

YCCD Citizens' Bond Oversight Committee

Bond Measure **e**

2010-11

ANNUAL REPORT

YOSEMITE COMMUNITY COLLEGE DISTRICT

July 1, 2010 - June 30, 2011

REPORT #6



*Child Development Center,
Columbia College*



*Auditorium,
Modesto JC*



*Ag Modular Living Units,
Modesto JC*



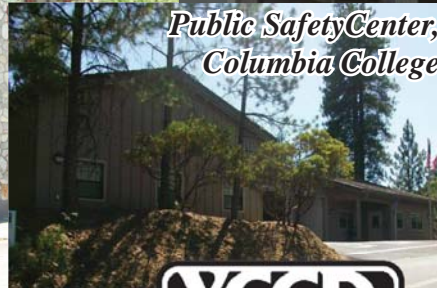
*Science and Natural Resources,
Columbia College*



*Student Services,
Modesto JC*



*Allied Health Life Sciences,
Modesto JC*



*Public Safety Center,
Columbia College*



*Ag Multipurpose Pavilion,
Modesto JC*



Auditor's Report

Independent Auditors' Report

Matson and Isom, Certified Public Accountants, in the Independent Auditors' Report received by the YCCD Board of Trustees on December 8, 2010, examined the District's compliance with the performance requirements for the Proposition 39 and Measure E General Obligation Bonds for the fiscal year ended June 30, 2010. Based on the procedures performed, they found that YCCD had properly accounted for the proceeds and expenditures of proposition 39 and Measure E General Obligation Funds. A link to the audit reports and financial statements for the YCCD Measure E program, prepared using the guidelines required by the Governmental Accounting Standards Board (GASB) can be found by clicking: http://www.yosemite.edu/fiscal_services/auditreports.htm

PERFORMANCE AUDIT INDEPENDENT AUDITORS' REPORT

"We have audited the Yosemite Community College District's (the District's) compliance with the performance requirements for the Proposition 39 and Measure E General Obligation Bonds for the fiscal year ended June 30, 2010. Management is responsible for the District's compliance with those requirements. Our responsibility is to express an opinion on the District's compliance based on our audit.

We conducted this performance audit in accordance with generally accepted government auditing standards applicable to performance audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain sufficient, appropriate evidence to provide a reasonable basis for our findings and recommendations and conclusions based on our audit objectives. We believe that evidence obtained provides a reasonable basis for our findings and conclusions based on our audit objectives. Our performance audit does not provide a legal determination on the District's compliance with specific requirements.

In our opinion, the Yosemite Community College District complied, in all material respects, with the aforementioned requirements for the year ended June 30, 2010. "

November 10, 2010

Matson and Isom, Certified Public Accountants

Measure E was a **Proposition 39 bond**, requiring 55% voter approval (a lower passage threshold than 2/3), also requiring the district to agree to a number of conditions prior to its passage).

Three conditions worth noting were stated:

- 1) the District had to establish a **citizen's bond oversight committee**,
- 2) the District had to be **more specific with the bond projects** as they approached voters when requesting an election, and
- 3) the District has subjected itself to **annual/independent performance and financial audits**, that are part of the Proposition 39 requirements, separate from the normal end of the year audits.

FINANCIAL AUDIT INDEPENDENT AUDITORS' REPORT

"We have audited the accompanying statement of net assets of the Measure E Bond Fund (the Measure) of Yosemite Community College District (the District) as of June 30, 2010, and the related statements of revenues, expenses, and changes in net assets; and cash flows for the year then ended. These financial statements are the responsibility of the District's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

As discussed in note 1 (*not included*), the financial statements present only the Measure and do not purport to, and do not, present fairly, the financial position of the District as of June 30, 2010, and the results of operations of the District in conformity with accounting principles generally accepted in the United States of America.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the Measure as of June 30, 2010, and the respective changes in financial position and cash flows thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America. ... "

November 10, 2010

Matson and Isom, Certified Public Accountants

From the Chair...

A Message from the Chancellor



Our community voted in November 2004 to support YCCD's Measure E bond addressing the renovation and new facilities needs of our colleges. In 2010, the final bond issuance was sold.

Our current and future generation of students at Columbia College and Modesto Junior College are benefitting from that support of higher education.

Even though community colleges state-wide have had to endure large budget cuts because of a depressed economy, there has been a silver lining. We have experienced very competitive bidding in our bond projects. Nearly all of the Measure E project bids have come in under estimated construction costs.

At Columbia College, we celebrate a new state of the art Science and Natural Resources building, Child Development Center and Public Safety Center. At MJC, we look forward to the newly renovated Founders Hall, and new Allied Health building, Science Community Center and Agriculture Multipurpose Pavilion.

