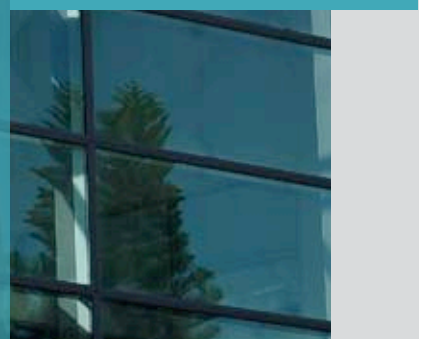


COMPTON COMMUNITY COLLEGE DISTRICT
CITIZENS' BOND OVERSIGHT COMMITTEE

ANNUAL REPORT
2011-2012





Citizens' Bond Oversight Committee

Annual Report 2011-2012

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Compton Community College District Citizens' Bond Oversight Committee Annual Report - Introduction

As outlined in Education Code Section 15278, the role of the Compton Community College District (CCCD) Citizens' Bond Oversight Committee is to "inform the public concerning the District's expenditure of revenues received from the sale of bonds authorized by the voters." Members are appointed for two-years, with a two-term maximum. Members do not receive any compensation or benefits for their service. The committee meets on a quarterly basis.

As mandated by Proposition 39, the Special Trustee for the CCCD is required to appoint an independent citizens' oversight committee of at least seven people. Each member must represent one of the following constituencies: a local business, a senior group, a bona fide taxpayer's association, an enrolled student active in a student group, and an active member of a college supporting organization, such as the foundation or a community advisory group. No district employee or official, vendor, contractor, or consultant may serve on the committee.

After being dormant for several years, the CCCD reconstituted the Citizens' Bond Oversight Committee in May 2012. The first Citizens' Bond Oversight committee meeting with the new members was held in June 2012. The 2012 Facilities Master Plan was approved by the Special Trustee in July 2012.

The current members of the Citizens' Bond Oversight Committee are:

Martha Brown, (Chair) Community Representative

Larry Edmonds, Senior Citizens Organization Representative

L.C. Green, Jr., Taxpayer Representative

Carlos Ornelas , Student Representative

Arturo Ramos, Community Representative

Irene Shandell, Community Representative

Paul Simpson, Foundation for CCCD Representative

Anthony Yanes, Business Representative

Executive Summary

The charter of the Compton Community College District Citizens' Bond Oversight Committee is to inform the public concerning bond revenue expenditures and to actively "review and report" on the expenditure of those funds. The committee comprises a cross section of the citizenry who have volunteered their time to represent various constituencies, and fulfill the responsibilities listed above.

During this year of existence, the committee has met on a regular basis; reviewing expenditures, touring campus renovations, and asking questions. This Annual Report of the Compton Community College District Citizens' Bond Oversight Committee documents the results of these activities and serves to fulfill the basic tenets of the charter.

Within this report is the independent audit for the fiscal year ending June 30, 2012, performed by the firm of Vavrinek, Trine, Day & Co., LLP. The committee examined and reviewed this audit, the results of which are contained herein.

A summary of Bond Expenditures for the Fiscal Year ending June 30, 2012:

Campus Site Improvements	\$	643,714
Energy Efficiency Improvements	\$	376,431
Health & Safety Improvements	\$	414,304
Information Technology & Equipment	\$	1,806,934
Learning Resource Center	\$	1,529,138
Physical Education Facilities Improvements	\$	<u>332,028</u>
Total Expenditures	\$	5,102,549

Martha Brown, Chair
Compton Community College District
Citizens' Bond Oversight Committee

Statement of Compliance

This Annual Report is submitted to the Special Trustee by the Compton Community College District Citizens' Bond Oversight Committee.

This Committee advises that, to the best of its knowledge, the Compton Community College District complies with the requirements in Article XIII A, Section 1(b) (3) of the California Constitution. In particular, bond revenue has been expended only for the purposes so described in Measure CC and no funds were used for any teacher or administrative salaries or other operating expenses as prohibited by Article XIII A, Section (b) (s) (a) of the California Constitution.

