

# Cerritos College



**2015-16 | ANNUAL REPORT**  
**Cerritos Community College District**  
**Citizens' Bond Oversight Committee**

# Citizens' Bond Oversight Committee Annual Report – 2015-2016

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# Cerritos Community College District Citizens' Bond Oversight Committee Annual Report – Introduction

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As outlined in Education Code Section 15278, the role of the Cerritos 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 three-term maximum. Members do not receive any compensation or benefits for their service. The committee meets a minimum of one time per year.

As mandated by Proposition 39, the CCCD Board of Trustees 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.

The following members served on the Citizens' Bond Oversight Committee during the 2015-16 fiscal year:

Lisa Ann Rapp, (Chair) Community Member  
Joseph Derthick, Business Organization  
Dennis Garcia, Student Member  
Paul Martinez, Support Organization  
Mary Jane McIntosh, Bona-Fide Taxpayers Association  
John Moore, Senior Citizens' Organization  
Lola Rizkallah, Community Member

## Executive Summary

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The charter of the Citizens' Bond Oversight Committee for the Cerritos Community College District is to inform the public concerning bond revenue expenditures and to actively "review and report" on the expenditure of these funds. Our 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, asking questions, and expressing concerns and recommendations. This Annual Report of the Citizens' Bond Oversight Committee for the Cerritos Community College District documents the results of these activities and serves to fulfill the basic tenets of the charter.

Within this report is the independent financial and performance audits for the fiscal year ending June 30, 2016, performed by the firm of Christy White & Associates. The committee examined and reviewed the audits on January 31, 2017, the results of which are contained herein.

A summary of Measure CC Bond Expenditures for the Fiscal Year ending June 30, 2016:

Building and Site Improvements	\$ 2,296,047
Bond Management	\$ 294,817
Energy and Water Efficiency Improvements	\$ 760,040
Health & Safety Improvements	\$ 217,050
Information Technology & Equipment	\$ 150,156
Instructional Facilities Improvements	\$ 10,245,607
Physical Education Facilities Improvements	\$ 1,027,344
<b>Total Expenditures</b>	<b>\$ 14,991,061</b>

## Executive Summary

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A summary of Measure G Bond Expenditures for the Fiscal Year ending June 30, 2016:

Campus Site Improvements	\$	92,963
Energy Efficiency Improvements	\$	857,902
Health & Safety Improvements	\$	281,878
Information Technology & Equipment	\$	2,005,536
Instructional Facilities Improvements	\$	122,311
Physical Education Facilities Improvements	\$	<u>7,217</u>
<b>Total Expenditures</b>	<b>\$</b>	<b>3,367,807</b>

## Statement of Compliance

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This Annual Report is submitted to the Board of Trustees by the Citizens' Bond Oversight Committee for the Cerritos Community College District.

This Committee advises that, to the best of its knowledge, the Cerritos 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 Measure G 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.

Respectfully submitted:  
Lisa Ann Rapp, Chair  
Citizens' Bond Oversight Committee

## Citizens' Bond Oversight Committee Roster 2015-2016

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Member	Representing	Beginning Term	Second Term	Final Term
Joseph Derthick	Business Organization	October 2010 – October 2012	October 2012 – October 2014	October 2014 – October 2016
Dennis Garcia	Student	September 2014 – September 2016		
Mary Jane McIntosh	Bona-Fide Taxpayers Association	December 2009 – December 2011	December 2011 – December 2013	December 2013 – December 2015
Paul Martinez	Support Organization (Apprenticeship)	August 2013 – August 2015	August 2015 – August 2017	August 2017 – August 2019
John Moore	Senior Citizen's Organization	June 2009 – June 2011	June 2011 – June 2013	June 2013 – June 2015
Lisa Ann Rapp	Community Member	August 2011 – August 2013	August 2013 – August 2015	August 2015 – August 2017
Lola Rizkallah	Community Member	December 2011 – December 2013	December 2013 – December 2015	December 2015 – December 2017

**Terms are based on date of appointment approved by the Board of Trustees.**

**Student members serve one year only.**

**Expired terms: Members whose term have expired may continue to serve on the Committee until a successor has been appointed.**

# Year Thirteen Commentary

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July 1, 2015 through June 30, 2016

## **Measure CC and Measure G Bond Overview**

The Citizens' Bond Oversight Committee for the Cerritos Community College District (the District) is pleased to present its Thirteenth Annual Report as required by Proposition 39, the legislative authority of Measure CC and Measure G. It is the Committee's responsibility to represent the voters and to oversee the expenditures of bond funds to assure that bond proceeds are expended for the purposes set forth in the ballot measures

On March 2, 2004, the voters in the Cerritos Community College District approved Measure CC, a \$210 million General Obligation Bond for Cerritos College. One of the key elements of Measure CC was the establishment of a Bond Oversight Committee, composed of seven (7) interested community members appointed by the District's Board of Trustees. The committee represents a cross section of the Cerritos Community College District.

