



2014 Annual Report TO THE BOARD OF TRUSTEES

Measure V Citizens' Bond Oversight Committee





SBCC Board of Trustees

Santa Barbara Community College District Board of Trustees

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Letter from the Chair

February 26, 2015

As Chair of the Measure V Citizens' Bond Oversight Committee, it is my pleasure to once again present the Measure V Annual Report to the Board of Trustees of the Santa Barbara Community College District. Upon passage of Measure V, the Board of Trustees established this committee in compliance with Education Code Section 15278 and Proposition 39. Our first meeting was held on November 6, 2008 and we have since met 19 times. I wish to express my heartfelt thanks to the members for their continued support and participation.

As in the past, the meetings of the Citizens' Bond Oversight Committee have been well-organized and informative. Information presented and reviewed at each meeting includes the most recent Financial Reports, updated Project Expenditure Summaries, and general Project Construction Updates. SBCC staff and administrators have been very helpful in providing timely information to the Committee as well as responding to the Committee's questions. As a Committee, we are excited about all of the projects completed and those currently under construction. On behalf of the District, this Committee would like to express its gratitude to the voters of the community, without whom the Measure V Bond Construction Program would not exist.

It is our opinion, based upon the Committee's oversight activities and a review of the independent financial and performance audits, that the District is in compliance with the requirements of Article XIII A, Section 1(b)(3) of the California Constitution. With the presentation of this Annual Report, the Bond Oversight Committee members assure voters that Measure V Bond expenditures have been properly made and have been utilized for projects consistent with those identified in the Bond Measure. It is our sincere hope that you will find this Annual Report informative and comprehensive.

Sincerely,

A handwritten signature in black ink that reads "Jack Ostrander". The signature is written in a cursive, flowing style.

Jack Ostrander, Chairperson



Executive Summary

The number of active Measure V projects has been greatly reduced as the total number of completed Measure V projects increases and remaining bond funds decrease. Several projects were completed in 2014, most notably the Humanities Building Modernization project. Progress continues towards construction of the new West Campus Classroom and Office building, the final major capital improvement project funded by Measure V. The following pages present updates on projects that have been completed, are in design or are under construction, several of which were also featured in previous years' Annual Reports.

During 2014, there were three Citizens' Bond Oversight Committee meetings, at which all aspects of ongoing and upcoming projects were presented.

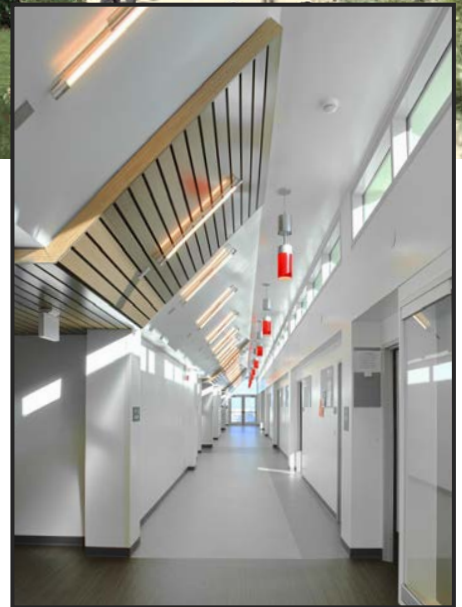
The committee is excited about the progress to date and looks forward to completion of the projects underway. The committee also welcomes members of the public to its meetings and encourages everyone to continue supporting SBCC and Measure V through completion of the projects and beyond.

The Citizens' Bond Oversight Committee remains committed to the success of the college and will continue to monitor and provide reports on the status of the Measure V Bond Program. Through the judicious use of Measure V Funds, the Bond Program will allow SBCC to continue to educate and prepare students for the future by replacing and supplementing existing college infrastructure.

Measure V Bond Overview

Measure V is the Santa Barbara City College Construction Improvement Bond Measure passed on the June 3, 2008 ballot. Measure V asked voters to approve a \$77.2 million bond. Funding from the bond has helped the college modernize technology, upgrade the deteriorating infrastructure of aging classroom and office buildings, and improve existing teaching and learning environments.

Measure V was presented under the provisions of Proposition 39, requiring that at least 55% of voters approve a measure for its passage. Measure V received over 70% approval.