 Martha Brown	 Larry Edmonds
 L.C. Green, Jr.	 Carlos Ornelas
 Arturo Ramos	 Irene Shandell
 Paul Simpson	 Anthony Yanes

Citizens' Bond Oversight Committee

Martha Brown (Chair, Community Representative), a board member and treasurer of the National Black Music Caucus (NASPAAM), is a retired music specialist who worked for the Los Angeles and Long Beach Unified School Districts. Brown served as a supervisor of student teachers in music education at California State University, Long Beach. She earned a Bachelor of Arts degree in music education from the Chicago Musical College division at Roosevelt University; a Master's of Music degree from Western Michigan University; a Master's of Music Therapy degree from the University of Kansas; and a Doctor of Musical Arts degree from the University of Southern California.

Larry Edmonds (Senior Citizens Organization Representative), a member of the Salvation Army Compton Corps advisory board, is retired after more than 40 years of employment with the Los Angeles County. His most recent role was serving as a Senior Disaster Specialist Manager. Edmonds attended Harbor College, as well as the former Compton College where he studied Business Administration. Edmonds is the newest member appointed to the Citizens' Bond Oversight Committee.

L.C. Green, Jr. (Taxpayer Representative) is the founder of LC Green & Associates, Inc., a tax planning and financial management company. He has 27 years of experience in tax accounting and financial management. Certified by the California State Department of Insurance and the Tax Preparers Program, Green teaches continuing education for insurance and tax professionals. In addition, he was an instructor at three colleges in Los Angeles County, teaching accounting, bookkeeping, taxation, and financial management courses.

Arturo Ramos (Community Representative) is a Neighborhood Preservation Officer for the City of Lynwood. He is a member of the Lynwood Unified School District's Parent Organizing Network and treasurer for Lynwood Save Our Students. He has also served as an officer for several advisory committees and advocacy groups supporting the Lynwood Unified School District. Ramos earned a degree in computer engineering from California State University, Long Beach.

Irene Shandell (Community Representative) is retired from the Internal Revenue Service where she supervised revenue officers. Her responsibilities involved administering, supervising, and performing work related to collecting delinquent taxes, surveying for unreported taxes, and securing delinquent returns. She received a bachelor's degree in general education from California State University, Dominguez Hills, with a minor in public administration.

Anthony Yanes (Community-at-Large Representative) is a long-time resident of Paramount who is the director of the After School Unlimited Learning Center in the city of Paramount. Prior to his current position, he worked for nine years as a financial analyst for a consulting firm. Yanes earned a master's degree in both business administration and education.

Paul Simpson (Foundation Representative) is the founder CEO of SageTel International, LLC, responsible for business development, strategic planning, and project management. He currently serves as the president of the Foundation for the Compton Community College District. He has also served on Marin Academy's Board of Trustees for the past five years. Simpson earned a bachelor's degree in business management economics from the University of California, Santa Cruz, and a certificate in advanced project management from Stanford University.

Carlos Ornelas graduated from Lynwood High School in 1997 and enrolled at El Camino College Compton Center in 2011. Currently he serves as vice president of the Associated Student Body at ECC Compton Center. Carlos plans to apply for transfer to the following University of California schools: Berkeley, Davis, Irvine, or Los Angeles to continue his studies in English.

Citizens' Bond Oversight Committee

Name	City of Residence	Occupation	Representing	Length of Term
Martha Brown		Retired music specialist	Community Representative	Two Years 2/12-2/14
Larry Edmonds		Advisory Board member, Salvation Army	Senior Citizens Organization Representative	Two Years 8/12-8/14
L.C. Green, Jr.		Financial manager	Taxpayer Representative	Two Years 3/12-3/14
Arturo Ramos		Neighborhood Preservation Officer, City of Lynwood	Community Representative	Two Years 2/12-2/14
Irene Shandell		Retired IRS supervisor	Community Representative	Two Years 12/12-12/14
Anthony Yanes		Director, after school tutoring center	Business Representative	Two Years 9/12-9/14
Paul Simpson		CEO, telecommunications consultant services	Foundation Representative	Two Years 3/13-3/15
Carlos Ornelas		ASB President	* Student Representative	

*Each Term may be repeated once.
Student members serve one year only.

Year Nine Commentary

July 1, 2011 through June 30, 2012

Measure CC Bond Overview:

Measure CC authorizes the District to issue up to \$100 million of general obligation bonds for improvements to the campus. The first issuance of bonds in fiscal year 2003-04 was \$41 million.

In 2004 the Compton Community College District Board of Trustees approved initial allocations for 29 projects. Three construction projects were already in the planning and design phases at the time of the passage of Measure CC: Stadium Seismic Retrofit, Learning Resource Center (LRC), and the Child Development Center (CDC). Each of these projects had also secured funding from the State Capital Outlay Program.

