



**MEASURES G-2004, G-2010 and X
CITIZENS' BOND OVERSIGHT COMMITTEE MEETING AGENDA**

December 19, 2017: 6:00 – 7:30 PM

San José • Evergreen Community College District Office
40 South Market St., 1st floor Room CR112; San José, CA 95113

- | | |
|---|-------------|
| 1. Call to Order – <i>Chair</i> | ACTION |
| 2. Approval of Agenda – <i>Chair</i> | ACTION |
| 3. Approval of Minutes from September 19, 2017 | ACTION |
| 4. Public Comment – <i>3 Minutes per speaker with advance sign in</i> | INFORMATION |
| <p><i>(6 Minutes if an interpreter is needed)</i>
 <i>A reminder to everyone that the purpose of this agenda item is to give members of the public the opportunity to inform the Committee of any issues of concern within our jurisdiction. The Committee values this time and listens with interest. However, as these comments relate to non-agendized items, the Committee may not discuss or comment on them at this time. So, please do not interpret our silence as lack of interest. This is not the case. We thank and appreciate each speaker for taking the time to come to our meeting and speak to us, and we entrust our Chancellor to take appropriate note of the issues raised and proceed with due diligence.</i></p> | |
| 5. Communications Received by Committee Members | INFORMATION |
| 6. Staff Reports – <i>Chancellor Budd / Vice Chancellor Smith</i> | INFORMATION |
| 7. Financial and Performance Audit Reports – <i>Cossilias Wilson
Dominguez Leavitt, CPAs</i> | INFORMATION |
| 8. Review of Draft Annual Report – <i>Mike Chegini</i> | INFORMATION |
| 9. Project Updates – <i>Owen Letcher</i> | INFORMATION |
| a. Measure X | |
| b. Measure G-2010 | |
| 10. Program Financial Reports | |
| a. Financial Reports | ACTION |
| i. Measure X – <i>Peter Fitzsimmons</i> | |
| ii. Measure G-2010 – <i>Ann Kennedy</i> | |
| b. Bond List Revision(s) – <i>Ann Kennedy</i> | INFORMATION |
| i. Measure G-2010 | |
| 11. Location of Future Meeting Dates | ACTION |
| 12. Future Agenda Items | |
| 13. Adjournment | |

Board of Trustees

Mayra Cruz • Scott Pham • Huong Nguyen • Wendy Ho • Jeffrey Lease • Craig Mann • Rudy Nasol

Proposed Future Meeting Dates/Times/Locations:

6:00 – 7:30 PM		
Meeting Date	Location	Tour
Tuesday, March 20, 2018	San José - Evergreen Community College Extension, Milpitas	Yes - Milpitas
Tuesday, June 19, 2018	San José City, Room TBD	Yes - SJC
Tuesday, September 18, 2018	Evergreen Valley College, Library/Ed.Tech.Center (LE) Building, Mishra Room	Yes - EVC
Tuesday, January 15, 2019	District Office, 40 South Market	No

Measures G-2004, G-2010 and X Citizens' Bond Oversight Committee (CBOC)*Requirement: Minimum 7 Member Committee*

*Required Representation (#)	Representing	Current Members	Board Approval Date	Term 1 End Date	Term 2 End Date	Term 3 End Date
Community-At-Large (2)	Community-At-Large	Brigit Espinosa	28-Feb-17	28-Feb-19		
	Community-At-Large	Elias Portales	28-Feb-17	28-Feb-19		
	Community-At-Large	Cory Demar	28-Feb-17	28-Feb-19		
	Community-At-Large	Joel Ruiz Herrera	13-Jun-17	13-Jun-19		
	Community-At-Large	Simon Vidal III	13-Jun-17	13-Jun-19		
Senior Citizens Org. (1)	Senior Citizens Organization	Rose Regalado	28-Feb-17	28-Feb-19		
Bona-fide Taxpayers Association (1)	Taxpayers Association	Johnny Lee*	28-Feb-17	28-Feb-19		
Business Community (1)	Business Community Member from within the District	Linda Reiners	28-Feb-17	28-Feb-19		
	Business Community Member from within the District	Matthew Mahood**	28-Feb-17	28-Feb-19		
	Business Community Member from within the District	Shanta (Shay) Franco-Clausen	13-Jun-17	13-Jun-19		
Student (1)	Student -Evergreen Valley College	Bethel Kim	28-Feb-17	28-Feb-19		
Support Organization (1)	Support Organization	Leo Cortez	28-Feb-17	28-Feb-19		

*** Elected as the Chair of the Committee, March 7, 2017****** Elected as the Vice Chair of the Committee, March 7, 2017****Committee Membership:** For information and an application, please visit: <http://cboc.sjebond.com/application/>



MEASURES G-2004, G-2010 and X
CITIZENS' BOND OVERSIGHT COMMITTEE
MEETING AGENDA

December 19, 2017: 6:00 – 7:30 PM

San José · Evergreen Community College District Office
40 South Market St., 1st floor Room CR112; San José, CA 95113

The following attachment is reference material for:

Agenda Item 3: Approval of Minutes from September 19, 2017 Meeting

CITIZENS' BOND OVERSIGHT COMMITTEE

DRAFT MEETING MINUTES

Tuesday, September 19, 2017, 6:00 PM
San Jose City College
T-112 Conference Room
600 Bascom Avenue, San Jose, CA 95128

<u>Present:</u>	Leo Cortez Cory Demar Brigit Espinosa Bethel Kim Linda Reiners Joel Ruiz Herrera Rose Regalado Simon Vidal III	Support Organization Student – Evergreen Valley College Community At-Large Student – Evergreen Valley College Business Community Community At-Large Senior Citizens' Organization Community At-Large
<u>Absent:</u>	Vice President Andrea Alexander President Byron Breland Shanta (Shay) Franco-Clausen Vice President Jorge Escobar Johnny Lee Matthew Mahood Casey Michaelis Elias Portales Jeff Scogin	Administrative Services, EVC Administrative Services, SJCC Business Community Administrative Services, SJCC Taxpayers' Association Business Community Gilbane Community At-Large Gilbane
<u>Staff:</u>	Chancellor Deborah Budd Owen Letcher Vice Chancellor Douglas Smith Peter Fitzsimmons Linda Wilczewski Michael Hohl Interim President Keith Aytch Acting President Norma Ambriz-Galaviz Mark Miller Ann Kennedy Mike Chegini Andrew Spiller Anna Tiscareno	SJECCD Director of Facilities and Bond Programs, SJECCD Administrative Services, SJECCD Director of Fiscal Services, SJECCD Controller, SJECCD Gilbane Administrative Services, EVC Administrative Services, SJCC Gilbane AKG AKG Gilbane Gilbane

AGENDA:

1. Call to Order
The meeting was called to order at 6:21 PM
2. Approval of Agenda
Joel Ruiz Herrera / Cory Demar motioned, and the committee unanimously approved the meeting agenda.

3. Approval of Minutes from June 20, 2017

The committee reviewed the previously distributed June 20, 2017 meeting minutes and asked for comments. There were no comments. Brigit Espinosa / Bethel Kim motioned, and the committee unanimously approved the meeting minutes.

4. Public Comment – 3 Minutes per speaker with advance sign in

There were no public comments made.

5. Communications Received by Citizens' Bond Oversight Committee Members

There were no communications received.

6. Staff Reports

Dr. Budd and Vice Chancellor Smith thanked the Citizens' Bond Oversight Committee Members for their support and dedicating their time as citizens of this community to assist in the oversight review of the General Obligation Bond Programs.

Dr. Budd gave a brief overview of the Staff Reports.

Dr. Budd informed the committee of the following:

- Welcome to Dr. Norma Ambriz-Galaviz, Acting President of Administrative Services, SJCC. Dr. Ambriz-Galaviz joined the San Jose City College in the beginning of September 2017 to assist as Acting President, on an interim basis, during Dr. Breland's leave of absence.
- Highlights of the 16 week semester, which began on Tuesday, September 5th, 2017:
 - September 2017 is the San Jose Evergreen Community College District's highest enrollment in over 4 years. Majority of enrollments are due to the work of the Evergreen Valley College and San Jose City College campuses with the various pathways and the college products.
 - The San Jose Evergreen Valley College District reached out to local high schools and currently have 500 students enrolled in the San Jose Promise (2017-2018 Academic Year). The San Jose Promise is available at both San Jose City College and Evergreen Valley College. Students who are qualified for the San Jose Promise will receive full (free) tuition and fees, textbooks, transportation and summer bridge program costs as well as mentorship and internships, which ensures the high school students the opportunities to continue their education and move into a career or to a 4 year university. 2 students from San Jose City College and Evergreen Valley College have transferred to San Jose State and UC Santa Cruz Universities.
 - San Jose Evergreen Community College District is building the academic programs with Cross-Enrollment. Once students are enrolled in the San Jose Evergreen Community College District community colleges the Cross-Enrollment requires 15 units. A Student has the opportunity to select 1 class for each semester at a 4 year university.
 - San Jose Evergreen Community College District is developing a new curriculum (Stemcor Academic Program). Currently working with local industries to focus on curriculum, mentorships and internships and conducting workshops to assist high school students to develop variable technology. Last year (2016) 8 students and this year (2017) 1600 students were enrolled in the Stemcor Academic Program. Community Colleges are the equity engine to help diversify the workforce in the Silicon Valley.
 - Dual Enrollment: San Jose Evergreen Community College District expanded the high school offerings for students to receive college credit and high school credit during the same time, which is an expansion of the Advanced Placement courses.

7. Preparations for Annual Report

Vice Chancellor Smith informed the Citizens' Bond Oversight Committee Members that the fiscal year ended June 30, 2017 and the Auditors are scheduled to conduct an audit on October 2, 2017 of the Measure G-2004 and Measure G-2010 Bond Programs.

Mr. Chegini informed the Committee of the upcoming preparation for the Measure G-2004 & Measure G-2010 Citizens' Bond Oversight Committee 2016-2017 Annual Report and asked the Committee for their interest in volunteering to participate for the 2016-2017 Annual Report working group.

The following Committee Members volunteered to assist in the 2016-2017 draft Annual Report preparation:

- Linda Reiners
- Joel Ruiz Herrera
- Rose Regalado

Vice Chancellor Smith noted that the Annual Reports are a deliverable of the Committee Members and gave a brief overview of the process.

8. Project Updates

- a. Mr. Letcher gave a brief update of the Measure X Bond Program.

The San Jose Evergreen Community College District anticipates issuing several Requests for Qualifications (RFQs) to the Board of Trustees for review of approval. The 1st RFQ (bond finance client services) is scheduled for the October 24, 2017 Board of Trustees meeting. The 2nd RFQ (Program Management and Construction Management Services) is scheduled for the January 2018 Board of Trustees meeting.

The San Jose Evergreen Community College District received RFQs from 33 Architectural firms who are interested to work with the Measure X Bond Program. The Selection Committee will begin final deliberation to shortlist the Architectural firms to a manageable group and to make the first selection of Architectural firms to kick off the new projects in early 2018.

- b. Mr. Miller and Mr. Hohl gave a brief overview of the Measure G-2010 Bond Program project highlights regarding current status of the projects for the District Office, Evergreen Valley College and San Jose City College.

Mr. Demar asked if the project upgrade is for the Evergreen Valley College Gullo II or Gullo I?

Mr. Miller answered upgrades are for Gullo I which includes' upgrades to the first floor cafeteria, stage and lobby areas.

Mr. Aytych asked if the Gullo I phase interferes with the Fresh and Natural space?

Mr. Letcher noted that Fresh and Natural is the vendor for food services delivery of the Evergreen Valley College campus, and answered that the project upgrade will lead into the front of Fresh and Natural service counter.

The Division of the State Architect (DSA) was discussed and Mr. Letcher gave an additional overview of the standards of DSA; any building which houses students or provides services to students is required to be compliant with code requirements.

Mr. Letcher gave an update to the Americans with Disabilities Act (ADA) survey and plan which documents any of the active assessable barriers of all Districtwide properties (District Office, Evergreen Valley College, San Jose City College, and Milpitas).

9. Program Financial Reports

a. Financial Reports

i. Measure X Financial Report:

Mr. Fitzsimmons presented an overview of the Measure X Financial Report from inception through June 30, 2017 and gave an update regarding the cost and schedule status of the program.

ii. Measure G-2010 Financial Report:

Ms. Kennedy presented an overview of the Measure G-2010 Financial Report from inception through June 30, 2017 and gave an update regarding the cost and schedule status of the program.

There were no “caution” projects to discuss for reporting period inception to June 30, 2017 of the San Jose City College, Evergreen Valley College, and District.

iii. Measure G-2004 Financial Report:

Ms. Kennedy presented an overview of the Measure G-2004 Financial Report from inception through June 30, 2017 and gave an update regarding the cost and schedule status of the program.

There were no “caution” projects to discuss for reporting period inception to June 30, 2017 of the San Jose City College, Evergreen Valley College, and District.

Ms. Kennedy noted that the June 30, 2017 Financial Report is the last Financial Report of the Measure G-2004 Bond Program.

Measure G-2010 and Measure G-2004 Financial Reports:

Bethel Kim / Linda Reiners

Unanimously approved

b. Bond List Revisions

There were four Measure G-2010 Bond List Revisions that occurred during the reporting period ending June 30, 2017. These revisions were reported on at the last meeting of the Committee and are included in the financial reports for this period. These revisions took place at the following Board of Trustees’ meetings:

- April 4, 2017
- May 9, 2017
- May 23, 2017
- June 13, 2017

There were three Measure G-2010 Bond List Revisions that occurred after the reporting period ending June 30, 2017 and prior to this meeting. These revisions took place at the following Board of Trustees’ meetings and are reflected in the attached reports:

- July 11, 2017
- August 29, 2017

10. Proposed Future Meeting Dates

Vice Chancellor Smith presented the proposed, January 2018 through January 2019, Citizens' Bond Oversight Committee meeting dates.