Eight years later on November 6, 2012, the voters in the Cerritos Community College District approved Measure G, a \$350 million General Obligation Bond for Cerritos College, providing funding for the continuing renovation of the nearly 60-year-old campus. In preparation of the final spending of Measure CC monies and the initial spending of Measure G monies, the District's Board of Trustees approved Resolution No. 13-05 on February 6, 2013, adopting Amended and Restated Bylaws that combined Measure CC and Measure G oversight responsibilities into the existing Citizens' Bond Oversight Committee.

The District issued its final Measure CC General Obligation Series 2012D in the amount of \$82,825,515 in April 2012 and is in the process of fully expending these funds. For continuity of the building program, the District issued its first Measure G General Obligation Bond Series 2014A in the amount of \$100 million in November 2014. Concurrently, the District saved taxpayers \$10,995,122.91 by refinancing previously issued Measure CC bonds.

Several construction projects have been successfully completed during the current year and several for this program have been initiated on campus. The most noteworthy of these completed projects is the new Fine Arts Complex and Math/Computer Information & Science building. These two new instructional facilities were built concurrently with occupancy in January 2017. A grand opening dedication of both buildings occurred on February 15, 2017 with a double ribbon cutting and tours of the buildings. The Learning Resource Center Phase III project, which consisted of a second floor interior renovation, a new Information Technology redundant server area, and upgraded mechanical systems for the library was also completed last year. Also completed was the campus wide wayfinding project, a very visible and much needed site improvement, which directs vehicle and pedestrian traffic, provides signage from the frontage roads, and also sight impaired directional maps for campus visitors. Critical infrastructure work that was completed included the upgrade to the primary electrical loop, and transformer replacement to all of the older buildings on campus. Other infrastructure work



## Year Thirteen Commentary

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continued on extending chilled water supplies, energy management devices, fiber conduits, and fire alarm improvements. During the last year, the District successfully bid the Shade Structures for student and instructional gathering spaces on campus. This project has begun with the Aquatics Center structure being erected first. Planning for future construction, the new Field House design is nearly complete and the design for the new Performing Arts Center is also nearly ready for submittal to the Division of State Architects. Additional programming and planning for bond construction continues on an ongoing basis.

