeguards, including a requirement that independent audits be conducted annually to ensure that bond funds are spent only on classroom and facility improvements as identified in the original ballot language.

Ms. Roxie Azparren, Auditor for Matson and Isom, presented the annual YCCD Financial Statements and Performance Audit to the CBOC at its quarterly meeting held on February 11, 2015. The Audit verified that Measure J Bond revenues were expended only for the construction, acquisition, furnishing, and equipping of the District projects approved by the voters and that no funds were used for salaries of school administrators or other operating expenses of the District. In addition, the audit indicated that the District properly accounted for the proceeds and expenditures of Proposition 39 and Measure J General Obligation (GO) Bonds. The audit also showed that the District's financial statements presented fairly, in all material respects, the financial position of the Measure J Bond Program as of June 30, 2014, and the changes in financial position and cash flows thereof for the year then ended in conformity with accounting principles generally accepted in the United State of America. There was one material weakness found pertaining to fiscal oversight resulting from staff turnover at the District accounting department. The weakness pertained to delay in reconciling cash and construction in progress was not analyzed to determine if assets were placed in service. YCCD has an Audit Committee who is responsible for reviewing the audit response plan along with the District Governing Board reviewing the audit plan. The resolution has been implemented to ensure that this finding is not repeated in the future.



Colusa County Outreach Facility



Citizens' Bond Oversight Committee

new.yccd.edu/administrative-services/measurej/cboc.aspx

**The CBOC's Annual Report to the Community is aligned with the fiscal audit of the Measure J Bond Construction Program. The audit for fiscal year 2013-14, accepted by the CBOC in February 2015, is the basis for this report*

Yuba College



Sutter County Center