Mr. Joel Ruiz Herrera asked of the cancellation of the June 20, 2017 Evergreen Valley College campus project tour?

Mr. Letcher answered the initial plan was to include a tour of the Evergreen Valley College Physical Education building prior to the meeting time of the June 20, 2017 Citizens' Bond Oversight Committee meeting. Although due to a delay in pouring the concrete access way, into the building, the project tour was cancelled.

Proposed Future Meeting Dates:

Joel Ruiz Herrera / Rose Regalado

Unanimously approved

11. Future Agenda Items

Agendize the following action topic:

- March 26, 2018 Citizens' Bond Oversight Committee meeting location, San Jose' – Evergreen Community College Extension Milpitas.

12. Adjournment

The meeting adjourned at 7:25 PM

The next scheduled meeting is Tuesday, December 19, 2017 at 6:00 PM – 7:30 PM. This meeting will be held at the SJECCD (District Office), Board Room 1st Floor.



MEASURES G-2004, G-2010 and X
CITIZENS' BOND OVERSIGHT COMMITTEE
MEETING AGENDA

December 19, 2017: 6:00 – 7:30 PM

San José · Evergreen Community College District Office
40 South Market St., 1st floor Room CR112; San José, CA 95113

The following attachment is reference material for:

Agenda Item 7: Financial and Performance Audit Reports

- Cossolias Wilson Dominguez Leavitt, CPAs

**SAN JOSÉ/EVERGREEN
COMMUNITY COLLEGE DISTRICT**

**2004 MEASURE G GENERAL OBLIGATION BONDS
FINANCIAL STATEMENTS**

**FOR THE FISCAL YEAR ENDED
JUNE 30, 2017**



**COSSOLIAS | WILSON
DOMINGUEZ | LEAVITT**
CERTIFIED PUBLIC ACCOUNTANTS

SAN JOSÉ/EVERGREEN COMMUNITY COLLEGE DISTRICT
2004 MEASURE G GENERAL OBLIGATION BONDS
Citizens Bond Oversight Committee Members
June 30, 2017

The Board of Trustees of the San José/Evergreen Community College District established the Citizens' Bond Oversight Committee. The Committee shall perform only the following duties: (1) inform the public concerning the District's expenditure of bond proceeds, (2) review quarterly expenditure reports produced by the District to ensure that (a) bond proceeds were expended only for the purposes set forth in the 2004 Measure G; and (b) no bond proceeds were used for any teacher or administrative salaries or other operating expenses and (3) present to the Board, in public session, an annual written report which shall include the following: 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 Committee's proceedings and activities for the preceding year.

The Citizens' Bond Oversight Committee for 2004 Measure G members for the fiscal year ended June 30, 2017 were composed of the following members:

Members	Representing	Term Expires
Simon Vidal III	Community at-large	June 2019
Elias Portales	Community at-large	February 2019
Joel Ruiz Herrera	Community at-large	June 2019
Brigit Espinosa	Community at-large	February 2019
Rose Regalado	Senior Citizen's Organization	February 2019
Johnny Lee	Taxpayer's Association	February 2019
Linda Reiners	Business Community	February 2019
Shanta Franco-Clausen	Business Community	June 2019
Matthew Mahood	Business Community	February 2019
Corey Demar	Community at-large	February 2019
Bethel Kim	Student active in a Community College	February 2019
Leo Cortez	Support Organization	February 2019

SAN JOSÉ/EVERGREEN COMMUNITY COLLEGE DISTRICT
2004 MEASURE G GENERAL OBLIGATION BONDS
Table of Contents
June 30, 2017

	<u>Page</u>
Independent Auditors' Report.....	1

FINANCIAL SECTION

Balance Sheet	3
Statement of Revenues, Expenditures and Changes in Fund Balance.....	4
Notes to Financial Statements.....	5

SUPPLEMENTARY INFORMATION SECTION

Bond Program – Purpose of Bond Issuance (Unaudited)	9
---	---

OTHER REPORTS

Independent Auditors' Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>	11
---	----

FINDINGS AND RESPONSES SECTION

Schedule of Findings and Responses.....	13
Summary Schedule of Prior Audit Findings.....	14



INDEPENDENT AUDITORS' REPORT

To the Board of Trustees
San José/Evergreen Community College District
San Jose, California

Report on the Financial Statements

We have audited the accompanying financial statements of San José/Evergreen Community College District (the "District") 2004 Measure G General Obligation Bonds activity included in the 2004 General Obligation Bond Funds (the "2004 Bond Funds") of the District as of and for the year ended June 30, 2017, and the related notes to the financial statements, as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

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 from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the 2004 Bond Funds of San José/Evergreen Community College District, as of June 30, 2017, and the changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

As discussed in Note 1, the financial statements present only the District's 2004 Bond Funds and do not purport to, and do not, present fairly the financial position of the District as of June 30, 2017, and the changes in financial position for the year then ended, in conformity with accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to this matter.

Other Matters

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the financial statements of the San José/Evergreen Community College District's 2004 Measure G General Obligation Bond Funds. The Purpose of Bond Issuance on pages 9 and 10 of this report and the Citizen's Bond Oversight Committee Members are presented for purposes of additional analysis and are not a required part of the financial statements. The information has not been subjected to the auditing procedures applied in the audit of the financial statements and accordingly, we do not express an opinion or provide any assurance on it.

Other Reporting Required by Government Auditing Standards

In accordance with Government Auditing Standards, we have also issued our report dated October 13, 2017 on our consideration of the District's internal control over financial reporting and on our test of its compliance with certain provisions of laws, regulations, contracts, and other matters for the 2004 Bond Funds. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance for the Bond Funds. That report is an integral part of an audit performed in accordance with Government Auditing Standards in considering San José/Evergreen Community College District's internal control over financial reporting and compliance for the Bond Funds.

CWDL, Certified Public Accountants

San Diego, California
October 13, 2017

FINANCIAL SECTION

SAN JOSÉ/EVERGREEN COMMUNITY COLLEGE DISTRICT
2004 MEASURE G GENERAL OBLIGATION BONDS
Balance Sheet
June 30, 2017

ASSETS

Receivables	\$	-
Due from other funds		-
		<hr/>

Total Assets

\$ -

LIABILITIES AND FUND BALANCE**Liabilities**

Accounts payable	\$	-
		<hr/>

Total Liabilities

-

Fund Balance

Restricted for capital projects		-
		<hr/>

Total Liabilities and Fund Balance

\$ -

SAN JOSÉ/EVERGREEN COMMUNITY COLLEGE DISTRICT
2004 MEASURE G GENERAL OBLIGATION BONDS
Statement of Revenues, Expenditures and Changes in Fund Balance
For the Fiscal Year Ended June 30, 2017

REVENUES

Interest income	\$ 141,371
-----------------	------------

Total Revenues

141,371

EXPENDITURES

Salaries and benefits	62,436
-----------------------	--------

Supplies, materials and other operating expenses	47,706
--	--------

Capital outlay	12,751,610
----------------	------------

Total Expenditures

12,861,752

Net Change in Fund Balance

(12,720,381)

Restricted Fund Balance, July 1, 2016, as originally presented

22,420,375

Adjustment for Restatement, see Note 5

(9,699,994)

Fund Balance, July 1, 2016, as restated

12,720,381

Restricted Fund Balance, June 30, 2017

\$ -

SAN JOSÉ/EVERGREEN COMMUNITY COLLEGE DISTRICT
2004 MEASURE G GENERAL OBLIGATION BONDS
Notes to Financial Statements
June 30, 2017

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

San José/Evergreen Community College District (the "District") accounts for its 2004 General Obligation Bond Funds' ("2004 Bond Funds") financial transactions in accordance with policies and procedures of the State Chancellor's Office's California Community Colleges Budget and Accounting Manual. The accounting policies of the 2004 Bond Funds conform to accounting principles generally accepted in the United States of America as prescribed by the Governmental Accounting Standards Board (GASB). The following is a summary of the significant accounting policies:

Financial Reporting Entity: The financial statements include only the Bond Funds' 2004 General Obligation Bond Resources of the District. This fund was established to account for the expenditures of general obligation bonds issued under the General Obligation Bonds Election of 2004 (Series A, B and C). The authorized issuance amount of the bonds is \$185,000,000. These financial statements are not intended to present fairly the financial position and results of operations of the District in compliance with accounting principles generally accepted in the United States of America.

Basis of Accounting: Basis of accounting refers to when revenues and expenditures or expenses are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of measurement made, regardless of the measurement focus applied.

The financial statements represent the 2004 General Obligation Bond Funds of the District and are presented on the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recorded when susceptible to accrual; i.e., both measurable and available. "Available" means collectible within the current period or within 60 days after year end. Expenditures are generally recognized under the modified accrual basis of accounting when the related liability is incurred.

Restricted Fund Balance: Restricted fund balance includes resources which are legally or contractually restricted by external third parties. Fund balance is restricted for capital projects of the Bond Funds in accordance with the Bond Project List for 2004 Measure G General Obligation Bonds.

Accounting Estimates: The presentation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions. These estimates and assumptions affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures during the reporting period. Actual results could differ from those estimates.

Encumbrances: Encumbrance accounting is used in all budgeted funds to reserve portions of applicable appropriations for which commitments have been made. Encumbrances are recorded for purchase orders, contracts, and other commitments when they are written. Encumbrances are liquidated when the commitments are paid.

SAN JOSÉ/EVERGREEN COMMUNITY COLLEGE DISTRICT
2004 MEASURE G GENERAL OBLIGATION BONDS
Notes to Financial Statements
June 30, 2017

NOTE 2 – PURPOSE OF BOND ISSUANCE

Bond Authorization: By approval of the proposition for 2004 Measure G by at least 55% of the registered voters voting on the proposition at the election held on November 2, 2004, San José Evergreen Community College District was authorized to issue and sell bonds of up to \$185,000,000 in aggregate principal amount.

Purpose of Bonds: The proceeds of the Bonds may be used:

"To prepare students for jobs and transfer to four year universities by:

- Building art, science and math classrooms and labs;
- Expanding healthcare job training facilities; and by
- Upgrading, acquiring, constructing and equipping facilities sites and classrooms;"

As required by the California Constitution, the proceeds from the sale of bonds will be used only for the construction, reconstruction, rehabilitation or replacement of school facilities including the furnishing and equipping of school facilities and not for any other purpose, including teacher and administrative salaries and other school operating expenses.

NOTE 3 – GENERAL OBLIGATION BOND ISSUANCES

The Bonds represent an obligation of the District payable solely from ad valorem property taxes levied and collected by the County of Santa Clara on properties within the District. The Board of Supervisors of Santa Clara County has power and is obligated to annually levy ad valorem taxes for the payment of interest on, and principal of, the Bonds upon all property subject to taxation by the District without limitation of rate or amount, except as to certain personal property which is taxable at limited rates.

In May 2005, the District issued the 2004 General Obligation Bonds, Series A in the amount of \$55,391,474. The bonds were partially refunded in 2014 and the remaining bonds were refunded in 2015.

In February 2008, the District issued 2004 General Obligation Bonds, Series B in the amount of \$97,999,946. A portion of the bonds were refunded in 2015. The remaining bonds mature through September 1, 2032, with interest yields ranging from three to seven percent.

In April 2014, the District issued 2004 General Obligation Bonds, Series C in the amount of \$31,605,000. The bonds mature beginning on September 1, 2015 through September 1, 2032, with interest yields ranging from two to five percent.

SAN JOSÉ/EVERGREEN COMMUNITY COLLEGE DISTRICT
2004 MEASURE G GENERAL OBLIGATION BONDS
Notes to Financial Statements
June 30, 2017

NOTE 3 – GENERAL OBLIGATION BOND ISSUANCES, continued

The general long-term liabilities maturity schedules for the 2004 General Obligation Bonds Series B and C are as follows:

2004 Series B General Obligation Bonds

Fiscal Year	Principal	Interest	Total
2018	\$ 1,495,384	\$ 859,616	\$ 2,355,000
2019	3,100,000	77,500	3,177,500
2020	-	-	-
2021	-	-	-
2022	-	-	-
2023-2027	-	-	-
2028-2032	9,296,616	21,203,385	30,500,001
2033	1,312,989	6,522,011	7,835,000
Total	\$ 15,204,989	\$ 28,662,512	\$ 43,867,501

2004 Series C General Obligation Bonds

Fiscal Year	Principal	Interest	Total
2018	\$ 2,050,000	\$ 1,275,613	\$ 3,325,613
2019	765,000	1,219,638	1,984,638
2020	870,000	1,190,763	2,060,763
2021	-	1,173,362	1,173,362
2022	1,075,000	1,146,488	2,221,488
2023-2027	7,630,000	4,847,587	12,477,587
2028-2032	12,620,000	2,474,782	15,094,782
2033	3,295,000	82,375	3,377,375
Total	\$ 28,305,000	\$ 13,410,608	\$ 41,715,608

In April 2014, the District issued \$50,850,000 and \$48,275,000 of 2014 General Obligation Refunding Bonds as Series A and Series B. The proceeds from the sale of the bonds were used to advance refund a portion of the District's outstanding 2004 General Obligation Refunding Bonds, 2004 General Obligation Bonds, Series A and to pay the costs of issuing the 2014 Refunding Bonds. At June 30, 2015, \$52,410,000 of the 2004 General Obligation Refunding Bonds and \$44,000,057 of the 2004 General Obligation, Series A bonds were considered defeased through the 2014 Refunding Bonds.

In June 2015, the District issued \$81,765,000 of 2015 General Obligation Refunding Bonds as Series A and Series B. The proceeds from the sale of the bonds were used to advance refund the District's outstanding 2004 General Obligation Bonds, Series A, a portion of the 2004 General Obligation Bonds, Series B and to pay the costs of issuing the 2015 Refunding Bonds. At June 30, 2015, \$10,021,418 of the 2004 General Obligation Bonds, Series A and \$71,265,000 of the 2004 General Obligation, Series B bonds were considered defeased through the 2015 Refunding Bonds.