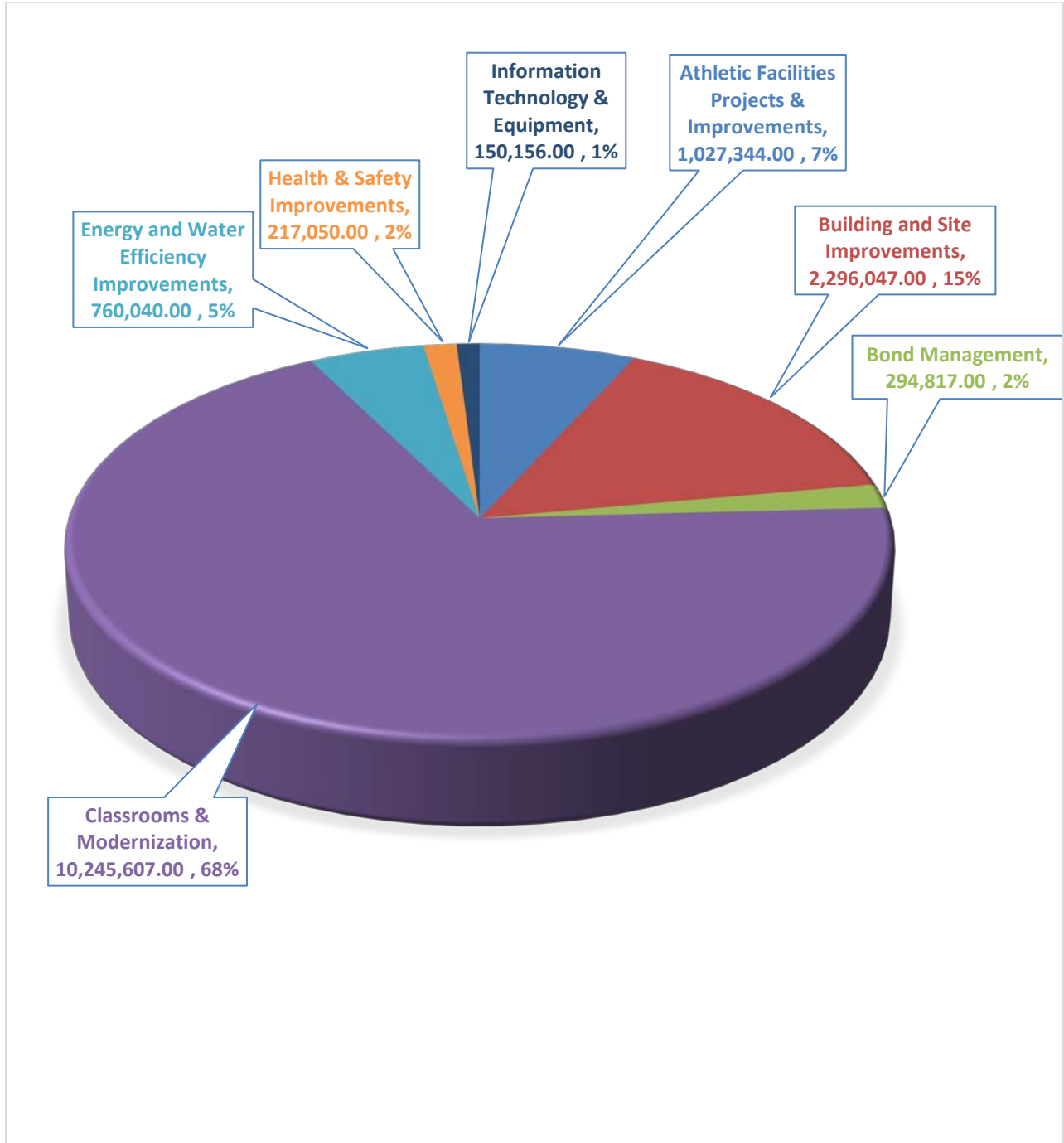
These are some of the many positive changes that enables Cerritos College to continue to provide top tier educational opportunities for the citizens in our communities. Information on past and future meetings and the ongoing bond projects can be found at Cerritos College's website ([www.cerritos.edu/bond](http://www.cerritos.edu/bond)). This website provides detailed information about the current Facilities Master Plan and the projects in progress. We welcome all members of the public to attend our meetings.

### **Challenges:**

A continuing challenge is minimizing the disruption to students, faculty and operations stemming from the growing number of construction activities. Other challenges include limited bond proceeds available to build out the current Facilities Master Plan therefore, it is important to leverage bond proceeds with state capital outlay.

# Cerritos Community College District Measure CC Bond Fund Expenditures As of June 30, 2016

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# Measure CC Bond Fund

## Year 2004 - 2016

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Cerritos Community College District  
 Measure CC Bond Fund  
 Year 2004 - 2016

	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>
Beginning Balance	-	(108,263.00)	20,220,805.00	13,413,488.00
Restatement	-	(1,769,689.00)	-	-
Adjusted Beginning Balance	-	(1,877,952.00)	20,220,805.00	13,413,488.00
Revenues				
8860 Interest	-	418,642.00	700,942.00	2,052,196.00
8900 Other	-	4,036,000.00	-	-
8940 Proceeds	-	37,325,000.00	-	34,845,000.00
	-	41,779,642.00	700,942.00	36,897,196.00
Expenditures				
1000 Certificated	-	-	-	-
2000 Classified	-	-	-	-
3000 Benefits	-	-	-	-
4000 Supplies/Materials	-	25,260.00	136,709.00	4,979.00
5000 Other Operating	22,530.00	2,683,626.00	1,663,612.00	6,495,003.00
6000 Capital Outlay	85,733.00	784,359.00	5,707,938.00	1,206,440.00
7000 Debt Service Principal	-	15,910,000.00	-	-
7000 Debt Service Interest	-	277,640.00	-	-
	108,263.00	19,680,885.00	7,508,259.00	7,706,422.00
7000 Other uses	-	-	-	-
Unadjusted Ending Fund Balance	(108,263.00)	20,220,805.00	13,413,488.00	42,604,262.00
Ending Fund Balance (Audited)	(108,263.00)	20,220,805.00	13,413,488.00	42,604,262.00