Please stay tuned for a banner ribbon-cutting year in 2011-12. On behalf of the YCCD Board of Trustees, I thank you for your continued support of our colleges and invite you to visit us and personally experience the results of your efforts as the Citizens' Bond Oversight Committee continues to effectively communicate the results of the Measure E bond program.

Dr. Joan E. Smith, YCCD Chancellor

Yosemite Community College District

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Modesto, CA 95352
www.yosemite.edu

YCCD Chancellor
- Dr. Joan E. Smith

Columbia College President
- Dr. Dennis Gervin

YCCD Board of Trustees

Linda Flores, Chair
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Kelly Acridge, Student Trustee

**Modesto Junior College
Interim President**
- Dr. Larry Calderon

**Measure E Program
Management Firm**
- Kitchell, CEM

"The CBOC believes that Measure E Bond funds are being transformed into facilities that will enhance our community for generations to come."

***- Frank D. Hodges,
CBOC Chair***

A Message from the CBOC Chair

Our legal charge as the Citizen's Bond Oversight Committee (CBOC) is to ensure measure E funding is spent according to the proposals contained in the original Bond Measure, and to provide an annual report to the citizens and voters within the Yosemite Community College District (YCCD) regarding the work and expenditures undertaken to support the Measure E Bond projects. In this report, we provide additional information to keep our community informed as to the status of the various approved projects and plans for the future.

One of the primary activities of the CBOC for Measure E Bond is to confirm that the Yosemite Community College District is in compliance with the requirements of Article XIII A, Section 1(b)(3) of the California Constitution. This compliance has been substantiated with annual independent performance and financial audits. The most recent audits available to the CBOC are dated June 2010 and included specific recommendations concerning budget reallocations.

The CBOC had the opportunity to inspect Measure E projects on three separate campus locations and they included the Science and Natural Resources Center at Columbia College, the Ag Multipurpose Pavilion, the Science Community Center & Great Valley Museum, and Allied Health Life Sciences at the Modesto Junior College (MJC) West Campus, and the Founders Hall at the MJC East Campus.

The CBOC has requested that deferred maintenance plans and staff efforts to maximize bond proceeds be presented in the coming public sessions.

These efforts by the CBOC to diligently monitor and report to the community Measure E Bond work and expenditures are to assure the public that the bond monies are spent in accordance with the Bond's authorized purposes.

The CBOC believes that Measure E Bond funds are being transformed into facilities that will enhance our community for generations to come.

Sincerely,

Frank D. Hodges, Chair
Citizen's Bond Oversight Committee

Projects - COLUMBIA COLLEGE

Columbia College's share of YCCD Measure E bond funded projects equals \$52.495 million. Some of the highlighted projects are shown on this page.

Columbia College

COMPLETED Projects - Columbia College

Child Development Center

This project is a village of five buildings consisting of administration, infant, toddler, preschool, and classroom buildings.

- Architect: Paul Roberts & Partners
- Square feet: 13,517
- Budgeted Cost: \$9,158,388
- Construction Start: December 2008

PROJECT COMPLETE



Public Safety Center

This project upgrades the existing fire station to provide gender equivalent facilities and incorporate the campus security office.

- Architect: Lionakis
- Square feet: 6,934
- Budgeted Cost: \$2,804,882
- Construction Start: April 2008

PROJECT COMPLETE



Service Loop

This project provides a public transportation stop on campus and convenient parking area for people with disabilities.

- Architect: Grothe & Smith
- Square feet: 26,000
- Budgeted Cost: \$680,962

PROJECT COMPLETE

Secondary Access Road

The access road provides a second means of egress and access to the campus if the main entry is blocked by fire or any other emergency.

- Architect: Grothe & Smith
- Lineal yards: 2,000
- Budgeted Cost: \$520,163

PROJECT COMPLETE

Madrone Bldg Modernization

This new building provides an adjacent facility to the existing Madrone shop building. The new facility includes a welding lab and auto shop.

- Architect: Noll & Tam
- Square feet: 5,035
- Budgeted Cost: \$3,433,102
- Construction Start: July 2008

PROJECT COMPLETE

Projects Underway - Columbia College

Science and Natural Resources

This project will provide new state of the art science labs and classrooms replacing aging, out of date labs.

- Architect: Lionakis
- Square feet: 26,445
- Budgeted Cost: \$22,422,313
- Construction Start: September 2009
- Completion (anticipated): August 2011



Manzanita

Status: Planning Phase

This project will consist of renovations to the existing Manzanita Building including upgrades to Culinary Arts and improvements to Student Services.

- Budgeted Cost: \$2,832,388
- Construction Start: May 2013
- Completion (anticipated): June 2014

Bike Lanes & Pedestrian Pathways

Status: Under Construction

This project will provide upgrades to pedestrian circulation throughout the campus including road repairs, foot paths & pathway lighting.