SAN JOSÉ/EVERGREEN COMMUNITY COLLEGE DISTRICT
2004 MEASURE G GENERAL OBLIGATION BONDS
Notes to Financial Statements
June 30, 2017

NOTE 4 – CONSTRUCTION COMMITMENTS

As of June 30, 2017, the District had \$0 in outstanding encumbered commitments on 2004 General Obligation Bond construction contracts.

NOTE 5 – PRIOR PERIOD ADJUSTMENT

The beginning net position of the 2004 Measure G General Obligation Bonds has been restated by \$9,699,994. The restatement was made in order to allocate expenditures spent out of the 2010 Measure G General Obligation Bonds in prior fiscal years to the 2004 Measure G Bonds, in order to close out the 2004 Measure G Bonds in the 2016-17 fiscal year. The District obtained a legal review from bond counsel to ensure that all transferred expenditures were valid under the ballot languages of both 2004 and 2010 Measure G and therefore compliant with all applicable laws and regulations.

SUPPLEMENTARY INFORMATION SECTION

**SAN JOSÉ/EVERGREEN COMMUNITY COLLEGE DISTRICT
2004 MEASURE G GENERAL OBLIGATION BONDS
Purpose of Bond Issuance
June 30, 2017**

LEGISLATIVE HISTORY

On November 7, 2000, California voters approved Proposition 39, the Smaller Classes, Safer Schools, and Financial Accountability Act. Proposition 39 amended portions of the California Constitution to provide for the issuance of general obligation bonds by school districts, community college districts, or county offices of education, "for the construction, reconstruction, rehabilitation or replacement of school facilities, including the furnishing and equipping of school facilities, or the acquisition or lease of real property for school facilities", upon approval by 55% of the electorate.

Education Code Section 15278 provides additional accountability measures:

1. A requirement that the school district establish and appoint members to an independent citizens' oversight committee.
2. A requirement that the school district expend bond funds only for the purposes described in Section 1(b)(3) of Article XIII A of the California Constitution, and ensuring that no funds are used for any teacher or administrative salaries or other school operating expenses.
3. A requirement to conduct an annual independent performance audit required by Section 1(b)(3)C of Article XIII A of the California Constitution.
4. A requirement to conduct an annual independent financial audit required by Section 1(b)(3)D of Article XIII A of the California Constitution.

SAN JOSÉ/EVERGREEN COMMUNITY COLLEGE DISTRICT GENERAL OBLIGATION BONDS, 2004 MEASURE G

The San José/Evergreen Community College District, Santa Clara County, California Election of 2004 General Obligation Bonds, Measure G were authorized at an election of the registered voters of the San José/Evergreen Community College District held on November 2, 2004 at which more than fifty-five percent of the persons voting on the proposition voted to authorize the issuance and sale of \$185,000,000 principal amount of general obligation bonds of the District. The Bonds are being issued to finance the acquisition, construction and modernization of certain District property and facilities. The Bonds are general obligations of the District, payable solely from ad valorem property taxes. A summary of the text of the ballot language was as follows:

"To prepare students for jobs and transfer to four year universities by:

- Building art, science and math classrooms and labs;
- Expanding healthcare job training facilities; and by
- Upgrading, acquiring, constructing and equipping facilities sites and classrooms;

shall San José/Evergreen Community College District issue \$185 million in bonds, at legal rates, with citizen's oversight, guaranteed annual audits, and no money for administrators' salaries and without increasing existing tax rates?"

**SAN JOSÉ/EVERGREEN COMMUNITY COLLEGE DISTRICT
2004 MEASURE G GENERAL OBLIGATION BONDS
Purpose of Bond Issuance
June 30, 2017**

**SAN JOSÉ/EVERGREEN COMMUNITY COLLEGE DISTRICT GENERAL OBLIGATION BONDS, 2004
MEASURE G, continued**

The District's Board of Trustees developed the following Bond Project List for 2004 Measure G:

San José City College

- Expand classroom and facility capacity, upgrade classrooms/labs for emerging medical service programs
- Improve emergency access and access to parking
- Repair, upgrade, equip, and/or replace obsolete classrooms, science and computer labs, instructional facilities, sites and utilities; meet demands of changing workforce; expand access to English, reading, math and language classes
- Repair, replace and upgrade electrical, mechanical and utility systems to reduce energy consumption and utility bills and accommodate computer technology, internet access and communications systems
- Safety improvements
- Technology upgrades

Evergreen Valley College

- Construct classrooms, expand classroom and facility capacity, upgrade classrooms/labs for science and medical services
- Repair, upgrade, equip, and/or replace obsolete classrooms, science and computer labs, instructional facilities, sites and utilities; meet demands of changing workforce
- Improve emergency access and access to parking
- Safety improvements
- Technology upgrades
- Repair, replace and upgrade electrical, mechanical and utility systems to reduce energy consumption and utility bills and accommodate computer technology, internet access and communications systems

Other Projects

- Refinance existing lease obligations
- Provide greater access to technology, upgrading electrical wiring for computers at all campuses
- Acquire a site and construct a North District multi-disciplinary building

FURTHER SPECIFICATIONS

No Administrator Salaries: Proceeds from the sale of bonds authorized by this measure shall be used only for the construction, rehabilitation, or replacement of school facilities, including the furnishing and equipping of school facilities or the acquisition or lease of real property for school facilities and not for any other purpose, including teacher and administrator salaries and other school operating expenses.

OTHER REPORTS



**INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND
ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS
PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**

To the Board of Trustees
San José/Evergreen Community College District
San Jose, California

We have audited, in accordance with the 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, the financial statements of San José/Evergreen Community College District (the "District") 2004 General Obligation Bond Funds (the "2004 Bond Funds") as of and for the year ended June 30, 2017, and the related notes to the financial statements, and have issued our report thereon dated October 13, 2017.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the District's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control over 2004 Bond Fund financial reporting. Accordingly, we do not express an opinion on the effectiveness of the District's internal control over financial reporting for the 2004 Bond Funds.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A material weakness is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A significant deficiency is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the San José/Evergreen Community College District's 2004 Bond Funds' financial statements are free of material misstatement, we performed tests of the Bond Funds' compliance with certain provisions of laws, regulations, and contracts, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under Government Auditing Standards.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance for the Bond Funds. This report is an integral part of an audit performed in accordance with Government Auditing Standards in considering the entity's internal control and compliance for the Bond Fund. Accordingly, this communication is not suitable for any other purpose.

CWDL, Certified Public Accountants

San Diego, California
October 13, 2017

FINDINGS AND RESPONSES SECTION

SAN JOSÉ/EVERGREEN COMMUNITY COLLEGE DISTRICT
2004 MEASURE G GENERAL OBLIGATION BOND
Financial Statement Findings
For the Fiscal Year Ended June 30, 2017

This section identifies the deficiencies, significant deficiencies, material weaknesses, and instances of noncompliance related to the financial statements that are required to be reported in accordance with *Government Auditing Standards*.

There were no financial statement findings or questioned costs identified during 2016-17.

**SAN JOSÉ/EVERGREEN COMMUNITY COLLEGE DISTRICT
2004 MEASURE G GENERAL OBLIGATION BOND
Summary Schedule of Prior Audit Findings
For the Fiscal Year Ended June 30, 2017**

There were no financial statement findings or questioned costs identified during 2015-16.

SAN JOSÉ/EVERGREEN COMMUNITY COLLEGE DISTRICT

2004 MEASURE G GENERAL OBLIGATION BONDS

PERFORMANCE AUDIT

FOR THE FISCAL YEAR ENDED
JUNE 30, 2017



COSSOLIAS | WILSON
DOMINGUEZ | LEAVITT
CERTIFIED PUBLIC ACCOUNTANTS

SAN JOSÉ/EVERGREEN COMMUNITY COLLEGE DISTRICT
2004 MEASURE G GENERAL OBLIGATION BONDS
Table of Contents
June 30, 2017

	<u>Page</u>
Independent Auditors' Report.....	1

BACKGROUND

Legislative History.....	2
San José/Evergreen Community College District 2004 Measure G General Obligation Bonds.....	2

PERFORMANCE AUDIT

Objectives.....	5
Scope	5
Methodology	5
Conclusion	5



INDEPENDENT AUDITORS' REPORT

To the Board of Trustees
San José/Evergreen Community College District
San Jose, California

We have conducted a performance audit of the San José/Evergreen Community College District (the "District") 2004 Measure G General Obligation Bond funds for the year ended June 30, 2017.

We conducted our performance audit in accordance with 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 conclusion based on our audit objectives. We believe that the evidence obtained provides a reasonable basis for our conclusions based on our audit objectives.

Our audit was limited to the objectives listed on page 5 of this report which includes determining the compliance with the performance requirements for the Proposition 39 2004 Measure G General Obligation Bonds under the applicable provisions of Section 1(b)(3)(C) of Article XIII A of the California Constitution and Proposition 39 as they apply to the bonds and the net proceeds thereof. Management is responsible for San José/Evergreen Community College District's compliance with those requirements.

Solely to assist us in planning and performing our performance audit, we obtained an understanding of the internal controls of San José/Evergreen Community College District to determine if internal controls were adequate to help ensure the District's compliance with the requirements of Proposition 39, as specified by Section 1(b)(3)(C) of Article XIII A of the California Constitution. Accordingly, we do not express any assurance on the internal controls.

The results of our tests indicated that, in all significant respects, San José/Evergreen Community College District expended 2004 Measure G General Obligation Bond funds for the year ended June 30, 2017 only for specific projects developed by the District's Board of Trustees and approved by the voters, in accordance with the requirements of Proposition 39, as specified by Section 1(b)(3)(C) of Article XIII A of the California Constitution.

CWDL, Certified Public Accountants

San Diego, California
October 13, 2017

BACKGROUND

**SAN JOSÉ/EVERGREEN COMMUNITY COLLEGE DISTRICT
2004 MEASURE G GENERAL OBLIGATION BONDS
Background Information**

LEGISLATIVE HISTORY

On November 7, 2000, California voters approved Proposition 39, the Smaller Classes, Safer Schools and Financial Accountability Act. Proposition 39 amended portions of the California Constitution to provide for the issuance of general obligation bonds by school districts, community college districts or county offices of education "for the construction, reconstruction, rehabilitation or replacement of school facilities, including the furnishing and equipping of school facilities, or the acquisition or lease of real property for school facilities", upon approval by 55% of the electorate.

Education Code Section 15278 provides additional accountability measures:

1. A requirement that the school district establish and appoint members to an independent citizens' oversight committee.
2. A requirement that the school district expend bond funds only for the purposes described in Section 1(b)(3) of Article XIII A of the California Constitution, and ensuring that no funds are used for any teacher or administrative salaries or other school operating expenses.
3. A requirement to conduct an annual independent performance audit required by Section 1(b)(3)C of Article XIII A of the California Constitution.
4. A requirement to conduct an annual independent financial audit required by Section 1(b)(3)D of Article XIII A of the California Constitution.

SAN JOSÉ/EVERGREEN COMMUNITY COLLEGE DISTRICT 2004 MEASURE G GENERAL OBLIGATION BONDS

The San José/Evergreen Community College District, Santa Clara County, California Election of 2004 General Obligation Bonds, Measure G were authorized at an election of the registered voters of the San José/Evergreen Community College District held on November 2, 2004 at which more than fifty-five percent of the persons voting on the proposition voted to authorize the issuance and sale of \$185,000,000 principal amount of general obligation bonds of the District. The Bonds are being issued to finance the acquisition, construction and modernization of certain District property and facilities. The Bonds are general obligations of the District, payable solely from ad valorem property taxes. A summary of the text of the ballot language was as follows:

"To prepare students for jobs and transfer to four year universities by:

- Building art, science and math classrooms and labs;
- Expanding healthcare job training facilities; and by
- Upgrading, acquiring, constructing and equipping facilities sites and classrooms;

shall San José/Evergreen Community College District issue \$185 million in bonds, at legal rates, with citizen oversight, guaranteed annual audits, and no money for administrators' salaries and without increasing existing tax rates?"

**SAN JOSÉ/EVERGREEN COMMUNITY COLLEGE DISTRICT
2004 MEASURE G GENERAL OBLIGATION BONDS
Background Information**

SAN JOSÉ/EVERGREEN COMMUNITY COLLEGE DISTRICT 2004 MEASURE G GENERAL OBLIGATION BONDS, continued

The District's Board of Trustees developed the following Bond Project List for the 2004 Measure G bonds:

San José City College

- Expand classroom and facility capacity, upgrade classrooms/labs for emerging medical service programs
- Improve emergency access and access to parking
- Repair, upgrade, equip, and/or replace obsolete classrooms, science and computer labs, instructional facilities, sites and utilities; meet demands of changing workforce; expand access to English, reading, math and language classes
- Repair, replace and upgrade electrical, mechanical and utility systems to reduce energy consumption and utility bills and accommodate computer technology, internet access and communications systems
- Safety improvements
- Technology upgrades

Evergreen Valley College

- Construct classrooms, expand classroom and facility capacity, upgrade classrooms/labs for science and medical services
- Repair, upgrade, equip, and/or replace obsolete classrooms, science and computer labs, instructional facilities, sites and utilities; meet demands of changing workforce
- Improve emergency access and access to parking
- Safety improvements
- Technology upgrades
- Repair, replace and upgrade electrical, mechanical and utility systems to reduce energy consumption and utility bills and accommodate computer technology, internet access and communications systems

Other Projects

- Refinance existing lease obligations
- Provide greater access to technology, upgrading electrical wiring for computers at all campuses
- Acquire a site and construct a North District multi-disciplinary building

**SAN JOSÉ/EVERGREEN COMMUNITY COLLEGE DISTRICT
2004 MEASURE G GENERAL OBLIGATION BONDS
Background Information**

SAN JOSÉ/EVERGREEN COMMUNITY COLLEGE DISTRICT 2004 MEASURE G GENERAL OBLIGATION BONDS, continued

In November 2004, the constituents of the District approved Measure G authorizing the District to issue \$185,000,000 in general obligation bonds. As of June 30, 2016, the District has issued \$184,996,420 of 2004 Measure G bonds.