# Measure CC Bond Fund

## Year 2004 - 2016

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Cerritos Community College District  
 Measure CC Bond Fund  
 Year 2004 - 2016

	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>
Beginning Balance	42,604,262.00	23,763,401.00	55,324,856.00	27,889,107.00
Restatement	-	-	-	-
Adjusted Beginning Balance	<u>42,604,262.00</u>	<u>23,763,401.00</u>	<u>55,324,856.00</u>	<u>27,889,107.00</u>
Revenues				
8860 Interest	1,781,382.00	486,162.00	672,887.00	306,424.00
8900 Other	-	-	-	10,150.00
8940 Proceeds	-	<u>55,000,000.00</u>	-	<u>20,000,000.00</u>
	<u>1,781,382.00</u>	<u>55,486,162.00</u>	<u>672,887.00</u>	<u>20,316,574.00</u>
Expenditures				
1000 Certificated	-	-	-	-
2000 Classified	-	-	-	-
3000 Benefits	-	-	-	-
4000 Supplies/Materials	4,427.00	52,355.00	763,746.00	957,330.00
5000 Other Operating	2,980,585.00	5,168,886.00	6,913,495.00	6,560,267.00
6000 Capital Outlay	17,637,231.00	18,703,466.00	20,431,395.00	11,856,274.00
7000 Debt Service Principal	-	-	-	-
7000 Debt Service Interest	-	-	-	-
	<u>20,622,243.00</u>	<u>23,924,707.00</u>	<u>28,108,636</u>	<u>19,373,871.00</u>
7000 Other uses	-	-	-	-
Unadjusted Ending Fund Balance	<u>23,763,401.00</u>	<u>55,324,856.00</u>	<u>27,889,107.00</u>	<u>28,831,810.00</u>
Ending Fund Balance (Audited)	<u><u>23,763,401.00</u></u>	<u><u>55,324,856.00</u></u>	<u><u>27,889,107.00</u></u>	<u><u>28,831,810.00</u></u>

# Measure CC Bond Fund Year 2004 - 2016

Cerritos Community College District  
Measure CC Bond Fund  
Year 2004 - 2016

	<b>2012</b>	<b>2013</b>	<b>2014</b>	<b>2015</b>
Beginning Balance	28,831,810.00	79,873,511.00	61,160,720.00	43,503,126.00
Restatement	-	-	-	-
Adjusted Beginning Balance	<u>28,831,810.00</u>	<u>79,873,511.00</u>	<u>61,160,720.00</u>	<u>43,503,126.00</u>
Revenues				
8860 Interest	362,617.00	481,751.00	327,677.00	232,357.00
8900 Other	60,000.00	1,004,694.00	-	-
8940 Proceeds	<u>82,825,515.00</u>	<u>-</u>	<u>-</u>	<u>-</u>
	83,248,132.00	1,486,445.00	327,677.00	232,357.00
Expenditures				
1000 Certificated	-	-	-	-
2000 Classified	-	-	-	-
3000 Benefits	-	-	-	-
4000 Supplies/Materials	416,390.00	209,224.00	53,500.00	-
5000 Other Operating	4,973,029.00	18,579,027.00	(756,427.00)	48,015.00
6000 Capital Outlay	6,204,234.00	1,410,985.00	18,688,198.00	11,857,087.00
7000 Debt Service Principal	20,000,000.00	-	-	-
7000 Debt Service Interest	<u>387,778.00</u>	<u>-</u>	<u>-</u>	<u>-</u>
	31,981,431.00	20,199,236.00	17,985,271.00	11,905,102.00
7000 Other uses	<u>225,000.00</u>	<u>-</u>	<u>-</u>	<u>-</u>
Unadjusted Ending Fund Balance	<u>79,873,511.00</u>	<u>61,160,720.00</u>	<u>43,503,126.00</u>	<u>31,830,381.00</u>
Ending Fund Balance (Audited)	<u><u>79,873,511.00</u></u>	<u><u>61,160,720.00</u></u>	<u><u>43,503,126.00</u></u>	<u><u>31,830,381.00</u></u>