In November 2007, a campus Master Plan Study was begun. The study included a complete facilities assessment of structures, utilities and infrastructure systems. As a result of the Master Plan Study and the facility assessment, it became apparent that the project priorities and scope enumerated in the original Measure CC Project List needed to be revised. On June 24, 2008, the Compton Community College District Special Trustee approved a resolution to issue Series B Bonds, \$15,000,000 in Measure CC bonds to fund additional campus-wide improvements. In September 2008, the Compton Community College District Special Trustee approved the Master Plan Bridge document which included a revised project list. As a result of the 2008 crisis in the financial industry, sales of the Measure CC Series B bonds were delayed and those funds did not become available until August 2009. In Spring 2012, the District issued another \$15,000,000 in Measure CC bonds to fund various projects including the Utility Infrastructure Phases and Allied Health Building. During the past year, the District has continued work on finalizing a Facilities Master Plan for the Compton CCD.

Milestones:

- Construction for the MIS Server Room Upgrade. Completion: November 2012.
- Request for Proposal to hire new Architect for the LRC Project along with Division of the State Architect (DSA) close-out of the CDC, Voc Tech, Math/Science, and Stadium Renovation Projects. LRC's new barrel roof glazing was completed March 2012.
- Hire architect for the Music Building Renovation Project.
- Design work and preparation of Bid Documents continues on the Allied Health Building Renovation Project.
- Utility Infrastructure, Phase 1 Project: bid awarded.
- Utility Infrastructure, Phase 2 Project: bid awarded.

Challenges:

A continuing challenge is maximizing the remaining Bond dollars to cash flow each of the State-funded Projects. The Business Office is working on a plan to ensure the funds are not depleted while we wait for State reimbursement.

Facilities Master Plan Funding*

Source	Total Income Budget	Income Received as of June 30, 2012	Uncollected Income as of July 1, 2012
State Capital Construction Program	\$ 63,781,835	\$ 12,685,035	\$ 51,096,800
State Scheduled Maintenance Program	\$ 318,072	\$ 318,072	\$ -
State Hazardous Substance Abatement Program	\$ 288,468	\$ 288,468	\$ -
Measure CC Bond Funds	\$ 100,000,000	\$ 71,001,122	\$ 28,998,878
Interest	\$ 3,500,000	\$ 2,403,358	\$ 1,096,642
Settlement Proceeds	\$ 2,650,000	\$ 2,150,000	\$ 500,000
Total	<u>\$ 170,538,375</u>	<u>\$ 88,846,055</u>	<u>\$ 81,692,320</u>

* This chart includes income from voter approved bond construction funds and other sources