In May 2005, the District issued the 2004 General Obligation Bonds, Series A in the amount of \$55,391,474. The bonds mature beginning on September 1, 2006 through September 1, 2029, with interest yields ranging from three to five percent.

In February 2008, the District issued 2004 General Obligation Bonds, Series B in the amount of \$97,999,946. The bonds mature beginning on September 1, 2010 through September 1, 2032, with interest yields ranging from three to seven percent.

In April 2014, the District issued 2004 General Obligation Bonds, Series C in the amount of \$31,605,000. The bonds mature beginning on September 1, 2015 through September 1, 2032, with interest yields ranging from two to five percent.

PERFORMANCE AUDIT

SAN JOSÉ/EVERGREEN COMMUNITY COLLEGE DISTRICT
2004 MEASURE G GENERAL OBLIGATION BONDS
Objectives, Scope, Methodology and Conclusions

OBJECTIVES

The objective of our performance audit was to determine that the District expended 2004 Measure G General Obligation Bond funds for the year ended June 30, 2017 only for the purposes approved by the voters and only on the specific projects developed by the District's Board of Trustees, in accordance with the requirements of Proposition 39, as specified by Section 1(b)(3)C of Article XIII A of the California Constitution.

SCOPE

The District provided to us a list of all 2004 Measure G General Obligation Bond project expenditures for the year ended June 30, 2017 (the "List"). The listing of transactions represented \$12,861,752 in expenditures from July 1, 2016 through June 30, 2017.

METHODOLOGY

We performed the following procedures to the List of 2004 Measure G General Obligation Bond project expenditures for the year ended June 30, 2017:

- Interviewed District management related to controls over planning, bidding, contracting, expenditure of bond funds and financial reporting and determined that controls have been put in place and are working as documented.
- Documented District procedures and controls over planning, bidding, contracting, expenditure of bond funds and financial reporting.
- Performed tests to determine that the District controls over planning, bidding, contracting, expenditure of bond funds and financial reporting have been put in place and are working as documented.
- Verified the mathematical accuracy of the List.
- Reconciled the List to total bond expenditures as reported by the District in the District's audited financial statements for the year ended June 30, 2017, presented as the 2004 General Obligation Bond Funds.
- We selected a sample of expenditures totaling \$10,559,942. The sample was selected to provide a representation across specific construction projects, vendors and expenditure amounts. The sample represented 82% of the total expenditure amounts. We verified that the expenditures were for the approved projects and were expended for the upgrading, acquiring, constructing and equipping of school facilities, including building art, science and math classrooms and labs, or expanding healthcare job training facilities.

CONCLUSION

The results of our tests indicated that, in all significant respects, San José/Evergreen Community College District expended 2004 Measure G General Obligation Bond funds for the year ended June 30, 2017 only for the specific projects developed by the District's Governing Board and approved by the voters, in accordance with the requirements of Proposition 39, as specified by Section 1(b)(3)(C) of Article XIII A of the California Constitution.

**SAN JOSÉ/EVERGREEN
COMMUNITY COLLEGE DISTRICT**

**2010 MEASURE G GENERAL OBLIGATION BONDS
FINANCIAL STATEMENTS**

**FOR THE FISCAL YEAR ENDED
JUNE 30, 2017**



**COSSOLIAS | WILSON
DOMINGUEZ | LEAVITT**
CERTIFIED PUBLIC ACCOUNTANTS

SAN JOSÉ/EVERGREEN COMMUNITY COLLEGE DISTRICT
2010 MEASURE G GENERAL OBLIGATION BONDS
CITIZENS' BOND OVERSIGHT COMMITTEE MEMBERS
June 30, 2017

The Board of Trustees of the San José/Evergreen Community College District established the Citizens' Bond Oversight Committee. The Committee shall perform only the following duties: (1) inform the public concerning the District's expenditure of bond proceeds, (2) review quarterly expenditure reports produced by the District to ensure that (a) bond proceeds were expended only for the purposes set forth in the 2010 Measure G; and (b) no bond proceeds were used for any teacher or administrative salaries or other operating expenses and (3) present to the Board, in public session, an annual written report which shall include the following: 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 Committee's proceedings and activities for the preceding year.

The Citizens' Bond Oversight Committee for 2010 Measure G members for the fiscal year ended June 30, 2017 were composed of the following members:

Members	Representing	Term Expires
Simon Vidal III	Community at-large	June 2019
Elias Portales	Community at-large	February 2019
Joel Ruiz Herrera	Community at-large	June 2019
Brigit Espinosa	Community at-large	February 2019
Rose Regalado	Senior Citizen's Organization	February 2019
Johnny Lee	Taxpayer's Association	February 2019
Linda Reiners	Business Community	February 2019
Shanta Franco-Clausen	Business Community	June 2019
Matthew Mahood	Business Community	February 2019
Corey Demar	Community at-large	February 2019
Bethel Kim	Student active in a Community College	February 2019
Leo Cortez	Support Organization	February 2019

SAN JOSÉ/EVERGREEN COMMUNITY COLLEGE DISTRICT
2010 MEASURE G GENERAL OBLIGATION BONDS
TABLE OF CONTENTS
June 30, 2017

	<u>Page</u>
Independent Auditors' Report.....	1

FINANCIAL SECTION

Balance Sheet	3
Statement of Revenues, Expenditures and Changes in Fund Balance.....	4
Notes to Financial Statements.....	5

SUPPLEMENTARY INFORMATION SECTION

Bond Program – Purpose of Bond Issuance (Unaudited)	11
---	----

OTHER REPORTS

Independent Auditors' Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>	13
---	----

FINDINGS AND RESPONSES SECTION

Schedule of Findings and Responses.....	15
Summary Schedule of Prior Audit Findings.....	16



INDEPENDENT AUDITORS' REPORT

To the Board of Trustees
San José/Evergreen Community College District
San Jose, California

Report on the Financial Statements

We have audited the accompanying financial statements of San José/Evergreen Community College District (the "District") 2010 Measure G General Obligation Bonds activity included in the 2010 General Obligation Bond Funds (the "2010 Bond Funds") of the District as of and for the year ended June 30, 2017, and the related notes to the financial statements, as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

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 from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the 2010 Bond Funds of San José/Evergreen Community College District, as of June 30, 2017, and the changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

As discussed in Note 1, the financial statements present only the District's 2010 Bond Funds and do not purport to, and do not, present fairly the financial position of the District as of June 30, 2017, and the changes in financial position for the year then ended, in conformity with accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to this matter.

Other Matters

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the financial statements of the San José/Evergreen Community College District's 2010 Measure G General Obligation Bond Funds. The Purpose of Bond Issuance on pages 10 and 11 of this report and the Citizen's Bond Oversight Committee Members are presented for purposes of additional analysis and are not a required part of the financial statements. The information has not been subjected to the auditing procedures applied in the audit of the financial statements and accordingly, we do not express an opinion or provide any assurance on it.

Other Reporting Required by Government Auditing Standards

In accordance with Government Auditing Standards, we have also issued our report dated October 13, 2017 on our consideration of the District's internal control over financial reporting and on our test of its compliance with certain provisions of laws, regulations, contracts and other matters for the 2010 Bond Funds. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance for the Bond Funds. That report is an integral part of an audit performed in accordance with Government Auditing Standards in considering San José/Evergreen Community College District's internal control over financial reporting and compliance for the Bond Funds.

CWDL, Certified Public Accountants

San Diego, California
October 13, 2017

FINANCIAL SECTION

SAN JOSÉ/EVERGREEN COMMUNITY COLLEGE DISTRICT
2010 MEASURE G GENERAL OBLIGATION BONDS
Balance Sheet
June 30, 2017

ASSETS

Cash and cash equivalents	\$ 21,637,823
Receivables	428,077
Due from other funds	<u>52,169,423</u>

Total Assets\$ 74,235,323**LIABILITIES AND FUND BALANCE****Liabilities**

Accounts payable	<u>\$ 5,881</u>
------------------	-----------------

Total Liabilities5,881**Fund Balance**

Restricted for capital projects	<u>74,229,442</u>
---------------------------------	-------------------

Total Liabilities and Fund Balance\$ 74,235,323

SAN JOSÉ/EVERGREEN COMMUNITY COLLEGE DISTRICT
2010 MEASURE G GENERAL OBLIGATION BONDS
Statement of Revenues, Expenditures and Changes in Fund Balance
For the Fiscal Year Ended June 30, 2017

REVENUES

Interest income	\$ 1,006,644
-----------------	--------------

Total Revenues

1,006,644

EXPENDITURES

Salaries and benefits	628,979
-----------------------	---------

Supplies, materials and other operating expenses	(676,657)
--	-----------

Capital outlay	24,922,191
----------------	------------

Total Expenditures

24,874,513

Net Change in Fund Balance

(23,867,869)

Restricted Fund Balance, July 1, 2016, as originally presented

88,397,317

Adjustment for Restatement, see Note 6

9,699,994

Fund Balance, July 1, 2016, as restated

98,097,311

Restricted Fund Balance, June 30, 2017

\$ 74,229,442

SAN JOSÉ/EVERGREEN COMMUNITY COLLEGE DISTRICT
2010 MEASURE G GENERAL OBLIGATION BONDS
Notes to Financial Statements
June 30, 2017

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

San José/Evergreen Community College District (the "District") accounts for its 2010 General Obligation Bond Funds' ("Bond Funds") financial transactions in accordance with policies and procedures of the State Chancellor's Office's California Community Colleges Budget and Accounting Manual. The accounting policies of the 2010 Bond Funds conform to accounting principles generally accepted in the United States of America as prescribed by the Governmental Accounting Standards Board (GASB). The following is a summary of the significant accounting policies:

Financial Reporting Entity: The financial statements include only the Bond Funds' 2010 General Obligation Bond Resources of the District. The funds were established to account for the expenditures of general obligation bonds issued under the General Obligation Bonds (Election of 2010, Series A, B, C and D). The authorized issuance amount of the bonds is \$268,000,000. These financial statements are not intended to present fairly the financial position and results of operations of the District in compliance with accounting principles generally accepted in the United States of America.

Basis of Accounting: Basis of accounting refers to when revenues and expenditures or expenses are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of measurement made, regardless of the measurement focus applied.

The financial statements represent the 2010 General Obligation Bond Funds of the District and are presented on the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recorded when susceptible to accrual; i.e., both measurable and available. "Available" means collectible within the current period or within 60 days after year end. Expenditures are generally recognized under the modified accrual basis of accounting when the related liability is incurred.

Cash and Cash Equivalents: For the purpose of the financial statements, cash equivalents are defined as financial instruments with an original maturity of three months or less. Funds invested in the Santa Clara County Treasury are considered cash equivalents.

Due from District: At June 30, 2017, an interfund receivable totaling \$52,169,423 was due from the District's general fund to the Bond Funds.

Restricted Fund Balance: Restricted fund balance includes resources which are legally or contractually restricted by external third parties. Fund balance is restricted for capital projects of the 2010 Bond Funds in accordance with the Bond Project List for 2010 Measure G General Obligation Bonds.

Accounting Estimates: The presentation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions. These estimates and assumptions affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures during the reporting period. Actual results could differ from those estimates.

SAN JOSÉ/EVERGREEN COMMUNITY COLLEGE DISTRICT
2010 MEASURE G GENERAL OBLIGATION BONDS
Notes to Financial Statements
June 30, 2017

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, continued

Encumbrances: Encumbrance accounting is used in all budgeted funds to reserve portions of applicable appropriations for which commitments have been made. Encumbrances are recorded for purchase orders, contracts, and other commitments when they are written. Encumbrances are liquidated when the commitments are paid.

NOTE 2 – CASH AND CASH EQUIVALENTS

Cash and cash equivalents at June 30, 2017 consisted of \$21,637,823 held in the County Treasury investment pool.

Credit Risk: In accordance with Education Code Section 41001, the Bond Funds maintain all of their cash in the Santa Clara County Treasury. The County Treasurer of Santa Clara County acts as the 2010 Measure G General Obligation Bonds Fiscal Agent. The County pools these funds with those of other districts in the County and invests the cash. These pooled funds are carried at fair value. Interest earned is deposited quarterly into participating funds. Any investment losses are proportionately shared by all funds in the pool.

Because the Bond Funds' deposits are maintained in a recognized pooled investment fund under the care of a third party and the Bond Funds' share of the pooled investment fund does not consist of specific, identifiable investment securities owned by the District, no disclosure of the individual deposits and investments or related custodial credit risk classifications is required.

In accordance with applicable State laws, the Santa Clara County Treasurer may invest in derivative securities. However, at June 30, 2017, the Santa Clara County Treasurer has represented that the Treasurer's pooled investment fund contained no derivatives or other investments with similar risk profiles.

Investments Authorized by Debt Agreements: Investment of debt proceeds held by bond trustees are governed by provisions of the debt agreements, rather than the general provisions of the California Government Code or the District's investment policy. The table below identifies the investment types that are authorized for investments held by bond trustees. The table also identifies certain provisions of these debt agreements that address interest rate risk, credit risk, and concentration of credit risk.

Authorized Investment Type	Maximum Maturity	Maximum Percentage Allowed	Maximum Investment in One Issuer
County Pooled Investment Fund	None	None	None

SAN JOSÉ/EVERGREEN COMMUNITY COLLEGE DISTRICT
2010 MEASURE G GENERAL OBLIGATION BONDS
Notes to Financial Statements
June 30, 2017

NOTE 2 – CASH AND CASH EQUIVALENTS

Disclosures Relating to Interest Rate Risk: Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates.