- Budgeted Cost: \$650,000
- Construction Start: March 2011
- Completion (anticipated): November 2011

Outreach Sites - Columbia College

Calaveras Educational Site

Status: Land Acquired

The District has agreed to purchase six acres of land near Angels Camp on Murphy's Grade Road.

Oakdale Educational Site

Status: Search

YCCD continues to respond to opportunities regarding land in Oakdale to expand Columbia College course offerings.

Projects - **MODESTO JUNIOR COLLEGE**

Modesto Junior College's share of YCCD Measure E bond funded projects equals \$220.11 million. Some of the highlighted projects are shown on this page.

Modesto Junior College

COMPLETED Projects - MJC

Auditorium - East Campus

With a total of 54,527 sq/ft and 888 seats in the main theater area, the MJC Auditorium accommodates a new theater, radio, television, film and performance spaces equipped with state-of-the-art technology along with additional office spaces for faculty and staff. This newly upgraded facility is known as the Performing & Media Arts Center.

- Architect: Grothe & Smith
- Square feet: 54,527
- Budgeted Cost: \$ 19,566,200 (Measure E Portion)
- Construction Start: October 2006

PROJECT COMPLETE



Ag Modular Living Units - West Campus

This project provides 28 beds in a small scale neighborhood environment for MJC Agriculture students who take care of the animals on campus.

- Architect: LPAS
- Units: 7 units, 28 beds
- Budgeted Cost: \$ 3,300,000
- Construction Start: June 2009

PROJECT COMPLETE



Surface Parking Lot - East Campus

The YCCD Board of Trustees approved the purchase of land adjacent to existing District property on Tully Road to provide a more immediate solution to the parking congestion on MJC's East Campus. The new Surface Parking Lot provides MJC with more parking spaces (455 overall) and replaces the originally proposed Parking Structure project, providing parking sooner and at a significant cost savings.

- Architect: Associated Design
- Stalls: 455
- Budgeted Cost: \$ 3,896,285
- Construction Start: December 2008

PROJECT COMPLETE

Ag Animal Facilities - West Campus

This project will consist of replacement of aging animal facilities on MJC's West Campus.

- Architect: LPAS
- Square feet: 19,400
- Budgeted Cost: \$ 2,150,000
- Construction Start: September 2009

PROJECT COMPLETE

Softball Complex - West Campus

This project creates a field dedicated to women's softball on MJC's West Campus as well as a restroom/concession facility which will serve both softball and soccer. The softball field is completed, however the restroom/concession facility is at the Division of State Architect for approval.

Softball Field:

- Architect: TLCD/WMB
- Budgeted Cost: \$ 966,894
- Construction Start: August 2009

Restroom/Concession Facility:

- Architect: Lionakis
- Budgeted Cost: \$ 639,406
- Construction Start: January 2011

BOTH PROJECTS COMPLETE

Projects Underway - MJC

Ag Multipurpose Pavilion - West Campus

Status: Construction

This will be a large multipurpose indoor facility with a dirt floor to provide a weather protected environment for education of students focusing on Agriculture related industries including animals and machinery.

- Architect: LPAS
- Square feet: 75,801
- Budgeted Cost: \$ 15,893,803
- Construction Start: September 2009
- Completion (anticipated): September 2011



Founders Hall

Modernization - East Campus

Status: Opened for Fall 2011

The largest classroom building on campus was in need of modernization. This building is structurally sound but the interior finishes are worn and are in need of replacement.

Pirates Village, a complex of 39 modular classroom buildings provided temporary facilities for classrooms, faculty offices and labs, while Founders Hall was being renovated.

- Architect: Lionakis
- Square feet: 75,000
- Budgeted Cost: \$ 12,000,000
- Construction Start: October 2010
- Completion (anticipated): August 2011

Projects **MJC** (continued) & **District Central Services**

Central Services share of YCCD Measure E bond funded projects equals \$53.569 million. Some of the highlighted projects are shown on this page, along with a continuation of MJC projects.

Science Community Center & Great Valley Museum - West Campus

Status: Construction

The Science project will include a Division Office, Science Labs, Prep Rooms, Lecture Classrooms, and Faculty Offices. The Great Valley Museum (GVM) will be included in this project. The GVM will have natural history exhibits, a lecture room, a museum store and outdoor exhibits.

- Architect: Lionakis
- Square feet: Approximately 108,000
- Budgeted Cost: \$ 70,000,000
- Construction Start: June 2010
- Completion (anticipated): May 2012



Construction of MJC's Allied Health Life Sciences building and Science Community Center on MJC's West Campus

Allied Health Life Sciences - West Campus

Status: Construction

This state of the art facility on MJC's West Campus will house Nursing, and other health related programs.