Planned Meetings

February 19, 2015
June 18, 2015

Past Meetings

November 6, 2008
February 19, 2009
June 18, 2009
November 12, 2009
February 18, 2010
June 17, 2010
November 10, 2010
February 17, 2011
June 16, 2011
November 8, 2011
February 16, 2012
June 21, 2012
November 15, 2012
February 20, 2013
June 20, 2013
November 14, 2013
February 20, 2014
June 19, 2014
November 20, 2014

A schedule of future meetings is available on the Measure V website www.sbcc.edu/measureV

Meetings are held in the Luria Conference and Press Center on the College's East Campus, 721 Cliff Drive, Santa Barbara.

All Committee meetings are open to the public and are subject to the provisions of the Brown Act.

Citizens' Bond Oversight Committee Members

Current Board Members

Jack Ostrander, Business Organization (Chair) (Second term ends Nov. 2016)
Charles "Tobe" Plough, Taxpayers' Organization (Vice Chair) (Second term ends Nov. 2016)
Dr. David Doner, Jr., Support Organization (Two year term beginning Nov. 2014)
Luis Esparza, Community-at-Large (Two year term beginning Nov. 2014)
Bernice James, Community-at-Large (Second term ends Nov. 2016)
Michael Just, Senior Citizen Representative (Second term ends Nov. 2016)
Caleb Ransom, Student Representative (One year term beginning Nov. 2014)

Former Board Members

Sally Green, Community-at-Large (Chair) (Second term ends Nov. 2014)
Joy Merklen, Student Representative (One year term beginning Nov. 2013)
Lee Moldaver, Support Organization (Second term ends Nov. 2014)

The Role of the Citizens' Bond Oversight Committee

As promised to the voters, and as required by law, the Santa Barbara Community College District Board of Trustees has adopted a resolution establishing the Measure V Citizens' Bond Oversight Committee. There are seven established seats on the committee, the required minimum under the laws governing the establishment and implementation of the Citizens' Bond Oversight Committee.

Members are selected based upon criteria established by Proposition 39

- One active member from each of the following: a business organization representing the business community located in the district; a senior citizens' organization; a bona-fide taxpayers' association; a support organization for the college; and a student enrolled in a community college support group. Two members of the community at large.
- Members of the Citizens' Bond Oversight Committee are appointed for one- or two-year terms and may not serve more than two consecutive terms. Members serve on the committee without compensation. The committee is an advisory committee and does not have a legal capacity independent from the District. The duties of the committee are to review expenditures, to inform the public, and to provide an Annual Report to the Board of Trustees in an open session at a Board meeting.





Period Covered by the Report

To accurately reflect the information contained in the audited financial report, the financial analysis section of this report covers the time period from July 1, 2013 to June 30, 2014.

Report on Independent Financial and Performance Audits

The District has received, and the Citizens' Bond Oversight Committee has reviewed, the financial and performance audit for the Measure V Bond Construction Fund for the fiscal year ending June 30, 2014. Glenn, Burdette, Phillips & Bryson, an independent auditing firm, prepared the report to comply with Proposition 39 accountability within the California Constitution. The report stated:

"In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the Measure V Bond Construction Fund of the Santa Barbara Community College District as of June 30, 2014, and the results of its operations for the year then ended, in conformity with accounting principles generally accepted in the United States of America."

Financial Compliance Confirmation

All expenditures authorized by Measure V have been reviewed by the Citizens' Bond Oversight Committee to ensure that the money was spent only on improvement projects as required by Proposition 39. All funds expended from Measure V will be audited annually by an independent accounting firm.

The Citizens' Bond Oversight Committee has reviewed expenditures and projects and finds that the District is in compliance with Article XIII A Section 1(b)(3) of the California Constitution and consistent with the District's approved Measure V local bond measure.

Oversight Committee Activities

Over the past year, the committee has been an active participant overseeing Measure V expenditures and activities. The committee has reviewed various budget and project issues. In accordance with Proposition 39, the committee has regularly reviewed bond expenditures, as well as the independently conducted financial and performance audits.



Measure V Project Status

For purposes of reporting current activity on the projects contained within the Measure V Bond Program, this report covers the calendar year ending December 31, 2014.

Capital Construction Projects

Humanities Building Modernization (Complete)

The college worked with the architecture firm DLR Group to provide planning, design, Department of State Architect (DSA) processing, and construction administration of the Humanities Building Modernization project. Extensive meetings were held with representatives of the user groups throughout the design and permitting process and final DSA approval was received in December 2011. The college utilized a Lease-Lease Back project delivery method for the construction of the project. Construction began in September 2012 and was substantially complete by January 2014. Having recently achieved final completion this project greatly improves existing teaching facilities, improves accessibility, provides additional restroom space, and replaces aging and outdated technology.

