Audited Annual Financial Report

The following is the audited financial report for San Joaquin Delta Community College District's Capital Project Funds for the year ended June 30, 2005. This schedule exhibits multiple funding sources including State Funds, Measure L 1 Bond Funds and Other Local Funds. The District is committed to the efficient use of Measure L funds by leveraging stateional and local funds to accomplish capital project activity objectives.

San Joaquin Delta Community College District
Capital Project Funds
Statements of Revenues, Expenses and Changes in Fund Balance
For the Year Ended June 30, 2005

<table>
<thead>
<tr>
<th></th>
<th>State Fund</th>
<th>GC Bond Fund</th>
<th>Other Local Funds</th>
<th>Total Revenue</th>
</tr>
</thead>
<tbody>
<tr>
<td>Revenues</td>
<td>2,283,006</td>
<td>1,011,284</td>
<td>184,198</td>
<td>3,478,488</td>
</tr>
<tr>
<td>EXPENDITURES</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Salaries and wage expense</td>
<td>1,009,003</td>
<td></td>
<td></td>
<td>1,009,003</td>
</tr>
<tr>
<td>Supplies and materials</td>
<td>2,087,466</td>
<td>4,084,309</td>
<td>80,922</td>
<td>6,252,707</td>
</tr>
<tr>
<td>TOTAL EXPENDITURES</td>
<td>3,096,469</td>
<td>4,084,309</td>
<td>80,922</td>
<td>7,361,707</td>
</tr>
<tr>
<td>EXCESS OF REVENUES OVER EXPENDITURES</td>
<td>385,609</td>
<td>808,575</td>
<td>103,276</td>
<td>1,307,460</td>
</tr>
<tr>
<td>OTHER FINANCING SOURCES</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Operating transfers in</td>
<td>1,829,013</td>
<td>1,073,263</td>
<td>2,933,272</td>
<td>5,835,548</td>
</tr>
<tr>
<td>Operating transfers out</td>
<td>(2,224,172)</td>
<td></td>
<td></td>
<td>(2,224,172)</td>
</tr>
<tr>
<td>OTHER</td>
<td>80,922</td>
<td></td>
<td></td>
<td>80,922</td>
</tr>
<tr>
<td>TOTAL OTHER FINANCING SOURCES</td>
<td>1,625,841</td>
<td>1,073,263</td>
<td>3,014,203</td>
<td>5,612,307</td>
</tr>
<tr>
<td>EXCESS OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES</td>
<td>259,760</td>
<td>754,312</td>
<td>233,254</td>
<td>1,247,326</td>
</tr>
</tbody>
</table>

For More Information

For more information regarding Measure L and the Citizens' Oversight Committee please visit the Measure L Bond Website at www.bond.delta.edu or call 209-265-5767.

ATTN: Bond Management Office
Measure L - Citizens' Oversight Committee
5151 Pacific Ave.
Stockton, CA 95207

Citizens' Oversight Committee
2004 - 2005 Annual Report
Measure L Bond Program
Today's Needs, Tomorrow's Opportunities
Dear San Joaquin Valley Residents,

In March 2004, the voters of the San Joaquin Delta Community College District successfully passed Measure L, a $550 million bond measure. Measure L will provide the necessary funds to improve and expand the District’s educational centers. One of the keystone components of Measure L was the establishment of a bond oversight committee.

Established by the San Joaquin Delta Community College District Board of Trustees, this committee began meeting regularly in October 2004. The purpose of the Committee is to ensure the public is informed about the District’s expenditure of revenues received from the sale of bonds authorized by the voters in the general election, in particular the Committee will provide oversight ensuring that:

- Bond revenues are expended only for the construction, reconstruction, renovation 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 carry out the role of the Oversight Committee may:
- Receive and review copies of the annual independent performance audit conducted to ensure that the bond revenue has been expended only on the property identified in the bond proposition;
- Receive and review copies of the annual independent financial audit of the bond revenue and expenditures;
- Inspect college facilities and verify that the bond revenue is expended in compliance with the requirements of paragraph (a) of section 70451 of the Education Code.
- Review and receive copies of defaulted maintenance proposals or plans developed by the District;
- Review efforts by the District to maximize bond revenues by implementing various cost-saving measures.

Upcoming Meeting Dates

The Oversight Committee meets community members to attend its regularly scheduled meetings. All meetings are open to the public with agendas posted on Measure L, Bond Web Site at www.sjdelta.edu/bondweb.

Major Activities for the 04-05 FY

Series ‘2005’C’ Insurance

Totaling $90 million, Series 2005’s bond is the first of a series of bonds to be issued by the San Joaquin Delta Community College District. The bond insurance was underwritten by First Service Insurance Company. All meetings are open to the public, meeting dates and agendas are posted on Measure L, Bond Web Site at www.sjdelta.edu/bondweb.

Quick Start Overview

The ‘Quick Start’ program was designed to address critical health, safety concerns. ACA compliance and standards. The following ‘Quick Start’ projects have been completed:

- Bathing Cages
- Ornamental Hollie Rose Shrub
- Steiner Hall; FDR
- Tailor 2; HVAC System
- Barrier Free Furniture
- CDA Development Center; Housing
- Roofing

For more information regarding the ‘Quick Start’ program, please visit the Project Information section of the Measure L, Bond Web Site, www.sjdelta.edu/bondweb.

2004-06 Major Architectural Commissions

A number of major architectural commissions have been awarded to firms that specialize in educational facility design. The University of California, Merced and administration of San Joaquin Delta Community College District have awarded designs in the selection for firms to provide architectural services for the following projects:

- Cunningham-Swanson-Miller Center – BRM Architecture
- District Support Services Center – IWU Architects
- Oceanview Library – Stanford King Wayne Architects
- M & P – Kendra Austerman, Windlass–Bower Architects
- Hyatt House – Black alliance
- ACA Transition Plan – CMBA Architecture

These firms were selected through a multi-stage process conducted in tandem with various interviews with selection committees composed of locally, independently, and administration, and user groups representatives.

Summary of GCC Activities for the Period

The Community College’s General Campus has met or exceeded all of its four objectives since its inception. Proceedings of these meetings have included:

- Meeting of officers
- Setting of goals and responsibilities of members
- Evaluation of quarterly financial reports
- Evaluation of program accomplishments.