# Measure CC Bond Fund

## Year 2004 - 2016

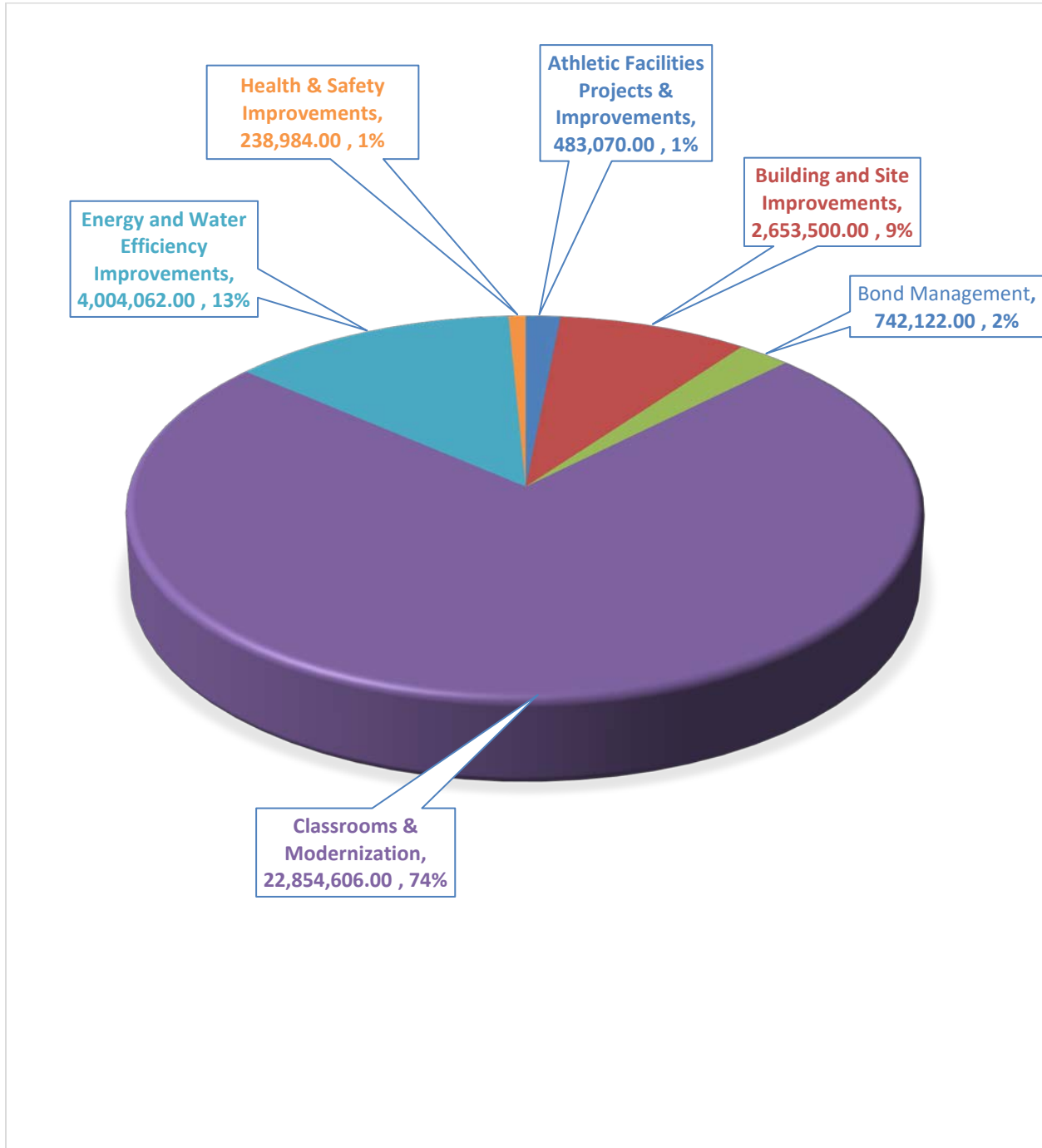
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Cerritos Community College District  
 Measure CC Bond Fund  
 Year 2004 - 2016