Measure CC Bond Fund Expenditures

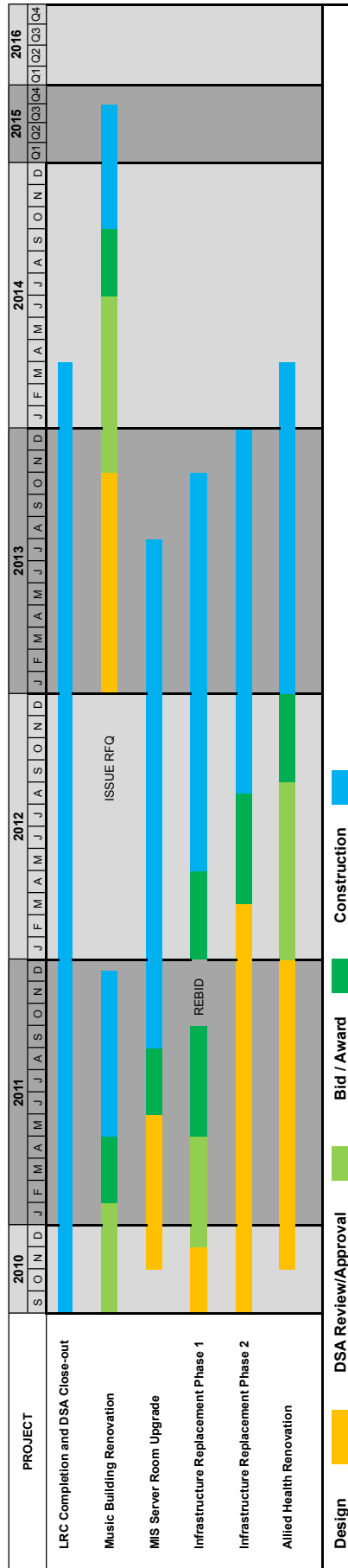
As of June 30, 2012

	(by Type)	(by Type)
	2012	2012
Adjusted Beginning Balance	14,049,217.00	
Revenues		
8600 State	-	
8800 Settlement	-	
8860 Interest	131,196.00	
8900 Other	-	
8940 Proceeds	15,255,011.00	
8980 Transfers In	-	
	<u>15,386,207.00</u>	
Expenditures		
1000 Certificated	-	0%
2000 Classified	-	0%
3000 Benefits	-	0%
4000 Supplies/Materials	17,095.00	0%
5000 Other Operating	1,582,358.00	31%
6000 Capital Outlay	3,503,096.00	69%
7000 Debt service	-	0%
	<u>5,102,549.00</u>	<u>100%</u>
Audited Ending Fund Balance	<u>24,332,875.00</u>	
	(by Project)	(by Project)
Allied Health Building	414,304.00	8%
Campus Wide Improvement	698,720.00	14%
Infrastructure Phase 1	73,114.00	1%
Infrastructure Phase 2	303,317.00	6%
Learning Resource Center	1,111,484.00	22%
MIS Building Renovation Phase 1	1,806,934.00	35%
Music	332,028.00	7%
Master Planning / Program Support	362,648.00	7%
	<u>5,102,549.00</u>	<u>100%</u>
	(by Category)	(by Category)
Health & Safety Improvements	414,304.00	8%
Campus Site Improvements	643,714.00	13%
Information Technology & Equipment	1,806,934.00	35%
Physical Education Facilities Improvements	332,028.00	7%
Energy Efficiency Improvements	376,431.00	7%
Learning Resource Center	1,529,138.00	30%
	<u>5,102,549.00</u>	<u>100%</u>

Year 2004 - 2012

	2004	2005	2006	2007	2008	2009	2010	2011	2012	Total
Beginning Balance	-	26,314,844.00	20,771,595.00	9,655,069.00	5,317,288.00	2,905,828.00	829,667.00	13,254,547.00	12,926,880.00	-
Restatement	-	-	-	1,987,200.00	-	-	-	-	1,122,337.00	-
Adjusted Beginning Balance	-	26,314,844.00	20,771,595.00	11,642,269.00	5,317,288.00	2,905,828.00	829,667.00	13,254,547.00	14,049,217.00	3,109,537.00
Revenues										
8600 State	-	-	-	-	-	1,502,348.00	-	-	-	1,502,348.00
8800 Settlement	-	-	-	-	-	-	-	2,150,000.00	-	2,150,000.00
8860 Interest	167,984.00	539,087.00	436,656.00	532,995.00	167,928.00	90,396.00	169,941.00	167,175.00	131,196.00	2,403,358.00
8900 Other	-	7,399,828.00	4,057,322.00	-	2,332.00	-	243,750.00	-	-	11,703,232.00
8940 Proceeds	41,000,000.00	-	-	-	-	-	15,000,000.00	-	15,255,011.00	71,255,011.00
8980 Transfers In	-	-	-	-	110,808.00	-	-	354,029.00	-	464,837.00
	41,167,984.00	7,938,915.00	4,493,978.00	532,995.00	281,068.00	1,592,744.00	15,413,691.00	2,671,204.00	15,386,207.00	89,478,786.00
Expenditures										
1000 Certificated	-	-	-	-	-	-	-	-	-	-
2000 Classified	-	-	61,027.00	13,693.00	(187.00)	-	-	-	-	74,533.00
3000 Benefits	-	-	6,621.00	1,431.00	(19.00)	-	-	-	-	8,033.00
4000 Supplies/Materials	-	790,294.00	1,286,898.00	47,186.00	370.00	-	1,893.00	20.00	17,095.00	2,143,756.00
5000 Other Operating	189,713.00	271,170.00	307,114.00	863,163.00	356,299.00	3,511,240.00	1,708,673.00	1,237,526.00	1,582,358.00	10,027,256.00
6000 Capital Outlay	4,663,427.00	12,420,700.00	13,948,844.00	5,932,503.00	2,336,065.00	157,665.00	1,278,245.00	1,761,325.00	3,503,096.00	46,001,870.00
7000 Debt service	10,000,000.00	-	-	-	-	-	-	-	-	10,000,000.00
	14,853,140.00	13,482,164.00	15,610,504.00	6,857,976.00	2,692,528.00	3,668,905.00	2,988,811.00	2,998,871.00	5,102,549.00	68,255,448.00
Unadjusted Ending Fund Balance	26,314,844.00	20,771,595.00	9,655,069.00	5,317,288.00	2,905,828.00	829,667.00	13,254,547.00	12,926,880.00	24,332,875.00	24,332,875.00
Audit Adjustments	-	-	-	-	-	-	-	-	-	-
Ending Fund Balance (Audited)	26,314,844.00	20,771,595.00	9,655,069.00	5,317,288.00	2,905,828.00	829,667.00	13,254,547.00	12,926,880.00	24,332,875.00	24,332,875.00