Information about the sensitivity of the fair values of the District's investments to market interest rate fluctuations is provided by the following table that shows the maturity date of each investment:

Investment Type	Weighted Average Maturity (in Days)
Santa Clara County Investment Pool	528

Concentration of Credit Risk: The District's investment policy places limits on the amount it may invest in any one issuer. At June 30, 2017, the District had no concentration of credit risk.

NOTE 3 – PURPOSE OF BOND ISSUANCE

Bond Authorization: By approval of the proposition for 2010 Measure G by at least 55% of the registered voters voting on the proposition at the election held on November 2, 2010, San José Evergreen Community College District was authorized to issue and sell bonds of up to \$268,000,000 in aggregate principal amount.

Purpose of Bonds: The proceeds of the Bonds may be used:

"To better prepare San Jose City College/ Evergreen Valley College students for good paying jobs and transfer to four-year colleges, shall San Jose Evergreen Community College District upgrade, acquire, construct energy-efficient, technology-driven teaching classrooms, labs, sites, facilities/ equipment for health/ science, general education/ job-training, upgrade outdated electrical, plumbing, heating/ ventilation systems, by issuing \$268 million in bonds at legal rates, qualifying for matching funds, with citizen oversight, no money for administrator salaries, all funds staying local?"

As required by the California Constitution, the proceeds from the sale of bonds will be used only for the construction, reconstruction, rehabilitation or replacement of school facilities including the furnishing and equipping of school facilities and not for any other purpose, including teacher and administrative salaries and other school operating expenses.

SAN JOSÉ/EVERGREEN COMMUNITY COLLEGE DISTRICT
2010 MEASURE G GENERAL OBLIGATION BONDS
Notes to Financial Statements
June 30, 2017

NOTE 4 – GENERAL OBLIGATION BOND ISSUANCES

The Bonds represent an obligation of the District payable solely from ad valorem property taxes levied and collected by the County of Santa Clara on properties within the District. The Board of Supervisors of Santa Clara County has power and is obligated to annually levy ad valorem taxes for the payment of interest on, and principal of, the Bonds upon all property subject to taxation by the District without limitation of rate or amount, except as to certain personal property which is taxable at limited rates.

In February 2012, the District issued the 2010 General Obligation Bonds, Series A in the amount of \$70,000,000. The bonds mature beginning on August 1, 2012 through August 1, 2041, with interest yields ranging from two to four percent.

In February 2012, the District issued 2010 General Obligation Bonds, Series B in the amount of \$20,000,000. The bonds mature beginning on August 1, 2012 through August 1, 2032, with interest yields ranging from two to four percent.

In April 2014, the District issued 2010 General Obligation Bonds, Series C in the amount of \$120,000,000. The bonds mature beginning on September 1, 2015 through September 1, 2043, with interest yields ranging from two to five percent.

In May 2016, the District issued 2010 General Obligation Bonds, Series D in the amount of \$58,000,000. The bonds mature beginning on September 1, 2017 through September 1, 2037, with interest yields ranging from one to three percent.

The general long-term liabilities maturity schedules for the 2010 General Obligation Bonds Series A are as follows:

2010 Series A General Obligation Bonds

Fiscal Year	Principal	Interest	Total
2018	\$ -	\$ 2,221,944	\$ 2,221,944
2019	-	2,221,944	2,221,944
2020	-	2,221,944	2,221,944
2021	-	2,221,944	2,221,944
2022	-	2,221,944	2,221,944
2023-2027	130,000	11,107,932	11,237,932
2028-2032	2,245,000	10,890,734	13,135,734
2033-2037	15,585,000	8,986,625	24,571,625
2038-2042	28,365,000	3,534,925	31,899,925
Total	\$ 46,325,000	\$ 45,629,936	\$ 91,954,936

SAN JOSÉ/EVERGREEN COMMUNITY COLLEGE DISTRICT
2010 MEASURE G GENERAL OBLIGATION BONDS
Notes to Financial Statements
June 30, 2017

NOTE 4 – GENERAL OBLIGATION BOND ISSUANCES, continued

The general long-term liabilities maturity schedules for the 2010 General Obligation Bonds Series B and C are as follows:

2010 Series B General Obligation Bonds

Fiscal Year	Principal	Interest	Total
2018	\$ 25,000	\$ 702,425	\$ 727,425
2019	140,000	699,950	839,950
2020	260,000	692,650	952,650
2021	390,000	679,650	1,069,650
2022	535,000	661,150	1,196,150
2023-2027	5,035,000	2,810,550	7,845,550
2028-2032	8,335,000	1,425,438	9,760,438
2033	2,125,000	46,188	2,171,188
Total	<u>\$ 16,845,000</u>	<u>\$ 7,718,000</u>	<u>\$ 24,563,000</u>

2010 Series C General Obligation Bonds

Fiscal Year	Principal	Interest	Total
2018	\$ 190,000	\$ 4,917,719	\$ 5,107,719
2019	355,000	4,909,544	5,264,544
2020	515,000	4,899,069	5,414,069
2021	690,000	4,887,019	5,577,019
2022	875,000	4,871,369	5,746,369
2023-2027	7,800,000	23,466,595	31,266,595
2028-2032	15,480,000	20,608,595	36,088,595
2033-2037	26,095,000	15,578,892	41,673,892
2038-2042	39,580,000	8,604,762	48,184,762
2043-2044	20,445,000	858,309	21,303,309
Total	<u>\$ 112,025,000</u>	<u>\$ 93,601,873</u>	<u>\$ 205,626,873</u>

SAN JOSÉ/EVERGREEN COMMUNITY COLLEGE DISTRICT
2010 MEASURE G GENERAL OBLIGATION BONDS
Notes to Financial Statements
June 30, 2017

NOTE 4 – GENERAL OBLIGATION BOND ISSUANCES, continued

The general long-term liabilities maturity schedules for the 2010 General Obligation Bonds Series D are as follows:

2010 Series D General Obligation Bonds			
Fiscal Year	Principal	Interest	Total
2018	\$ 2,480,000	\$ 2,042,231	\$ 4,522,231
2019	2,525,000	1,954,306	4,479,306
2020	1,620,000	1,858,781	3,478,781
2021	920,000	1,803,381	2,723,381
2022	1,075,000	1,753,506	2,828,506
2023-2027	8,245,000	7,742,605	15,987,605
2028-2032	13,930,000	5,574,502	19,504,502
2033-2037	21,770,000	2,679,457	24,449,457
2038	5,435,000	84,922	5,519,922
Total	\$ 58,000,000	\$ 25,493,691	\$ 83,493,691

NOTE 5 – CONSTRUCTION COMMITMENTS

As of June 30, 2017, the District had approximately \$8.8 million in outstanding encumbered commitments on 2010 General Obligation Bond construction contracts.

NOTE 6 – PRIOR PERIOD ADJUSTMENT

The beginning net position of the 2010 Measure G General Obligation Bonds has been restated by \$9,699,994. The restatement was made in order to allocate expenditures spent out of the 2010 Measure G General Obligation Bonds in prior fiscal years to the 2004 Measure G Bonds, in order to close out the 2004 Measure G Bonds in the 2016-17 fiscal year. The District obtained a legal review from bond counsel to ensure that all transferred expenditures were valid under the ballot languages of both 2004 and 2010 Measure G and therefore compliant with all applicable laws and regulations.

SUPPLEMENTARY INFORMATION SECTION

**SAN JOSÉ/EVERGREEN COMMUNITY COLLEGE DISTRICT
2010 MEASURE G GENERAL OBLIGATION BONDS
Purpose of Bond Issuance
June 30, 2017**

LEGISLATIVE HISTORY

On November 7, 2000, California voters approved Proposition 39, the Smaller Classes, Safer Schools, and Financial Accountability Act. Proposition 39 amended portions of the California Constitution to provide for the issuance of general obligation bonds by school districts, community college districts, or county offices of education, "for the construction, reconstruction, rehabilitation or replacement of school facilities, including the furnishing and equipping of school facilities, or the acquisition or lease of real property for school facilities", upon approval by 55% of the electorate.

Education Code Section 15278 provides additional accountability measures:

1. A requirement that the school district establish and appoint members to an independent citizens' oversight committee.
2. A requirement that the school district expend bond funds only for the purposes described in Section 1(b)(3) of Article XIII A of the California Constitution, and ensuring that no funds are used for any teacher or administrative salaries or other school operating expenses.
3. A requirement to conduct an annual independent performance audit required by Section 1(b)(3)C of Article XIII A of the California Constitution.
4. A requirement to conduct an annual independent financial audit required by Section 1(b)(3)D of Article XIII A of the California Constitution.

SAN JOSÉ/EVERGREEN COMMUNITY COLLEGE DISTRICT GENERAL OBLIGATION BONDS, 2010 MEASURE G

The San José/Evergreen Community College District, Santa Clara County, California Election of 2010 General Obligation Bonds, 2010 Measure G were authorized at an election of the registered voters of the San José/Evergreen Community College District held on November 2, 2010 at which more than fifty-five percent of the persons voting on the proposition voted to authorize the issuance and sale of \$268,000,000 principal amount of general obligation bonds of the District. The Bonds are being issued to finance the acquisition, construction and modernization of certain District property and facilities. The Bonds are general obligations of the District, payable solely from ad valorem property taxes. A summary of the text of the ballot language was as follows:

"To better prepare San Jose City College/ Evergreen Valley College students for good paying jobs and transfer to four-year colleges, shall San Jose Evergreen Community College District upgrade, acquire, construct energy-efficient, technology-driven teaching classrooms, labs, sites, facilities/ equipment for health/ science, general education/ job-training, upgrade outdated electrical, plumbing, heating/ ventilation systems, by issuing \$268 million in bonds at legal rates, qualifying for matching funds, with citizen oversight, no money for administrator salaries, all funds staying local?"

**SAN JOSÉ/EVERGREEN COMMUNITY COLLEGE DISTRICT
2010 MEASURE G GENERAL OBLIGATION BONDS
Purpose of Bond Issuance
June 30, 2017**

**SAN JOSÉ/EVERGREEN COMMUNITY COLLEGE DISTRICT GENERAL OBLIGATION BONDS, 2010
MEASURE G, continued**

The District's Board of Trustees developed the following Bond Project List for the 2010 Measure G Bonds:

- Upgrade labs for science and medical training programs.
- Provide classrooms for math, science, writing, and other core academic classes.
- Update classrooms and facilities for improved job training and career technical education.
- Update classrooms and educational facilities to meet current fire and safety codes and provide access for students with disabilities.
- Upgrade facilities to improve energy efficiency and reduce operating expenses, allowing more funding for classroom instruction and student services.
- Establish a technology endowment to maintain up-to-date computer learning necessary for a 21st Century education.

FURTHER SPECIFICATIONS

No Administrator Salaries: Proceeds from the sale of bonds authorized by this measure shall be used only for the construction, rehabilitation, or replacement of school facilities, including the furnishing and equipping of school facilities or the acquisition or lease of real property for school facilities and not for any other purpose, including teacher and administrator salaries and other school operating expenses.

OTHER REPORTS



**INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND
ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS
PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**

To the Board of Trustees
San José/Evergreen Community College District
San Jose, California

We have audited, in accordance with the 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, the financial statements of San José/Evergreen Community College District (the "District") 2010 General Obligation Bond Funds (the "2010 Bond Funds") as of and for the year ended June 30, 2017, and the related notes to the financial statements, and have issued our report thereon dated October 13, 2017.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the District's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control over 2010 Bond Fund financial reporting. Accordingly, we do not express an opinion on the effectiveness of the District's internal control over financial reporting for the 2010 Bond Funds.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A material weakness is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A significant deficiency is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the San José/Evergreen Community College District's 2010 Bond Funds' financial statements are free of material misstatement, we performed tests of the Bond Funds' compliance with certain provisions of laws, regulations, and contracts, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under Government Auditing Standards.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance for the Bond Funds. This report is an integral part of an audit performed in accordance with Government Auditing Standards in considering the entity's internal control and compliance for the Bond Fund. Accordingly, this communication is not suitable for any other purpose.

CWDL, Certified Public Accountants

San Diego, California
October 13, 2017

FINDINGS AND RESPONSES SECTION

SAN JOSÉ/EVERGREEN COMMUNITY COLLEGE DISTRICT
2010 MEASURE G GENERAL OBLIGATION BONDS
Financial Statement Findings
For the Fiscal Year Ended June 30, 2017

This section identifies the deficiencies, significant deficiencies, material weaknesses, and instances of noncompliance related to the financial statements that are required to be reported in accordance with *Government Auditing Standards*.

There were no financial statement findings or questioned costs identified during 2016-17.

**SAN JOSÉ/EVERGREEN COMMUNITY COLLEGE DISTRICT
2010 MEASURE G GENERAL OBLIGATION BONDS
Summary Schedule of Prior Audit Findings
For the Fiscal Year Ended June 30, 2017**

There were no financial statement findings or questioned costs identified during 2015-16.

SAN JOSÉ/EVERGREEN COMMUNITY COLLEGE DISTRICT

2010 MEASURE G GENERAL OBLIGATION BONDS

PERFORMANCE AUDIT

FOR THE FISCAL YEAR ENDED
JUNE 30, 2017



COSSOLIAS | WILSON
DOMINGUEZ | LEAVITT
CERTIFIED PUBLIC ACCOUNTANTS

SAN JOSÉ/EVERGREEN COMMUNITY COLLEGE DISTRICT
2010 Measure G GENERAL OBLIGATION BONDS
Table of Contents
June 30, 2017

	<u>Page</u>
Independent Auditors' Report.....	1

BACKGROUND

Legislative History.....	2
San José/Evergreen Community College District 2010 Measure G General Obligation Bonds.....	2

PERFORMANCE AUDIT

Objectives.....	4
Scope	4
Methodology	4
Conclusion	4



INDEPENDENT AUDITORS' REPORT

To the Board of Trustees
San José/Evergreen Community College District
San Jose, California

We have conducted a performance audit of the San José/Evergreen Community College District (the "District") 2010 Measure G General Obligation Bond funds for the year ended June 30, 2017.