- Architect: tBP Architects
- Square feet: 36,480
- Budgeted Cost: \$ 23,423,550
- Construction Start: August 2009
- Completion (anticipated): September 2011

Student Services - East Campus

Status: Construction

The Student Services project will create a "one stop shop" for students to eliminate the need for students to traverse the campus for services.

- Architect: Perkins + Will
- Square feet: Approximately 26,665
- Budgeted Cost: \$ 17,530,463
- Construction Start: May 2010
- Completion (anticipated): November 2011

High Tech Center - East Campus

Status: Design Phase

A modernization of the MJC East Campus Science building will provide new classroom space for computer graphics and other high tech classes.

- Architect: Lionakis
- Square feet: Approximately 56,000
- Budgeted Cost: \$ 16,000,000
- Construction Start: September 2012
- Completion (anticipated): August 2013

Library/Learning Resources

- East Campus

Status: Design Phase

This project will upgrade the existing facility and utilize Measure E funds to leverage the ability to secure state funding. Last year the District applied for State funds to increase the budget on the Library project. The state has not approved the application for additional funds. Limited modernization will be completed with the funds available.

- Budgeted Cost: \$ 9,495,145
- Construction Start: March 2012
- Completion: March 2013

Outreach Sites - MJC

Patterson Educational Site

Status: Acquisition

The District is in the process of acquiring four acres in the Keystone Business Park. The concept calls for one building with four classrooms. The District continues to hold a donated 10-acre parcel adjacent to the Patterson City limits.

- Amount Budgeted: \$ 5,037,370
- Construction Start (anticipated): Summer 2012
- Completion (anticipated): Fall 2013

Turlock Educational Site

Status: Search

YCCD continues to respond to opportunities regarding land in Turlock to expand Modesto Junior College course offerings.

District Central Services Projects:

Shipping & Receiving

Status: Design Phase

This project will replace the current facility which is at the end of its useful life, with a new building.

- Construction Start (anticipated): Spring 2012
- Completion (anticipated): Fall 2012

Central Services Buildings

Status: Planning Phase

A Central Services subcommittee has been formed to update the Central Services Master Plan.

- Completion (anticipated): Fall 2011

For updates on all YCCD Measure E projects throughout the year, you can access the Measure E Bond Information & Updates page website by clicking: <http://www.yosemite.edu/bond/information/default.aspx>

Yosemite Community College District



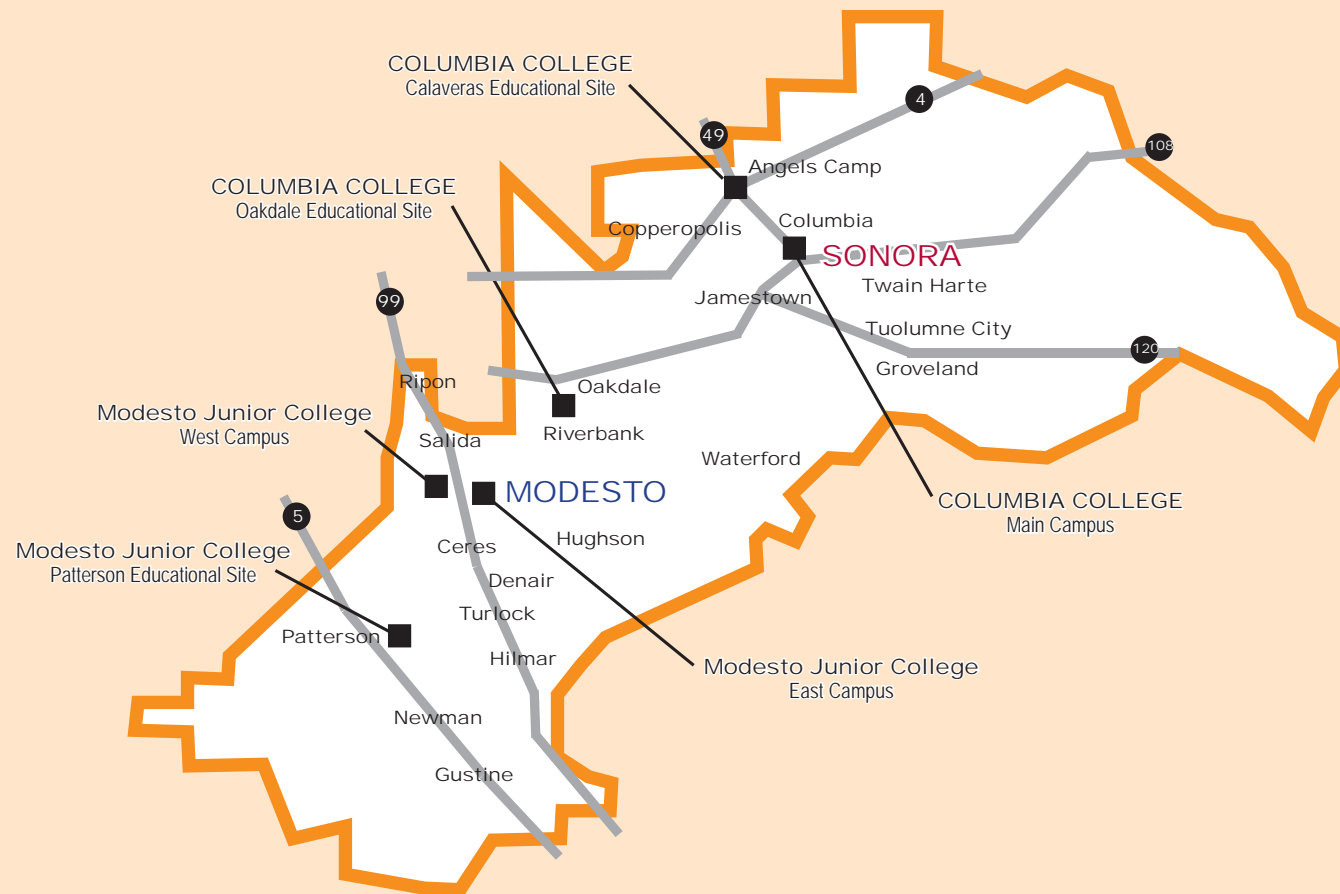
Mission Statement:

The Yosemite Community College District is committed to serve the needs of our diverse community through excellence in teaching, learning and support programs, contributing to social, cultural and economic development.

YCCCD and Measure E

On November 2, 2004, voters in the Yosemite Community College District approved a \$326 million general obligation bond for the repair, upgrade and new construction of Modesto Junior College and Columbia College facilities and the expansion of college educational sites in Patterson, Oakdale, Turlock and Calaveras County. The Citizens' Bond Oversight Committee meets quarterly to review and report on the expenditure of tax dollars to ensure that spending is only for described purposes.

For more information, log on to www.yosemite.edu/bond.



YCCCD 2010 FALL ENROLLMENT (by County)

Modesto Junior College (19,506)

STANISLAUS	16,231	83.2%
SAN JOAQUIN	2,196	11.3%
MERCED	546	2.8%
TUOLUMNE	108	0.6%
CALAVERAS	93	0.5%
ALAMEDA	44	0.2%
SANTA CLARA	31	0.2%

Columbia College (3,727)

TUOLUMNE	2,260	60.6%
CALAVERAS	807	21.7%
STANISLAUS	394	10.6%
SAN JOAQUIN	54	1.8%
AMADOR	67	1.4%
MARIPOSA	33	0.9%
ALAMEDA	19	0.5%

Budgets and Expenditures - MJC

MODESTO JUNIOR COLLEGE



East Campus - Modesto -
Established: 1921

West Campus - Modesto -
Established: 1968

Patterson Site - Patterson -
Established: 2003

Turlock Site -
Future Measure E Project

Mission Statement:

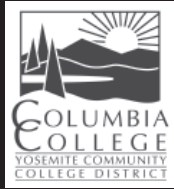
Modesto Junior College provides a comprehensive student-centered learning community for all who can benefit by offering innovative instructional and student support programs that respond to the educational needs of our diverse community.

Modesto Junior College: Project:	Budget	Expenditures <small>as of June 30, 2011</small>	Start	Completion
Auditorium	\$ 19,566,200	\$ 19,566,200	October 2006	COMPLETE
Ag-Modular Living Units	\$ 3,300,000	\$ 3,149,907	June 2009	COMPLETE
Ag-Animal Facilities Renovation	\$ 2,150,000	\$ 2,001,599	September 2009	COMPLETE
Ag Multipurpose Pavilion Facility	\$ 15,893,803	\$ 12,884,644	August 2009	September 2011
Allied Health Life Sciences	\$ 23,423,550	\$ 16,663,661	August 2009	September 2011
Art Building (from MJC Contingency)	\$ 490,000	\$ 9,595	July 2011	August 2011
Campus Way Parking Lot	\$ 1,800,000	\$ 1,072,059	June 2011	August 2011
Founders Hall Modernization	\$ 12,000,000	\$ 9,494,283	October 2010	August 2011
High Tech Center	\$ 16,000,000	\$ 1,179,450	August 2012 (est)	June 2014
Interim Housing	\$ 3,000,000	\$ 2,215,844	April 2010	Ongoing
Library/Learning Resources Ctr	\$ 9,495,145	\$ 571,691	March 2012 (est)	March 2013
Loop Road/Infrastructure (Increment I)	\$ 5,000,000	\$ 2,146,956	April 2011	COMPLETE
Loop Road/Infrastructure (Increment II)	\$ 5,000,000	\$ 1,966,753	December 2009	November 2011
Parking Structure/Lot	\$ 3,896,285	\$ 3,668,164	December 2008	COMPLETE
Patterson Educational Site	\$ 5,037,370	\$ 1,283,429	Summer 2012 (est)	Land Acquired
Science Community Ctr & Great Valley Museum	\$ 70,000,000	\$ 23,658,819	June 2010	June 2012
Softball Complex	\$ 1,606,300	\$ 1,474,163	August 2009	COMPLETE
Student Center/Career Transfer	\$ 450,000	\$ 43,487	TBD	TBD
Student Services	\$ 17,530,463	\$ 7,561,247	May 2010	November 2011
Turlock Educational Site	\$ 937,185	\$ 38,543	TBD	TBD
College Contingency	\$ 3,533,699	\$ -		
SUBTOTAL - Modesto Junior College	\$ 220,110,000	\$ 110,650,492		