West Campus Classroom and Office Building (Preconstruction)

After receiving Board of Trustee approval in October 2012 for utilizing remaining Measure V funds, the college began the planning and design of the new West Campus Classroom and Office building. This new building will house approximately 30 new state-of-the-art classrooms and will allow the college to remove many of the aging modular classroom buildings currently located throughout the Main Campus. Obtaining Leadership in Energy and Environmental Design (LEED) Silver certification as a minimum level of certification is a project requirement. The current estimated construction completion date is spring of 2017.

Major Deferred Maintenance Projects

Removal of Modular Buildings (In Process)

The college has developed a phased plan for the removal of the modular buildings throughout the main campus to address permitting and compliance issues, and to realign its commitment to provide a high quality educational environment by designing and building permanent, long term facilities. The project includes the progressive removal of all modular buildings and, in most cases, restoration of land beneath to a natural condition. Execution of the project will align with the college's facilities long-range plan that includes construction of new facilities on the West and the East campuses.





Completed Deferred Maintenance Projects

- Campus Center Column Repair
- Keyless Entry/Electronic Locks
- Interdisciplinary Center—Paint Exterior
- Business Communications Building—Paint Exterior
- Orfalea Early Learning Center Improvements
- West Campus Parking Structure Pigeon Deterrence
- Student Services Building Trellis Repair and Refinish
- Physical Science Building Trellis Repair and Refinish
- Campus-Wide Energy Management System (EMS)
- ECC 1-15—Replace HVAC Units
- Landscape Improvements at Ramps and La Playa Stadium
- Sports Pavilion Hallways and Lobby Interior Painting
- Handrail at Sports Pavilion Upper Walkway
- Physical Education Building—Paint Exterior
- Marine Diving Technology Boat Storage Area
- New Flooring in A-183 and Marine Diving Tech Classroom
- OE-180 Replace Heating System
- ESL Roofing Repair/Replacement
- East Campus Classroom Roofing Repair and Exterior Painting
- Student Services Building Carpet Replacement
- Elevator Upgrades
- Wake Center Resurface Parking Lot
- Network Infrastructure Improvements
- Physical Education Interior Improvement Projects
- Sports Pavilion Door Replacement
- Upgrade Energy Management System
- Video Surveillance at Oak Restoration Area

Completed Capital Construction Projects

- Humanities Building Modernization
- Drama Music Building Modernization
- Luria Conference and Press Center
- La Playa Stadium Track and Field Replacement
- Pedestrian Bridge Repairs
- West Campus Snack Shop Remodel
- East Campus Snack Shop Remodel
- Learning Resource Center (LRC) Interior Improvements

This is a partial list of completed and ongoing projects. This list is not intended to be all-inclusive. The Measure V project list remains subject to change in order to best fit the ongoing needs of the college. The Administration will continue to ensure that the Citizens' Bond Oversight Committee is informed of upcoming project changes as soon as information is available.

Santa Barbara Community College District Measure V Bond Construction Fund Balance Sheet

June 30, 2014

Assets

Cash in County Treasury	\$6,238,100
Accounts receivable	\$5,804
Total Assets	\$6,243,904

Liabilities and Fund Balance

Liabilities

Accounts payable and accrued liabilities	\$369,825
Due to other funds	\$0
Total Liabilities	\$369,825

Fund Balance

Restricted	\$5,874,079
Total Fund Balance	\$5,874,079

Total Liabilities and Fund Balance	\$6,243,904
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Santa Barbara Community College District Measure V Bond Construction Fund Statement of Revenues, Expenditures and Changes in Fund Balance

June 30, 2014

Revenues

Other State revenue	\$0
Local revenue	\$33,459
Total Revenues	\$33,459

Expenditures

Academic salaries	\$34,841
Classified salaries	\$15,678
Employee benefits	\$4,527
Books and supplies	\$871
Services and other operating expenditures	\$110,580
Capital outlay	\$9,118,011

Total Expenditures	\$9,284,508
Excess of over revenues expenditures	(\$9,251,049)

Fund balance—Beginning of year	\$15,125,128
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Fund balance—End of year	\$5,874,079
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Santa Barbara Community College District Audit Report for the Year Ended June 30, 2014

Notes

SANTA BARBARA CITY COLLEGE