We conducted our performance audit in accordance with 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 conclusion based on our audit objectives. We believe that the evidence obtained provides a reasonable basis for our conclusions based on our audit objectives.

Our audit was limited to the objectives listed on page 4 of this report which includes determining the compliance with the performance requirements for the Proposition 39 2010 Measure G General Obligation Bonds under the applicable provisions of Section 1(b)(3)(C) of Article XIII A of the California Constitution and Proposition 39 as they apply to the bonds and the net proceeds thereof. Management is responsible for San José/Evergreen Community College District's compliance with those requirements.

Solely to assist us in planning and performing our performance audit, we obtained an understanding of the internal controls of San José/Evergreen Community College District to determine if internal controls were adequate to help ensure the District's compliance with the requirements of Proposition 39, as specified by Section 1(b)(3)(C) of Article XIII A of the California Constitution. Accordingly, we do not express any assurance on the internal controls.

The results of our tests indicated that, in all significant respects, San José/Evergreen Community College District expended 2010 Measure G General Obligation Bond funds for the year ended June 30, 2017 only for specific projects developed by the District's Board of Trustees and approved by the voters, in accordance with the requirements of Proposition 39, as specified by Section 1(b)(3)(C) of Article XIII A of the California Constitution.

CWDL, Certified Public Accountants

San Diego, California
October 13, 2017

BACKGROUND

SAN JOSÉ/EVERGREEN COMMUNITY COLLEGE DISTRICT
2010 Measure G GENERAL OBLIGATION BONDS
Background Information

LEGISLATIVE HISTORY

On November 7, 2000, California voters approved Proposition 39, the Smaller Classes, Safer Schools and Financial Accountability Act. Proposition 39 amended portions of the California Constitution to provide for the issuance of general obligation bonds by school districts, community college districts or county offices of education "for the construction, reconstruction, rehabilitation or replacement of school facilities, including the furnishing and equipping of school facilities, or the acquisition or lease of real property for school facilities", upon approval by 55% of the electorate.

Education Code Section 15278 provides additional accountability measures:

1. A requirement that the school district establish and appoint members to an independent citizens' oversight committee.
2. A requirement that the school district expend bond funds only for the purposes described in Section 1(b)(3) of Article XIII A of the California Constitution, and ensuring that no funds are used for any teacher or administrative salaries or other school operating expenses.
3. A requirement to conduct an annual independent performance audit required by Section 1(b)(3)C of Article XIII A of the California Constitution.
4. A requirement to conduct an annual independent financial audit required by Section 1(b)(3)D of Article XIII A of the California Constitution.

SAN JOSÉ/EVERGREEN COMMUNITY COLLEGE DISTRICT 2010 Measure G GENERAL OBLIGATION BONDS

The San José/Evergreen Community College District, Santa Clara County, California Election of 2010 General Obligation Bonds, Measure G were authorized at an election of the registered voters of the San José/Evergreen Community College District held on November 2, 2010 at which more than fifty-five percent of the persons voting on the proposition voted to authorize the issuance and sale of \$268,000,000 principal amount of general obligation bonds of the District. The Bonds are being issued to finance the acquisition, construction and modernization of certain District property and facilities. The Bonds are general obligations of the District, payable solely from *ad valorem* property taxes. A summary of the text of the ballot language was as follows:

"To better prepare San Jose City College/ Evergreen Valley College students for good paying jobs and transfer to four-year colleges, shall San Jose Evergreen Community College District upgrade, acquire, construct energy-efficient, technology-driven teaching classrooms, labs, sites, facilities/ equipment for health/ science, general education/job training, upgrade outdated electrical, plumbing, heating/ ventilation systems, by issuing \$268 million in bonds at legal rates, qualifying for matching funds, with citizen oversight, no money for administrator salaries, all funds staying local?"

SAN JOSÉ/EVERGREEN COMMUNITY COLLEGE DISTRICT
2010 Measure G GENERAL OBLIGATION BONDS
Background Information

SAN JOSÉ/EVERGREEN COMMUNITY COLLEGE DISTRICT 2010 MEASURE G GENERAL OBLIGATION BONDS, continued

The District's Board of Trustees developed the following Bond Project List for the 2010 Measure G Bonds:

- Upgrade labs for science and medical training programs.
- Provide classrooms for math, science, writing, and other core academic classes.
- Update classrooms and facilities for improved job training and career technical education.
- Update classrooms and educational facilities to meet current fire and safety codes and provide access for students with disabilities.
- Upgrade facilities to improve energy efficiency and reduce operating expenses, allowing more funding for classroom instruction and student services.
- Establish a technology endowment to maintain up-to-date computer learning necessary for a 21st Century education.

In November 2010, the constituents of the District approved 2010 Measure G authorizing the District to issue \$268,000,000 in general obligation bonds. As of June 30, 2016, the District has issued \$268,000,000 of 2010 Measure G bonds.

In February 2012, the District issued the 2010 General Obligation Bonds, Series A in the amount of \$70,000,000. The bonds mature beginning on August 1, 2012 through August 1, 2041, with interest yields ranging from two to four percent.

In February 2012, the District issued 2010 General Obligation Bonds, Series B in the amount of \$20,000,000. The bonds mature beginning on August 1, 2012 through August 1, 2032, with interest yields ranging from two to four percent.

In April 2014, the District issued 2010 General Obligation Bonds, Series C in the amount of \$120,000,000. The bonds mature beginning on September 1, 2015 through September 1, 2034, with interest yields ranging from two to five percent.

In May 2016, the District issued 2010 General Obligation Bonds, Series D in the amount of \$58,000,000. The bonds mature beginning on September 1, 2017 through September 1, 2037, with interest yields ranging from one to three percent.

PERFORMANCE AUDIT

SAN JOSÉ/EVERGREEN COMMUNITY COLLEGE DISTRICT
2010 Measure G GENERAL OBLIGATION BONDS
Objectives, Scope, Methodology and Conclusions

OBJECTIVES

The objective of our performance audit was to determine that the District expended 2010 Measure G General Obligation Bond funds for the year ended June 30, 2017 only for the purposes approved by the voters and only on the specific projects developed by the District's Board of Trustees, in accordance with the requirements of Proposition 39, as specified by Section 1(b)(3)C of Article XIII A of the California Constitution.

SCOPE

The District provided to us a list of all 2010 Measure G General Obligation Bond project expenditures for the year ended June 30, 2017 (the "List"). The list of transactions represented \$24,874,513 in expenditures from July 1, 2016 through June 30, 2017.

METHODOLOGY

We performed the following procedures to the List of 2010 Measure G General Obligation Bond project expenditures for the year ended June 30, 2017:

- Interviewed District management related to controls over planning, bidding, contracting, expenditure of bond funds and financial reporting and determined that controls have been put in place and are working as documented.
- Documented District procedures and controls over planning, bidding, contracting, expenditure of bond funds and financial reporting.
- Performed tests to determine that the District controls over planning, bidding, contracting, expenditure of bond funds and financial reporting have been put in place and are working as documented.
- Verified the mathematical accuracy of the List.
- Reconciled the List to total bond expenditures as reported by the District in the District's audited financial statements for the year ended June 30, 2017, presented as the 2010 General Obligation Bond funds.
- We selected a sample of expenditures totaling \$8,992,807. The sample was selected to provide a representation across specific construction projects, vendors and expenditure amounts. The sample represented 36% of the total expenditure value. We verified that the expenditures were for the approved projects and were expended for the upgrading, acquiring, constructing and equipping of school facilities, including building art, science and math classrooms and labs, or expanding healthcare job training facilities.

CONCLUSION

The results of our tests indicated that, in all significant respects, San José/Evergreen Community College District expended 2010 Measure G General Obligation Bond funds for the year ended June 30, 2017 only for the specific projects developed by the District's Governing Board and approved by the voters, in accordance with the requirements of Proposition 39, as specified by Section 1(b)(3)(C) of Article XIII A of the California Constitution.

**SAN JOSÉ/EVERGREEN
COMMUNITY COLLEGE DISTRICT**

**MEASURE X GENERAL OBLIGATION BONDS
FINANCIAL STATEMENTS**

**FOR THE FISCAL YEAR ENDED
JUNE 30, 2017**



**COSSOLIAS | WILSON
DOMINGUEZ | LEAVITT**
CERTIFIED PUBLIC ACCOUNTANTS

SAN JOSÉ/EVERGREEN COMMUNITY COLLEGE DISTRICT
MEASURE X GENERAL OBLIGATION BONDS
CITIZENS' BOND OVERSIGHT COMMITTEE MEMBERS
June 30, 2017

The Board of Trustees of the San José/Evergreen Community College District established the Citizens' Bond Oversight Committee. The Committee shall perform only the following duties: (1) inform the public concerning the District's expenditure of bond proceeds, (2) 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 X; and (b) no bond proceeds were used for any teacher or administrative salaries or other operating expenses and (3) present to the Board, in public session, an annual written report which shall include the following: 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 Committee's proceedings and activities for the preceding year.

The Citizens' Bond Oversight Committee for Measure X members for the fiscal year ended June 30, 2017 were composed of the following members:

Members	Representing	Term Expires
Simon Vidal III	Community at-large	June 2019
Elias Portales	Community at-large	February 2019
Joel Ruiz Herrera	Community at-large	June 2019
Brigit Espinosa	Community at-large	February 2019
Corey Demar	Community at-large	February 2019
Rose Regalado	Senior Citizen's Organization	February 2019
Johnny Lee	Taxpayer's Association	February 2019
Linda Reiners	Business Community	February 2019
Shanta Franco-Clausen	Business Community	June 2019
Matthew Mahood	Business Community	February 2019
Bethel Kim	Student active in a Community College	February 2019
Leo Cortez	Support Organization	February 2019

SAN JOSÉ/EVERGREEN COMMUNITY COLLEGE DISTRICT
MEASURE X GENERAL OBLIGATION BONDS
TABLE OF CONTENTS
June 30, 2017

	<u>Page</u>
Independent Auditors' Report.....	1

FINANCIAL SECTION

Balance Sheet	3
Statement of Revenues, Expenditures and Changes in Fund Balance.....	4
Notes to Financial Statements.....	5

SUPPLEMENTARY INFORMATION SECTION

Bond Program – Purpose of Bond Issuance (Unaudited)	11
---	----

OTHER REPORTS

Independent Auditors' Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>	13
---	----

FINDINGS AND RESPONSES SECTION

Schedule of Findings and Responses.....	15
Summary Schedule of Prior Audit Findings.....	16



INDEPENDENT AUDITORS' REPORT

To the Board of Trustees
San José/Evergreen Community College District
San Jose, California

Report on the Financial Statements

We have audited the accompanying financial statements of San José/Evergreen Community College District (the "District") Measure X General Obligation Bonds activity included in the Measure X General Obligation Bond Funds (the "Measure X Bond Funds") of the District as of and for the year ended June 30, 2017, and the related notes to the financial statements, as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

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 from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Measure X Bond Funds of San José/Evergreen Community College District, as of June 30, 2017, and the changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

As discussed in Note 1, the financial statements present only the District's Measure X Bond Funds and do not purport to, and do not, present fairly the financial position of the District as of June 30, 2017, and the changes in financial position for the year then ended, in conformity with accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to this matter.

Other Matters

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the financial statements of the San José/Evergreen Community College District's Measure X General Obligation Bond Funds. The Purpose of Bond Issuance on pages 10 and 11 of this report and the Citizen's Bond Oversight Committee Members are presented for purposes of additional analysis and are not a required part of the financial statements. The information has not been subjected to the auditing procedures applied in the audit of the financial statements and accordingly, we do not express an opinion or provide any assurance on it.

Other Reporting Required by Government Auditing Standards

In accordance with Government Auditing Standards, we have also issued our report dated October 13, 2017 on our consideration of the District's internal control over financial reporting and on our test of its compliance with certain provisions of laws, regulations, contracts and other matters for the Measure X Bond Funds. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance for the Bond Funds. That report is an integral part of an audit performed in accordance with Government Auditing Standards in considering San José/Evergreen Community College District's internal control over financial reporting and compliance for the Bond Funds.

CWDL, Certified Public Accountants

San Diego, California
October 13, 2017

FINANCIAL SECTION

**SAN JOSÉ/EVERGREEN COMMUNITY COLLEGE DISTRICT
MEASURE X GENERAL OBLIGATION BONDS**

Balance Sheet

June 30, 2017

ASSETS

Cash and cash equivalents	\$	-
Receivables		-
Due from other funds		-
Prepaid expenditures		-
		<hr/>

Total Assets

\$ -

LIABILITIES AND FUND BALANCE

Liabilities

Accounts payable	\$	-
Due to other funds		626,341
		<hr/>

Total Liabilities

626,341

Fund Balance

Restricted for capital projects		(626,341)
		<hr/>

Total Liabilities and Fund Balance

\$ -

SAN JOSÉ/EVERGREEN COMMUNITY COLLEGE DISTRICT
MEASURE X GENERAL OBLIGATION BONDS
Statement of Revenues, Expenditures and Changes in Fund Balance
For the Fiscal Year Ended June 30, 2017

REVENUES

Interest income	\$ -
-----------------	------

Total Revenues

-

EXPENDITURES

Salaries and benefits	-
-----------------------	---

Supplies, materials and other operating expenses	626,341
--	---------

Capital outlay	-
----------------	---

Total Expenditures

626,341

OTHER FINANCING SOURCES

Proceeds from long-term debt	-
------------------------------	---

Other financing uses	-
----------------------	---

Total Other Financing Sources

-

Net Change in Fund Balance

(626,341)

Restricted Fund Balance, July 1, 2016

-

Restricted Fund Balance, June 30, 2017

\$ (626,341)

SAN JOSÉ/EVERGREEN COMMUNITY COLLEGE DISTRICT
MEASURE X GENERAL OBLIGATION BONDS
Notes to Financial Statements
June 30, 2017

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

San José/Evergreen Community College District (the "District") accounts for its Measure X General Obligation Bond Funds' ("Bond Funds") financial transactions in accordance with policies and procedures of the State Chancellor's Office's California Community Colleges Budget and Accounting Manual. The accounting policies of the Measure X Bond Funds conform to accounting principles generally accepted in the United States of America as prescribed by the Governmental Accounting Standards Board (GASB). The following is a summary of the significant accounting policies:

Financial Reporting Entity: The financial statements include only the Bond Funds' Measure X General Obligation Bond Resources of the District. The funds were established to account for the expenditures of general obligation bonds issued under the General Obligation Bonds. The authorized issuance amount of the bonds is \$748,000,000. These financial statements are not intended to present fairly the financial position and results of operations of the District in compliance with accounting principles generally accepted in the United States of America.