COMPLETE - Definition of "Complete" for facilities refers to "occupancy." Residual expenses may continue to be associated with projects over time until the project is closed out by Board action.

Budgets and Expenditures - Columbia College & Central Services

COLUMBIA COLLEGE



Main Campus - Columbia -
Established: 1968

Calaveras Site - Angels Camp -
Established: 2002

Oakdale Site -
Established: 2005

Mission Statement:

Columbia College is a dynamic institution of learners and creative thinkers dedicated to high standards of student success. We prepare students to be fully engaged in an evolving world by offering comprehensive and high quality programs and services. Columbia College is committed to a culture of improvement through measuring student learning across the institution. We strive for excellence, foster a spirit of professionalism and celebrate diversity.

Columbia College:	Budget	Expenditures <small>as of June 30, 2011</small>	Start	Completion
<u>Project</u>				
Bike Lanes and Pedestrian Paths	\$ 650,000	\$ 18,925	TBD	TBD
Bus Service Loop/Disabled Parking Lot	\$ 680,962	\$ 680,962	May 2006	COMPLETE
Calaveras Educational Site	\$ 7,554,269	\$ 1,153,739	2012 (est)	Land Acquired
Child Development Center	\$ 9,158,388	\$ 8,838,367	December 2008	COMPLETE
Madrone Building Modernization	\$ 3,433,102	\$ 2,920,384	July 2008	COMPLETE
Manzanita Building	\$ 2,832,388	\$ 116,549	TBD	TBD
Oakdale Educational Site	\$ 1,000,000	\$ 43,302	TBD	TBD
Parking Lots	\$ 1,378,726	\$ 173,190	TBD	TBD
Public Safety Center	\$ 2,804,882	\$ 2,105,553	April 2008	COMPLETE
Science Natural Resources	\$ 22,422,313	\$ 14,118,785	September 2009	August 2011
Secondary Access Road	\$ 520,163	\$ 520,163	January 2006	COMPLETE
College Contingency	\$ 59,807	\$ -		
SUBTOTAL - Columbia College	\$ 52,495,000	\$ 30,689,889		
Central Services:				
<u>Project</u>				
Ag Trailers (from CS Contingency)	\$ 121,000	\$ 65,876	2009	COMPLETE
Art Building (from CS Contingency)	\$ 600,000	\$ 381,263	July 2011	Fall 2011
Capital Outlay Debt Service	\$ 14,435,000	\$ 14,435,000	2005	COMPLETE
Central Services (CS) Buildings	\$ 3,322,000	\$ 159,081	TBD	TBD
Central Services Master Plan	\$ 82,500	\$ -	June 2011	December 2011
DTSC (from CS Contingency)	\$ 1,024,804	\$ 727,902	2008	Ongoing
Primary Data Center (from CS Bldgs)	\$ 4,000,000	\$ 474,215	February 2012 (est)	May 2012
Scheduled Maintenance	\$ 10,000,000	\$ 7,500,634	2005	December 2012
Secondary Data Center (from CS Bldgs)	\$ 3,276,235	\$ 285,303	February 2012 (est)	April 2012
Technology Infrastructure	\$ 10,000,000	\$ 8,768,933	2005	Ongoing
Transportation, Rec. & Facil. Ops (T,R&FO)	\$ 229,707	\$ -	TBD	TBD
Shipping & Receiving	\$ 4,000,000	\$ 299,872	February 2012 (est)	December 2011
CC Facility Operations Office	\$ 1,000,000	\$ 98,082	May 2011	December 2011
Transportation	\$ 986,293	\$ 39,740	TBD	TBD
Central Services Contingency	\$ 491,461	\$ -		
SUBTOTAL - Central Services	\$ 53,569,000	\$ 33,235,903		
TOTAL MEASURE E PROJECTS	\$326,174,000	\$174,576,284		

COMPLETE - Definition of "Complete" for facilities refers to "occupancy." Residual expenses may continue to be associated with projects over time until the project is closed out by Board action.

