

MEASURE L BOND PROGRAM

CITIZENS' OVERSIGHT COMMITTEE

2021-2022 ANNUAL REPORT
SAN JOAQUIN DELTA COLLEGE



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In November 2003, the San Joaquin Delta Community College District's Board of Trustees placed Measure L, a \$250-million bond, on the March 2, 2004, ballot.

Measure L is the district's first bond measure since 1969. The bond measure represents a substantial portion of the district's \$344-million 2010 Facilities Master Plan. The purpose of the bond measure is to renovate, upgrade and expand buildings, many of which are now over 40 years old, and to support site acquisition and development of educational centers to provide access to Delta College throughout the region.

Since the passage of Measure L, the District has refinanced approximately \$146.9 million of its Measure L Series 2005A and 2008B Bonds in 2015. The outcome is a gross saving for District taxpayers of \$25.8 million! Plus, the District's continued outstanding Aa2 credit rating from Moody's, and AA rating from Fitch enabled the district to enjoy lower short and long-term borrowing costs as it issued the final series of Measure L Bonds in Spring 2018.

Lower borrowing costs are great news for District taxpayers.



ROLE OF THE OVERSIGHT COMMITTEE

As provided in California Education Code Section 15278, the San Joaquin Delta Community College District's Board of Trustees formed a Citizens' Oversight Committee.

- Bond revenues are expended only for the construction, reconstruction, rehabilitation, or replacement of college facilities, including the furnishing, and equipping of college facilities or the acquisition or lease of real property for college facilities.
- No bond revenues are expended for any teacher or administrative salaries or other college operating expenses.

To conduct its role, the Citizens' Oversight Committee may:

- Receive and review copies of the annual independent performance audit conducted to ensure that the bond revenue is expended only on the specific projects listed in the bond proposition.
- Receive and review copies of the annual independent financial audit of the bond revenue and expenditures.
- Inspect college facilities and grounds to ensure that the bond revenue is expended in compliance with the requirements of paragraph (3) of subdivision (b) of Section 1 of Article XIII A of the California Constitution.
- Receive and review copies of scheduled maintenance proposals or plans developed by the District.
- Review efforts by the District to maximize bond revenues by implementing various cost-saving measures.

SUMMARY OF MAJOR PROJECTS

2021–2022 FISCAL YEAR

CLOSED PROJECTS

There were no closed projects for the 2021 – 2022 fiscal year.

IN PROGRESS PROJECTS

Manteca Farm Improvements (Filtration System) – The project has been stalled due to the approval of the state's permits. Once the state approves the permits we will begin drilling for the new well. We do not expect any delays in completing the project once the permits have been approved. Once permits are approved Pacific Gas & Electric (PG&E) will be able to install a power pole. Tentatively the project should be completed by November 2022.

IN PROGRESS PROJECTS

- Athletic Fields Project



INDEPENDENT AUDITOR'S REPORT

BOARD OF TRUSTEES AND CITIZENS' BOND OVERSIGHT COMMITTEE FOR MEASURE L SAN JOAQUIN DELTA COMMUNITY COLLEGE DISTRICT STOCKTON, CALIFORNIA

OBJECTIVES

1. Determine whether expenditures charged to the General Obligation Bond Fund (Measure L) have been made in accordance with the bond project list approved by the voters through the approval of Measure L.
2. Determine whether salary transactions, charged to the General Obligation Bond Fund (Measure L) were in support of Measure L and not for District general administration or operations.

SCOPE

We obtained the general ledger and the project expenditure reports prepared by the district for the fiscal year ended June 30, 2022, for the General Obligation Bond Fund (Measure L). Within the fiscal year audited, we obtained the actual invoices, purchase orders, and other supporting documentation for a sample of expenditures to ensure compliance with the requirements of Article XIII A, Section 1(b)(3)(C) of the California Constitution and Measure L as to the approved bond projects list. We performed the following procedures:

1. We identified expenditures and projects charged to the general obligation bond proceeds by obtaining the general ledger and project listing.
2. We selected a sample of expenditures using the following criteria:
 - We considered all expenditures recorded in all object codes.
 - We considered all expenditures recorded in all projects that were funded from July 1, 2021, through June 30, 2022, from Measure L bond proceeds.
 - We selected a sample of expenditures using professional judgment, based on risk assessment and consideration of coverage of all object codes and projects for the period starting July 1, 2021, and ending June 30, 2022.
3. Our sample included transactions totaling \$803,270. This represents approximately 65% of the total expenditure of \$1,233,435.
4. We reviewed the actual invoices and other supporting documentation to determine that:
 - Expenditures were supported by invoices with evidence of proper approval and documentation of receipting goods or services.
 - Expenditures were supported by proper bid documentation, as applicable.
 - Expenditures were expended in accordance with the voter-approved bond project list.

INDEPENDENT AUDITOR'S REPORT

BOARD OF TRUSTEES AND CITIZENS' BOND OVERSIGHT COMMITTEE FOR MEASURE L SAN JOAQUIN DELTA COMMUNITY COLLEGE DISTRICT STOCKTON, CALIFORNIA

- Bond proceeds were not used for the salaries of administrators or other operating expenses of the district.
5. We determined that the district has met the compliance requirement of Measure L if the following conditions were met:
- Supporting documents for expenditures were aligned with the voter-approved bond project list.
 - Expenditures were not used for salaries of administrators or other operating expenses of the districts.