Basis of Accounting: Basis of accounting refers to when revenues and expenditures or expenses are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of measurement made, regardless of the measurement focus applied.

The financial statements represent the Measure X General Obligation Bond Funds of the District and are presented on the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recorded when susceptible to accrual; i.e., both measurable and available. "Available" means collectible within the current period or within 60 days after year end. Expenditures are generally recognized under the modified accrual basis of accounting when the related liability is incurred.

Cash and Cash Equivalents: For the purpose of the financial statements, cash equivalents are defined as financial instruments with an original maturity of three months or less. Funds invested in the Santa Clara County Treasury are considered cash equivalents.

Due to District: At June 30, 2017, an interfund payable totaling \$626,341 was due to the District's general fund from the Measure X Bond Fund.

Restricted Fund Balance: Restricted fund balance includes resources which are legally or contractually restricted by external third parties. Fund balance is restricted for capital projects of the Measure X Bond Funds in accordance with the Bond Project List for Measure X General Obligation Bonds.

Accounting Estimates: The presentation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions. These estimates and assumptions affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures during the reporting period. Actual results could differ from those estimates.

SAN JOSÉ/EVERGREEN COMMUNITY COLLEGE DISTRICT
MEASURE X GENERAL OBLIGATION BONDS
Notes to Financial Statements
June 30, 2017

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, continued

Encumbrances: Encumbrance accounting is used in all budgeted funds to reserve portions of applicable appropriations for which commitments have been made. Encumbrances are recorded for purchase orders, contracts, and other commitments when they are written. Encumbrances are liquidated when the commitments are paid.

NOTE 2 – CASH AND CASH EQUIVALENTS

Cash and cash equivalents at June 30, 2017 consisted of \$0 held in the County Treasury investment pool.

Credit Risk: In accordance with Education Code Section 41001, the Bond Funds maintain all of their cash in the Santa Clara County Treasury. The County Treasurer of Santa Clara County acts as the Measure X General Obligation Bonds Fiscal Agent. The County pools these funds with those of other districts in the County and invests the cash. These pooled funds are carried at fair value. Interest earned is deposited quarterly into participating funds. Any investment losses are proportionately shared by all funds in the pool.

Because the Bond Funds' deposits are maintained in a recognized pooled investment fund under the care of a third party and the Bond Funds' share of the pooled investment fund does not consist of specific, identifiable investment securities owned by the District, no disclosure of the individual deposits and investments or related custodial credit risk classifications is required.

In accordance with applicable State laws, the Santa Clara County Treasurer may invest in derivative securities. However, at June 30, 2017, the Santa Clara County Treasurer has represented that the Treasurer's pooled investment fund contained no derivatives or other investments with similar risk profiles.

Investments Authorized by Debt Agreements: Investment of debt proceeds held by bond trustees are governed by provisions of the debt agreements, rather than the general provisions of the California Government Code or the District's investment policy. The table below identifies the investment types that are authorized for investments held by bond trustees. The table also identifies certain provisions of these debt agreements that address interest rate risk, credit risk, and concentration of credit risk.

Authorized Investment Type	Maximum Maturity	Maximum Percentage Allowed	Maximum Investment in One Issuer
County Pooled Investment Fund	None	None	None

SAN JOSÉ/EVERGREEN COMMUNITY COLLEGE DISTRICT
MEASURE X GENERAL OBLIGATION BONDS
Notes to Financial Statements
June 30, 2017

NOTE 2 – CASH AND CASH EQUIVALENTS, continued

Disclosures Relating to Interest Rate Risk: Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates.

Information about the sensitivity of the fair values of the District's investments to market interest rate fluctuations is provided by the following table that shows the maturity date of each investment:

Investment Type	Weighted Average Maturity (in Days)
Santa Clara County Investment Pool	439

Concentration of Credit Risk: The District's investment policy places limits on the amount it may invest in any one issuer. At June 30, 2017, the District had no concentration of credit risk.

NOTE 3 – INTERFUND TRANSACTIONS

As of June 30, 2017, the Measure X General Obligation bond fund had an interfund payable of \$626,341 due to the General Fund. Interfund receivables and payables are paid and cleared in the subsequent period.

SAN JOSÉ/EVERGREEN COMMUNITY COLLEGE DISTRICT
MEASURE X GENERAL OBLIGATION BONDS
Notes to Financial Statements
June 30, 2017

NOTE 4 – PURPOSE OF BOND ISSUANCE

Bond Authorization: By approval of the proposition for Measure X by at least 55% of the registered voters voting on the proposition at the election held on November 10, 2016, San José Evergreen Community College District was authorized to issue and sell bonds of up to \$748,000,000 in aggregate principal amount.

Purpose of Bonds: The proceeds of the Bonds may be used:

“To repair/upgrade classrooms to prepare students/veterans for jobs/university transfer by repairing/building nursing, engineering, vocational, technology, science/ job training classrooms, improving campus, earthquake safety/disabled access, remove asbestos/lead paint, acquiring, constructing, repairing sites, facilities/equipment, shall San José- Evergreen Community College District issue \$748,000,000 in bonds at legal rates, no money for administrators’ salaries/pensions, requiring citizen oversight, independent audits, all funds used locally?”

As required by the California Constitution, the proceeds from the sale of bonds will be used only for the construction, reconstruction, rehabilitation or replacement of school facilities including the furnishing and equipping of school facilities and not for any other purpose, including teacher and administrative salaries and other school operating expenses

NOTE 5 – CONSTRUCTION COMMITMENTS

As of June 30, 2017, the District had \$0 in outstanding encumbered commitments on Measure X General Obligation Bond construction contracts.

SUPPLEMENTARY INFORMATION SECTION

**SAN JOSÉ/EVERGREEN COMMUNITY COLLEGE DISTRICT
MEASURE X GENERAL OBLIGATION BONDS
Purpose of Bond Issuance
June 30, 2017**

LEGISLATIVE HISTORY

On November 7, 2000, California voters approved Proposition 39, the Smaller Classes, Safer Schools, and Financial Accountability Act. Proposition 39 amended portions of the California Constitution to provide for the issuance of general obligation bonds by school districts, community college districts, or county offices of education, "for the construction, reconstruction, rehabilitation or replacement of school facilities, including the furnishing and equipping of school facilities, or the acquisition or lease of real property for school facilities", upon approval by 55% of the electorate.

Education Code Section 15278 provides additional accountability measures:

1. A requirement that the school district establish and appoint members to an independent citizens' oversight committee.
2. A requirement that the school district expend bond funds only for the purposes described in Section 1(b)(3) of Article XIII A of the California Constitution, and ensuring that no funds are used for any teacher or administrative salaries or other school operating expenses.
3. A requirement to conduct an annual independent performance audit required by Section 1(b)(3)C of Article XIII A of the California Constitution.
4. A requirement to conduct an annual independent financial audit required by Section 1(b)(3)D of Article XIII A of the California Constitution.

SAN JOSÉ/EVERGREEN COMMUNITY COLLEGE DISTRICT GENERAL OBLIGATION BONDS, MEASURE X

The San José/Evergreen Community College District, Santa Clara County, California Election of Measure X General Obligation Bonds, Measure X were authorized at an election of the registered voters of the San José/Evergreen Community College District held on November 10, 2016 at which more than fifty-five percent of the persons voting on the proposition voted to authorize the issuance and sale of \$748,000,000 principal amount of general obligation bonds of the District. The Bonds are being issued to finance the acquisition, construction and modernization of certain District property and facilities. The Bonds are general obligations of the District, payable solely from ad valorem property taxes. A summary of the text of the ballot language was as follows:

"To repair/upgrade classrooms to prepare students/veterans for jobs/university transfer by repairing/building nursing, engineering, vocational, technology, science/job training classrooms, improving campus, earthquake safety/disabled access, remove asbestos/lead paint, acquiring, constructing, repairing sites, facilities/equipment, shall San José- Evergreen Community College District issue \$748,000,000 in bonds at legal rates, no money for administrators' salaries/pensions, requiring citizen oversight, independent audits, all funds used locally?"

**SAN JOSÉ/EVERGREEN COMMUNITY COLLEGE DISTRICT
MEASURE X GENERAL OBLIGATION BONDS
Purpose of Bond Issuance
June 30, 2017**

SAN JOSÉ/EVERGREEN COMMUNITY COLLEGE DISTRICT GENERAL OBLIGATION BONDS, MEASURE X, continued

The District's Board of Trustees developed the following objectives for the Measure X Bonds:

- Repair and upgrade San Jose City College and Evergreen Valley College campuses and classrooms, including:
 - Updating labs for nursing, science, technology and engineering
 - Expanding educational resources for veterans
 - Improving campus safety and security
 - Removing asbestos and lead paint, among other priorities

FURTHER SPECIFICATIONS

No Administrator Salaries: Proceeds from the sale of bonds authorized by this measure shall be used only for the construction, rehabilitation, or replacement of school facilities, including the furnishing and equipping of school facilities or the acquisition or lease of real property for school facilities and not for any other purpose, including teacher and administrator salaries and other school operating expenses.

OTHER REPORTS



**INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND
ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS
PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**

To the Board of Trustees
San José/Evergreen Community College District
San Jose, California

We have audited, in accordance with the 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, the financial statements of San José/Evergreen Community College District (the "District") General Obligation Bond Funds (the "Measure X Bond Funds") as of and for the year ended June 30, 2017, and the related notes to the financial statements, and have issued our report thereon dated October 13, 2017.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the District's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control over Measure X Bond Fund financial reporting. Accordingly, we do not express an opinion on the effectiveness of the District's internal control over financial reporting for the Measure X Bond Funds.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A material weakness is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A significant deficiency is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the San José/Evergreen Community College District's Measure X Bond Funds' financial statements are free of material misstatement, we performed tests of the Bond Funds' compliance with certain provisions of laws, regulations, and contracts, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under Government Auditing Standards.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance for the Bond Funds. This report is an integral part of an audit performed in accordance with Government Auditing Standards in considering the entity's internal control and compliance for the Bond Fund. Accordingly, this communication is not suitable for any other purpose.

CWDL, Certified Public Accountants

San Diego, California
October 13, 2017

FINDINGS AND RESPONSES SECTION

SAN JOSÉ/EVERGREEN COMMUNITY COLLEGE DISTRICT
MEASURE X GENERAL OBLIGATION BONDS
Financial Statement Findings
For the Fiscal Year Ended June 30, 2017

This section identifies the deficiencies, significant deficiencies, material weaknesses, and instances of noncompliance related to the financial statements that are required to be reported in accordance with *Government Auditing Standards*.

There were no financial statement findings or questioned costs identified during 2016-17.

**SAN JOSÉ/EVERGREEN COMMUNITY COLLEGE DISTRICT
MEASURE X GENERAL OBLIGATION BONDS
Summary Schedule of Prior Audit Findings
For the Fiscal Year Ended June 30, 2017**

There were no financial statement findings or questioned costs identified during 2015-16.

SAN JOSÉ/EVERGREEN COMMUNITY COLLEGE DISTRICT

**MEASURE X GENERAL OBLIGATION BONDS
PERFORMANCE AUDIT**

**FOR THE FISCAL YEAR ENDED
JUNE 30, 2017**



**COSSOLIAS | WILSON
DOMINGUEZ | LEAVITT**
CERTIFIED PUBLIC ACCOUNTANTS

SAN JOSÉ/EVERGREEN COMMUNITY COLLEGE DISTRICT
Measure X GENERAL OBLIGATION BONDS
Table of Contents
June 30, 2017

	<u>Page</u>
Independent Auditors' Report.....	1

BACKGROUND

Legislative History.....	2
San José/Evergreen Community College District Measure X General Obligation Bonds	2

PERFORMANCE AUDIT

Objectives.....	4
Scope	4
Methodology	4
Conclusion	4



INDEPENDENT AUDITORS' REPORT

To the Board of Trustees
San José/Evergreen Community College District
San Jose, California

We have conducted a performance audit of the San José/Evergreen Community College District (the "District") Measure X General Obligation Bond funds for the year ended June 30, 2017.

We conducted our performance audit in accordance with 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 conclusion based on our audit objectives. We believe that the evidence obtained provides a reasonable basis for our conclusions based on our audit objectives.

Our audit was limited to the objectives listed on page 4 of this report which includes determining the compliance with the performance requirements for the Proposition 39 Measure X General Obligation Bonds under the applicable provisions of Section 1(b)(3)(C) of Article XIII A of the California Constitution and Proposition 39 as they apply to the bonds and the net proceeds thereof. Management is responsible for San José/Evergreen Community College District's compliance with those requirements.

Solely to assist us in planning and performing our performance audit, we obtained an understanding of the internal controls of San José/Evergreen Community College District to determine if internal controls were adequate to help ensure the District's compliance with the requirements of Proposition 39, as specified by Section 1(b)(3)(C) of Article XIII A of the California Constitution. Accordingly, we do not express any assurance on the internal controls.