Measure E Timeline

2000 - 2004...

On November 7, 2000, California voters approved Proposition 39, which allowed community college districts to pass bonded indebtedness with a 55% majority vote of its constituents, versus the 2/3 voter approval, to pay for facilities projects.

In August of 2002, the Yosemite Community College District (YCCD) Board of Trustees commissioned the development of a Facilities Master Plan (FMP).

Building inventory was reviewed, data was gathered, the Community was polled, and forums were conducted. This resulted in 500 project proposals to see the campuses through the next 20 years.

The Board of Trustees adopted the Facilities Master Plan in February 2004.

Based on an analysis of our voters and bonding capacity, the Board of Trustees approved a \$326.1 for the November 2004 ballot for selected FMP projects. The projects to be funded by Measure E were prioritized from the FMP.

On **November 2, 2004, voters in the YCCD approved a \$326.1 million general obligation bond** (under Proposition 39 rules) for the repair, upgrade and new construction of Modesto Junior College and Columbia College facilities and the expansion of college education centers. The bond funds are to be used to improve campus safety, renovate classrooms, laboratories and career/technology centers, improve technology infrastructure and repair overcrowded and deteriorating buildings. **YCCD received 60.8% of the vote**, well over the required 55%.



2005 - 2009...

Interviews for Program Management services took place in February 2005. Out of nine requests for qualifications submitted, four were invited to be interviewed.

YCCD bonds were favorably rated by Standard & Poor's and Moody's bond rating agencies.

At their March 9, 2005 Board meeting, the YCCD Board of Trustees appointed its initial members to the first Citizens' Bond Oversight Committee.

On **April 19, 2005, the first Bond Issuance of \$94,445,000** was sold the same day they became available for sale, due to their favorable interest rate as compared to other public bond agency sales.

In June, 2005, YCCD selected Kitchell, CEM to be the program management firm for the \$326.1 million construction and renovation plan.

A Request for Qualifications for Architectural and Planning services was issued in October to over 100 firms. YCCD received 51 proposals, and a pool of 13 Architectural firms were selected in December.

On February 15, 2006, the Board approved the Program Management Plan recommended by Kitchell.

The **second Bond Issuance Issue of \$150,000,000** was sold on **March 19, 2008**.



2010 - 2011

The **third and final Bond Issuance Issue of \$81,728,990** was sold on **June 2, 2010**.

During the 2010-11 fiscal year, the following Measure E projects were either completed or scheduled to be completed by the end of 2011:

MODESTO JUNIOR COLLEGE

- Ag Animal Facilities Renovation
- Ag Multipurpose Pavilion
- Allied Health Life Sciences
- Art Building
- Campus Way Parking Lot
- Founders Hall Modernization
- Loop Road/Infrastructure (Phase I)
- Softball Complex

COLUMBIA COLLEGE

- Child Development Center
- Science and Natural Resources



Frequently Asked Questions

2010-11 Frequently Asked Questions:

Q: What is the difference between "soft costs" and "hard costs"?

A: Traditionally in the construction industry total project costs are divided into two major categories: Hard Costs and Soft Costs.

The Hard Costs are the costs that are directly attributable to a physical asset. Concrete, steel, windows, doors, roofing, etc. Furniture, fixtures, and equipment are also Hard Costs in a total project budget. The total cost of construction activities is a Hard Cost. The trade labor is a Hard Cost of construction because the labor to fabricate and erect the steel become part of the cost of the steel.

The Soft Costs are costs related to fees and services needed to build the building. Architectural fees, Engineering fees, inspection fees, plan check fees, geotechnical engineering, civil engineering, construction management, and testing are examples of construction Soft Costs. The total project cost would be the sum of the Hard Costs and the Soft Costs.

Soft Costs vary depending on the project and project "type." We generally expect to see Soft Costs in the 16-25% range of total project cost.

Q: Were there any findings in the most recent Performance or Financial Audits, and if so, what was the District's response?

A: There were no "findings" in the most recent Performance or Financial Audits. However, the Performance Audit did include the following Management Comment/Recommendation:

"While conducting our performance procedures and interviewing District personnel, we noted that budgets for bond projects are not adjusted as the projects are completed. We recommend that the budgets are reallocated, upon project completion. This will allow management to make informed decisions on the progress of remaining projects."

District Response: We concur with this recommendation. We have formalized our procedure for closing out projects. This new procedure includes a step for returning any remaining budget to the appropriate College/Central Services contingency account so it is available for re-distribution to other projects.

Q: The District was sued over a Measure E project in the 2010/11 year. Were there any financial implications to the program budget?