CONCLUSION

The results of our tests indicated that, in all significant respects, San Joaquin Delta Community College District has properly accounted for the expenditures held in the General Obligation Bond Fund (Measure L) and that such expenditures were made for authorized Bond projects.

FINANCIAL STATEMENTS

SAN JOAQUIN DELTA COLLEGE - MEASURE L BOND PROGRAM Q4 2021-2022

ANNUAL MEASURE L BOND PROGRAM REVENUE

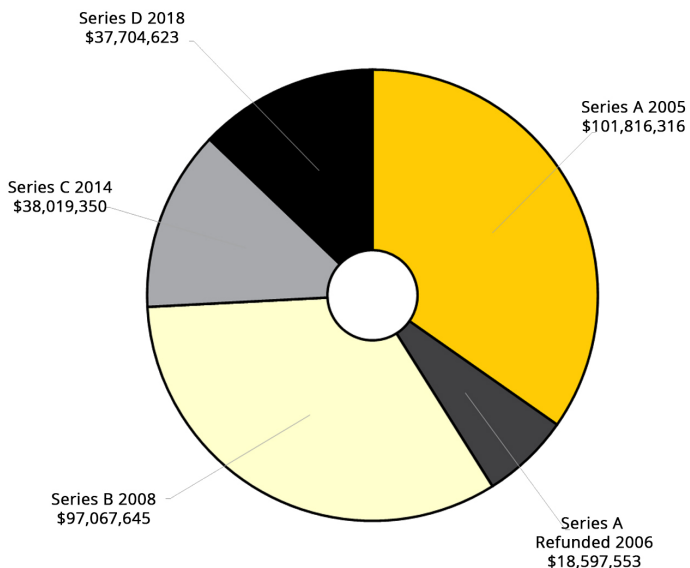
\$293,205,487 Total Bond Program Revenue (Interest & Other Revenue)

ANNUAL MEASURE L BOND PROGRAM EXPENDITURES

\$274,713,901 Total bond Program Expenditures (To Date)

MEASURE L BOND PROGRAM TOTAL REVENUE

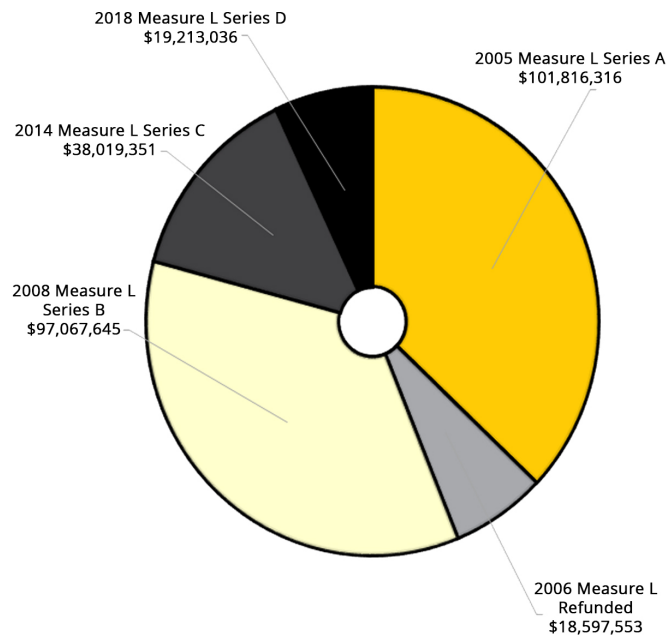
2021 - 2022 = \$293,205,487



MEASURE L BOND PROGRAM TOTAL EXPENDITURES

2021 - 2022

Program to Date = \$274,713,901



SAN JOAQUIN DELTA COMMUNITY COLLEGE DISTRICT BOARD OF TRUSTEES

Dr. Charles Jennings

*Area 4, Lodi, Galt & Delta
President*

Dr. Elizabeth Blanchard

*Area 2, Central Stockton
Vice President*

Catherine Mathis, M.D.

*Area 7, Lathrop, Manteca,
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*Area 1, South Stockton &
Weston Ranch
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Janet Rivera

*Area 3, North Stockton
Member*

Kathleen Garcia

*Area 5, East San Joaquin &
Calaveras County
Member*

Dr. Teresa Brown

*Area 6, Tracy, and
Mountain House
Member*

Jarvis Alcantara

Student Representative

CITIZENS' OVERSIGHT COMMITTEE MEMBERS (DURING FY21-22 PERIOD)

Nicole Goehring

*Business Representative
2020 – 2022*

Mary Webb

*At Large Representative
2020 – 2022*

Armando Valerio

*At Large Representative
2020 – 2022*

Mercedes Silveira- Gouveia

*Foundation Representative
2020 – 2022*

VACANT

*Senior Citizens Representative
2020 – 2022*

Jeriel Ngunte

*Student Representative
2020 – 2022*

Lester Patrick

*Taxpayer Representative
2020 – 2022*

INQUIRIES

For more information regarding Measure L and the Citizens' Oversight Committee, please visit the Measure L Bond Website at: deltacollege.edu/measure-l-bond-program or call 209-954-5074.

Stacy Pinola

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