	<b>2016</b>	<b>Total</b>
Beginning Balance	31,830,381.00	
Restatement	-	(1,769,689.00)
Adjusted Beginning Balance	31,830,381.00	(1,769,689.00)
Revenues		
8860 Interest	193,635.00	8,016,672.00
8900 Other	-	5,110,844.00
8940 Proceeds	-	229,995,515.00
	193,635.00	243,123,031.00
Expenditures		
1000 Certificated	-	-
2000 Classified	-	-
3000 Benefits	-	-
4000 Supplies/Materials	-	2,623,920.00
5000 Other Operating	38,715.00	55,370,363.00
6000 Capital Outlay	14,952,346.00	129,525,686.00
7000 Debt Service Principal	-	35,910,000.00
7000 Debt Service Interest	-	665,418.00
	14,991,061.00	224,095,387.00
7000 Other uses	-	225,000.00
Unadjusted Ending Fund Balance	17,032,955.00	17,032,955.00
Ending Fund Balance (Audited)	17,032,955.00	17,032,955.00

# Cerritos Community College District Measure G Bond Fund Expenditures As of June 30, 2016

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# Measure G Bond Fund

## Year 2012 - 2016

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Cerritos Community College District  
 Measure G Bond Fund  
 Year 2012 - 2016

	<b>2012</b>	<b>2013</b>	<b>2014</b>
Beginning Balance	-	-	(1,908,964.00)
Restatement	-	-	-
Adjusted Beginning Balance	-	-	(1,908,964.00)
Revenues			
8800 Settlement	-	-	-
8860 Interest	-	-	-
8900 Other	-	-	-
8940 Proceeds	-	-	-
8980 Transfers In	-	-	-
	-	-	-
Expenditures			
1000 Certificated	-	-	-
2000 Classified	-	-	-
3000 Benefits	-	-	-
4000 Supplies/Materials	-	-	1,663.00
5000 Other Operating	-	-	-
6000 Capital Outlay	-	1,908,964.00	4,942,994.00
7000 Debt Service Principal	-	-	-
7000 Debt Service Interest	-	-	-
	-	1,908,964.00	4,944,657.00
7000 Other uses	-	-	-
Unadjusted Ending Fund Balance	-	(1,908,964.00)	(6,853,621.00)
Ending Fund Balance (Audited)	-	(1,908,964.00)	(6,853,621.00)



# Measure G Bond Fund Year 2012 - 2016

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Cerritos Community College District  
Measure G Bond Fund  
Year 2012 - 2016

	<b>2015</b>	<b>2016</b>	<b>Total</b>
Beginning Balance	(6,853,621.00)	74,375,150.00	
Restatement			-
Adjusted Beginning Balance	(6,853,621.00)	74,375,150.00	-
Revenues			
8800 Settlement	-	-	-
8860 Interest	340,149.00	497,586.00	837,735.00
8900 Other	-	-	-
8940 Proceeds	100,000,000.00	-	100,000,000.00
8980 Transfers In	-	-	-
	100,340,149.00	497,586.00	100,837,735.00
Expenditures			
1000 Certificated	-	-	-
2000 Classified	-	-	-
3000 Benefits	-	-	-
4000 Supplies/Materials	2,822.00	1,757.00	6,242.00
5000 Other Operating	478,189.00	26,613.00	504,802.00
6000 Capital Outlay	18,630,367.00	30,947,974.00	56,430,299.00
7000 Debt Service Principal	-	-	-
7000 Debt Service Interest	-	-	-
	19,111,378.00	30,976,344.00	56,941,343.00
7000 Other uses			-
Unadjusted Ending Fund Balance	74,375,150.00	43,896,392.00	43,896,392.00
Ending Fund Balance (Audited)	74,375,150.00	43,896,392.00	43,896,392.00

## Continuing Disclosure Certificate

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The Continuing Disclosure Certificate is executed and delivered by the Cerritos Community College District in connection with issuance of \$37,325,000 General Obligation Bonds, Election of 2004, Series 2004A; \$38,845,000 General Obligation Bonds, Election of 2004, Series 2006B; \$55,000,000 General Obligation Bonds, Election 2004, Series 2009C; \$55,000,000 General Obligation Bonds, Election 2004, Series 2009C; \$82,825,515 General Obligation Bonds, Election 2004, Series 2012D; \$25,135,993 in General Obligation Refunding Bonds issued in 2005; \$80,395,000 in General Obligation Refunding Bonds Series A issued in 2014; \$17,975,000 in General Obligation Refunding Bonds Series B issued in 2014 and \$100,000,000 in General Obligation Bonds, Election of 2012, Series 2014A.