COMPTON COMMUNITY COLLEGE DISTRICT ONGOING PROJECTS



Continuing Disclosure Certificate

The Continuing Disclosure Certificate is executed and delivered by the Compton Community College District in connection with issuance of \$41,000,000 in General Obligation Bonds, Election of 2002, Series 2004A; \$15,000,000 General Obligation Bonds, Election of 2006, Series 2009B; \$15,001,122.25 General Obligation Bonds, Election 2002, Series 2012C; and \$14,470,000 in General Obligation Refunding Bonds issued in 2012.

The Bonds are issued pursuant to a resolution of the Board of Supervisors of Los Angeles County adopted in November 2002. The District Resolution and the County Resolution are heretofore referred to as The Resolution. The complete text for the Continuing Disclosure Certificate is available online: district.compton.edu/measure_cc_bond/docs/Compton-CCD-2011-12-Annual-Report.pdf

In compliance with Section 4, Number 2 of the Certificate of Disclosure, here are specific answers relating to the period of July 1, 2011 through June 30, 2012.

(A) *State funding received by the District for the last completed fiscal year (2011-2012)*

Combined General Fund unrestricted and restricted - \$29,022,494

(B) *Enrollment for the District for the last completed fiscal year (2011-2012)*

Average enrollment – 7,870

(C) *Outstanding District indebtedness*

The District had \$88,607,448 of general obligation bonds outstanding as of June 30, 2012.

(D) *Assessed valuation for real property in the District for the last completed fiscal year (2011-2012)*

Assessed Valuation - \$15,862,739,575

(E) *List of 10 largest taxpayers, together with their assessed valuation and their percentage of total assessed valuation for the District for the last completed fiscal year; to the extent such information is available from Los Angeles County.*

On file in the County Assessor's office.

(F) *Summary financial information on revenues, expenditures and fund balances for the District's general fund reflecting adopted budget for the fiscal year.*

Information contained in annual reports from the District is available through the Office of the Chief Business Officer.

Appendix

Independent Auditor's Report

http://district.compton.edu/measure_cc_bond/audits/docs/Compton-CCD-Bond-Report-2012.pdf

Independent Auditor's Financial Audit

http://district.compton.edu/measure_cc_bond/audits/docs/Compton-CCD-Bond-Report-2012.pdf

Citizens' Bond Oversight Committee Agendas and Minutes

http://district.compton.edu/measure_cc_bond/agendas-minutes.asp

Citizens' Bond Oversight Committee Bylaws

http://www.district.compton.edu/measure_cc_bond/docs/Citizens-Bond-Oversight-Committee-Amended-Restated-Bylaws-Compton-CCD.pdf

Measure CC Expenditures Provided to Special Trustee, Compton Community College District

http://district.compton.edu/board_of_trustees/meetings.asp

Original Resolution 8-6-02 and Exhibit A & B

http://district.compton.edu/measure_cc_bond/docs/20120717093945399.pdf

Resolution Authorizing the Issuance of General Obligation Bonds, 2004A

http://district.compton.edu/measure_cc_bond/docs/110703%20Resolution%20Authorizing%20CCCD%20Bonds.pdf

Resolution Authorizing General Obligation Bonds, 2009B

http://district.compton.edu/board_of_trustees/agenda/BA8_19_08.pdf



Special Trustee

Thomas Henry

Elected Board Members

Deborah LeBlanc, President
Charles Davis, Vice President
Andres Ramos
Lorraine Cervantes
John Hamilton
Miguel Quintero,
Student Trustee

Chief Executive Officer

Keith Curry