A: The Carpenters Work Preservation Committee sued the District over bid process issues regarding the MJC Science Community Center. The suit was settled and the district paid \$ 175,000 which was reimbursement for legal expenses. The district's legal expense in this suit was \$ 125,000. According to the terms of the settlement agreement, the Carpenters Work Preservation Committee agreed to dismiss the action. The settlement agreement did not contain any admissions of fault on either side, but was economically sound for the District because it allowed the District to avoid further litigation costs. These expenses were taken from Measure E. The district anticipates no further law suits over bid disputes.

Q: What are the District's "Scheduled Maintenance" plans?

A: Each fiscal year YCCD submits a 5-Year Scheduled Maintenance plan to the State Chancellor's Office subsequent to the approval of the District's Board of Trustees. Scheduled Maintenance Projects are identified by the Facilities Operation Office working with the Colleges and Central Office. The projects are prioritized by critical needs and anticipated needs in the areas of roof, mechanical, utility, exterior and other categories which include sidewalks repair, lock replacement and rekeying. Measure E dollars are utilized along with State funding when available to meet the Districts needs identified in the 5-Year prioritized Scheduled Maintenance plan.

Q: What cost saving measures has the District taken to maximize bond proceeds?

A: There are two methods that the District uses to maximize the bond proceeds. These methods include Value Engineering and Public Bid Process.

Every major project goes through a Value Engineering process to ensure that the District is getting the best value for the money being spent. This value engineering process includes the District staff, Kitchell, the architect, mechanical engineer, civil engineer, structural engineer, landscape architect, and electrical engineer. They spend a day and sometimes two days reviewing all the aspects of the project finding ways to reduce costs and optimize the allocated budget amount.

Projects are awarded using the Public Bid Process. The Public Bid Process ensures that the lowest bidder on the project is the one awarded the project. This kind of competition forces the General Contractors to submit the best prices on the proposed work thus ensuring that the Bond money is maximized.

Q: What is the "total payback" of the bonds? A: The "total payback" is shown in the table below:

	Principal	Interest	Total
2005 Series	\$ 94,445,000	\$ 69,956,722	\$ 164,401,722
2008 Series	\$ 150,000,000	\$ 161,090,028	\$ 311,090,028
2010 Series	\$ 81,728,990	\$ 377,052,234	\$ 458,781,224
Total	\$ 326,173,990	\$ 608,098,984	\$ 934,272,974

Citizens' Bond Oversight Committee

CBOC Membership

Frank "Del" Hodges
CBOC Chair



Represents:
Taxpayers Association

Lee DeLano



Represents:
Business Organization

Mike Sharif



Represents:
MJC Students

Billie Taylor



Represents:
Senior Citizen Organization

James West



Represents:
College Support Organization

Matthew Rolichcek
Vice Chair



Represents:
At-Large

Verle Bartels



Represents:
At-Large

Mark Heinzinger



Represents:
At-Large

Lyndi Love



Represents:
At-Large

Jeff Phillips



Represents:
At-Large

Summary of CBOC Duties

- **Informs the Public** - The CBOC informs the public concerning the District's expenditure of bond proceeds.
- **Review Expenditures** - The CBOC may review quarterly expenditure reports produced by the District to ensure that (a) bond proceeds were expended only for the purposes set forth in the Measure E; and (b) no bond proceeds were used for any teacher or administrative salaries or other operating expenses.
- **Annual Report** - The CBOC presents to the YCCD Board, in public session, an annual report which includes a statement indicating whether the District is in compliance with the requirements of Article XIII A, Section 1(b)(3) of the California Constitution; and a summary of the CBOC's proceedings and activities for the preceding year.

In order to perform the duties set forth in the CBOC Bylaws, the CBOC may also engage in the following activities:

- **Receive and review** copies of the District's annual independent performance audit and annual independent financial audit, required by Article XIII A of the California Constitution.
- **Inspect** college facilities & grounds for which bond proceeds have or will be expended, in accordance with any access procedure established by the Chancellor.
- **Review** copies of deferred maintenance proposal or plans developed by the District.
- **Review** efforts by the District to maximize bond proceeds by implementing various cost-saving measures.



Measure E Bond Program Information is Readily Available

The community is invited to attend the CBOC's quarterly meetings. Check the web address below for meeting time, date, location, or to submit comments or questions to the oversight committee or call 209-575-6959.

If you are interested in serving on the YCCD Citizens' Bond Oversight Committee, or for more information regarding the Measure E Bond, including project details, agendas, minutes, and CBOC information, please visit our website at:

<http://www.yosemite.edu/bond/>

2012 CBOC Meeting Schedule

January 4
(YCCD Board Room)

April 4
(YCCD Board Room)

June 27
(Columbia College)

October 3
(YCCD Board Room)

Recognition and Thanks go to past CBOC Members whose terms ended in 2010/11: James Cherry, Tammy Firch, Gary McKinsey, Terry Plett and Megan Queromes