The Bonds are issued pursuant to the provisions of Article 4.5 of Chapter 3 of Part 1 of Division 2 of Title 5 of the Government Code of the State of California, Article XIII A of the California Constitution and pursuant to resolutions of the Board of Supervisors of Los Angeles County adopted in 2004 and 2012. 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 at: <http://cms.cerritos.edu/bond/bond-oversight-committee/continuingdisclosureannualreport.htm>

In compliance with Section 4, Number 2 of the Certificate of Disclosure, here are specific answers relating to the period of July 1, 2015 through June 30, 2016.

- (A) State funding received by the District for the last completed fiscal year (2015-2016)**  
**Combined General Fund unrestricted and restricted - \$33,096,273.**
- (B) Enrollment for the District for the last completed fiscal year (2015-2016)**  
**Full Time Equivalent Students – 17,741**
- (C) Outstanding District indebtedness**  
**The District had \$273,959,245 of general obligation bonds outstanding as of June 30, 2016.**
- (D) Assessed valuation for real property in the District for the last completed fiscal year (2015-2016)**  
**Assessed Valuation - \$42,975,125,523**
- (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 Vice President of Business Services/Assistant Superintendent.**

# Appendix

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## **Independent Auditor's Financial Audit**

<http://cms.cerritos.edu/bond/audit-reports/default.htm>

## **Independent Auditor's Performance Audit**

<http://cms.cerritos.edu/bond/audit-reports/default.htm>

## **Citizens' Bond Oversight Committee Agendas and Minutes**

<http://cms.cerritos.edu/bond/bond-oversight-committee/citizens-bond-oversight-committee-agendas-2015-2016.htm>

## **Citizens' Bond Oversight Committee Bylaws**

[http://cms.cerritos.edu/uploads/Bond/CBOC\\_Amended\\_Bylaws\\_\(020613\).pdf](http://cms.cerritos.edu/uploads/Bond/CBOC_Amended_Bylaws_(020613).pdf)

## **Original Resolution 03-18 and Exhibit A & B**

[http://cms.cerritos.edu/uploads/Bond/GO\\_Bond\\_Resolution\\_No.\\_03-18\\_\(Approved\\_11-19-03\).pdf](http://cms.cerritos.edu/uploads/Bond/GO_Bond_Resolution_No._03-18_(Approved_11-19-03).pdf)

## **Resolution Authorizing 2004 General Obligation Bonds, Series 2006B**

<http://cms.cerritos.edu/uploads/Board/Agendas/13%20-%20August%202,%202006.pdf>

## **Resolution Authorizing 2004 General Obligation Bonds, Series 2009C**

<http://cms.cerritos.edu/uploads/Board/BoardBooks/041509%20Board%20Book.pdf>

## **Resolution Authorizing 2004 General Obligation Bonds, Series 2012D**

[http://cms.cerritos.edu/uploads/Board/BoardBooks/021512\\_Board\\_Book.pdf](http://cms.cerritos.edu/uploads/Board/BoardBooks/021512_Board_Book.pdf)

## **Resolution Authorizing 2004 General Obligation Bonds, 2014 Refunding, Series A & B**

[http://cms.cerritos.edu/uploads/Board/Board%20Backup/Item\\_1\\_Refunding\\_Bonds.pdf](http://cms.cerritos.edu/uploads/Board/Board%20Backup/Item_1_Refunding_Bonds.pdf)

## **Resolution Authorizing 2012 General Obligation Bonds, Series 2014A**

[http://cms.cerritos.edu/uploads/Board/BoardBooks/100114\\_Board\\_Book.pdf](http://cms.cerritos.edu/uploads/Board/BoardBooks/100114_Board_Book.pdf)



**Elected Board Members**

Zurich Lewis, President  
Carmen Avalos, Vice President  
Dr. Shin Liu, Clerk  
John Paul Drayer, Member  
Marisa Perez, Member  
Martha Camacho-Rodriguez, Member  
Dr. Sandra Salazar, Member  
Karen F. Patron, Student Member



<http://cms.cerritos.edu/bond/>