The results of our tests indicated that, in all significant respects, San José/Evergreen Community College District expended Measure X General Obligation Bond funds for the year ended June 30, 2017 only for specific projects developed by the District's Board of Trustees and approved by the voters, in accordance with the requirements of Proposition 39, as specified by Section 1(b)(3)(C) of Article XIII A of the California Constitution.

CWDL, Certified Public Accountants

San Diego, California
October 13, 2017

BACKGROUND

SAN JOSÉ/EVERGREEN COMMUNITY COLLEGE DISTRICT
Measure X GENERAL OBLIGATION BONDS
Background Information

LEGISLATIVE HISTORY

On November 7, 2000, California voters approved Proposition 39, the Smaller Classes, Safer Schools and Financial Accountability Act. Proposition 39 amended portions of the California Constitution to provide for the issuance of general obligation bonds by school districts, community college districts or county offices of education "for the construction, reconstruction, rehabilitation or replacement of school facilities, including the furnishing and equipping of school facilities, or the acquisition or lease of real property for school facilities", upon approval by 55% of the electorate.

Education Code Section 15278 provides additional accountability measures:

1. A requirement that the school district establish and appoint members to an independent citizens' oversight committee.
2. A requirement that the school district expend bond funds only for the purposes described in Section 1(b)(3) of Article XIII A of the California Constitution, and ensuring that no funds are used for any teacher or administrative salaries or other school operating expenses.
3. A requirement to conduct an annual independent performance audit required by Section 1(b)(3)C of Article XIII A of the California Constitution.
4. A requirement to conduct an annual independent financial audit required by Section 1(b)(3)D of Article XIII A of the California Constitution.

SAN JOSÉ/EVERGREEN COMMUNITY COLLEGE DISTRICT Measure X GENERAL OBLIGATION BONDS

The San José/Evergreen Community College District, Santa Clara County, California Election of General Obligation Bonds, Measure X were authorized at an election of the registered voters of the San José/Evergreen Community College District held on November 10, 2016 at which more than fifty-five percent of the persons voting on the proposition voted to authorize the issuance and sale of \$748,000,000 principal amount of general obligation bonds of the District. The Bonds are being issued to finance the acquisition, construction and modernization of certain District property and facilities. The Bonds are general obligations of the District, payable solely from *ad valorem* property taxes. A summary of the text of the ballot language was as follows:

"To repair/upgrade classrooms to prepare students/veterans for jobs/university transfer by repairing/building nursing, engineering, vocational, technology, science/job training classrooms, improving campus, earthquake safety/disabled access, remove asbestos/lead paint, acquiring, constructing, repairing sites, facilities/equipment, shall San José- Evergreen Community College District issue \$748,000,000 in bonds at legal rates, no money for administrators' salaries/pensions, requiring citizen oversight, independent audits, all funds used locally?"

SAN JOSÉ/EVERGREEN COMMUNITY COLLEGE DISTRICT
Measure X GENERAL OBLIGATION BONDS
Background Information

SAN JOSÉ/EVERGREEN COMMUNITY COLLEGE DISTRICT MEASURE X GENERAL OBLIGATION BONDS,
continued

The District's Board of Trustees developed the following objectives for the Measure X Bonds:

- Repair and upgrade San Jose City College and Evergreen Valley College campuses and classrooms, including:
 - Updating labs for nursing, science, technology and engineering
 - Expanding educational resources for veterans
 - Improving campus safety and security
 - Removing asbestos and lead paint, among other priorities

In November 2016, the constituents of the District approved Measure X authorizing the District to issue \$748,000,000 in general obligation bonds. As of the date of this report, no funds have been issued out of the Measure X authorization. Funds spent out of Measure X during the 2016-17 fiscal year were the result of interfund borrowing from the general fund.

PERFORMANCE AUDIT

SAN JOSÉ/EVERGREEN COMMUNITY COLLEGE DISTRICT**Measure X GENERAL OBLIGATION BONDS****Objectives, Scope, Methodology and Conclusions**

OBJECTIVES

The objective of our performance audit was to determine that the District expended Measure X General Obligation Bond funds for the year ended June 30, 2017 only for the purposes approved by the voters and only on the specific projects developed by the District's Board of Trustees, in accordance with the requirements of Proposition 39, as specified by Section 1(b)(3)C of Article XIII A of the California Constitution.

SCOPE

The District provided to us a list of all Measure X General Obligation Bond project expenditures for the year ended June 30, 2017 (the "List"). The list of transactions represented \$626,341 in expenditures from July 1, 2016 through June 30, 2017.

METHODOLOGY

We performed the following procedures to the List of Measure X General Obligation Bond project expenditures for the year ended June 30, 2017:

- Interviewed District management related to controls over planning, bidding, contracting, expenditure of bond funds and financial reporting and determined that controls have been put in place and are working as documented.
- Documented District procedures and controls over planning, bidding, contracting, expenditure of bond funds and financial reporting.
- Performed tests to determine that the District controls over planning, bidding, contracting, expenditure of bond funds and financial reporting have been put in place and are working as documented.
- Verified the mathematical accuracy of the List.
- Reconciled the List to total bond expenditures as reported by the District in the District's audited financial statements for the year ended June 30, 2017, presented as the Measure X General Obligation Bond funds.
- We selected a sample of expenditures totaling \$626,341. The sample was selected to provide a representation across specific construction projects, vendors and expenditure amounts. The sample represented 100% of the total expenditure value. We verified that the expenditures were for the approved projects and were expended for the upgrading, acquiring, constructing and equipping of school facilities, including building art, science and math classrooms and labs, or expanding healthcare job training facilities.

CONCLUSION

The results of our tests indicated that, in all significant respects, San José/Evergreen Community College District expended Measure X General Obligation Bond funds for the year ended June 30, 2017 only for the specific projects developed by the District's Governing Board and approved by the voters, in accordance with the requirements of Proposition 39, as specified by Section 1(b)(3)(C) of Article XIII A of the California Constitution.



MEASURES G-2004, G-2010 and X
CITIZENS' BOND OVERSIGHT COMMITTEE
MEETING AGENDA

December 19, 2017: 6:00 – 7:30 PM

San José · Evergreen Community College District Office
40 South Market St., 1st floor Room CR112; San José, CA 95113

This link is reference material for:

Agenda Item 8: Review of Draft Annual Report – *Mike Chegini*

<http://cboc.sjebond.com/AR1617/>



MEASURES G-2004, G-2010 and X
CITIZENS' BOND OVERSIGHT COMMITTEE
MEETING AGENDA

December 19, 2017: 6:00 – 7:30 PM

San José · Evergreen Community College District Office
40 South Market St., 1st floor Room CR112; San José, CA 95113

The following attachment is reference material for:

Agenda Item 9.b: Project Updates for Measure G – 2010 – Owen Letcher



CITIZENS' BOND OVERSIGHT COMMITTEE

Measure G-2010 Project Highlights Report

December 19, 2017 | Budgets as of 9/30/2017



San José City College

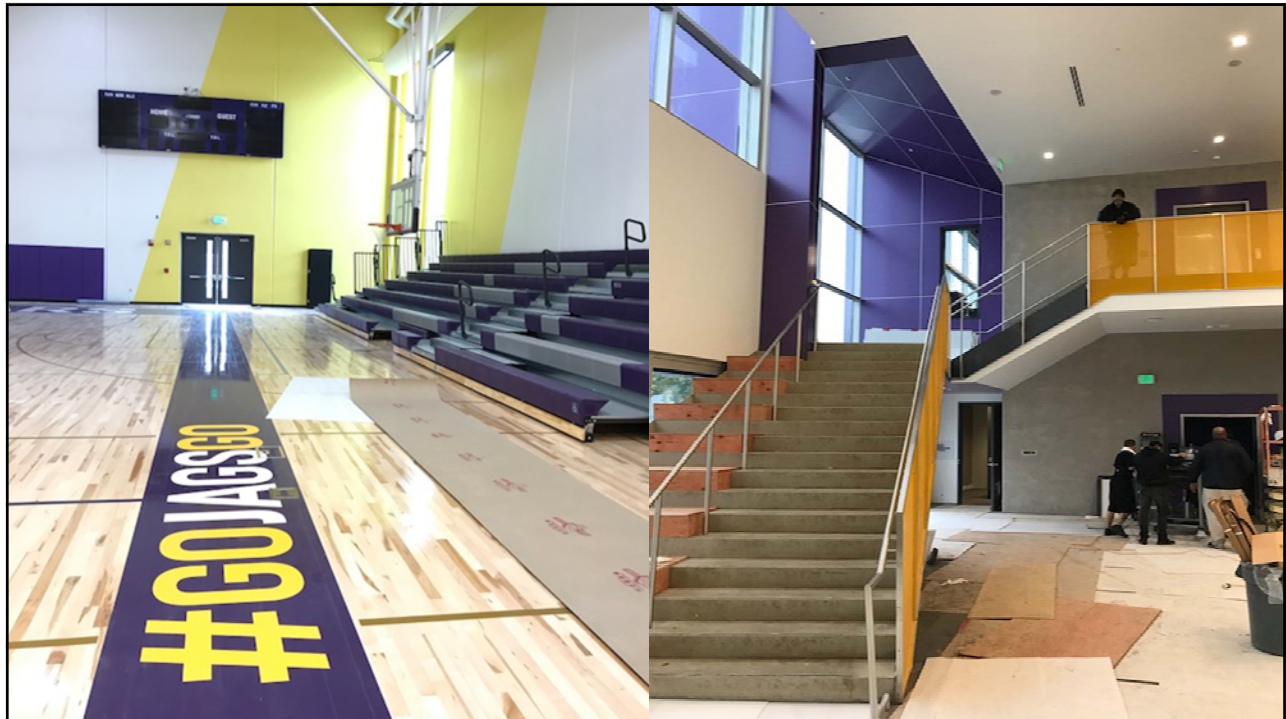
Physical Education Gymnasium

G-2004: #122 Physical Education Gymnasium

G-2010: #31125 New Gym Sitework and Auxiliary Buildings



Project #122 (G-2004) Budget: \$15,832,381
Project #31125 (G-2010) Budget: \$14,886,432
Architect: LPAS Architecture and Design, Inc.
Contractor: Alten Construction
Completion Date: Winter (January) 2018
Status: Construction
Scope: A 39,304 S.F., 2 story building that will include a Gym, Fitness Center, PE/Kinesiology Lab Room, Restrooms, Student Locker Rooms, Multi-Purpose Classroom, Equipment Storage Room, Training Room, Team Rooms and Ticket/Concessions. The project also includes renovation of the existing Racquetball Bldg into a Wellness Center which will house a Yoga Studio, Multi-Purpose PE/Kinesiology Lab Room and two (2) new restrooms. The District has added budget for a new Concessions Bldg and Visiting Team Rooms. Site improvements will include a security fence, gathering plaza, and bicycle parking.



G-2010: #31129**New Maintenance and Operations Bldg.**

san José·evergreen
COMMUNITY COLLEGE DISTRICT



Budget:
\$8,504,960

Architect/Contractor:
Aedis Architects / TBD

Est. Completion Date:
Spring 2019

Status:
On hold pending approval of additional funding.

Scope: New building to provide a consolidated home for the Maintenance and Operations. At approx. 15,000 S.F., the building will consist of maintenance shops, grounds, custodial and associated support spaces, including an Emergency Operations Center.

**G-2010: #31322****Access Control**

san José·evergreen
COMMUNITY COLLEGE DISTRICT



Budget: \$796,675

Consultant: Guidepost

Contractor: Stanley Convergent

Est. Completion Date: Fall 2017

Scope:
To improve campus safety and security for buildings, classrooms and physical assets. The Business building will serve as a pilot project.

Status: Construction



G-2010: #31325 Roofing Repairs

san José·evergreen
COMMUNITY COLLEGE DISTRICT

Budget: \$1,024,169

Architect/Engineer: Skyline Engineering

Contractor: Stronger Building Services

Completion Date: Summer 2017

Scope:

Remove and replace Business building roof system. Install a new roof at the Theater tower and areas north of the tower as budget allows.

Status: Complete



G-2010: #31327 Utilities Phase III

san José·evergreen
COMMUNITY COLLEGE DISTRICT



Budget: \$2,468,827 | **Consultant/Contractor:** Crosby Group / TBD

Est. Completion Date: Fall 2018

Scope: The first stage of this project will involve a Building Assessment of the existing Central Plant Building to find any deficiencies and to bring it up to code to comply with DSA requirements. Once the building becomes DSA certified, Phase III of the Utilities Upgrade will commence, which includes the extension of the Cooling Tower enclosure for one new cooler and the installation of a new chiller.

Status: On hold. Project will be cancelled.

G-2010: #31328 Wayfinding, Signage and Site Fencing



Budget: \$1,218,532

Consultant: Ross Luthin Creative

Contractor: A Good Sign Company

Est. Completion Date: Summer 2018

Scope: The Wayfinding, Signage, and Site Fencing project will provide signage that will promote the college brand, provide direction to entrances and parking areas, and assist visitors with navigating the campus.

Status: Phase 1: Non-DSA Construction 80% complete; Phase 2: DSA Review, Final DSA resubmittal in progress



G-2010: #31330 Audio Visual Systems Improvements



Budget: \$758,499

Consultant: Smith, Fause, and McDonald | **Contractor:** Stadium - Avidex; Radio Station - BCI General Contractors, Inc.

Completion Date: Stadium – Spring 2017, Radio Station – Spring 2018

Scope: The Audio Visual System Improvements project will provide AV upgrades to include Lecture/Capture capability to rooms T415, SC204, and L307. The radio station and stadium will receive AV upgrades including new equipment and network fiber to stadium. | **Status:** Construction

G-2010: #31336 Physical Security PH II



Budget: \$2,626,079

Consultant: SOBE/Catalyst

Contractor: TBD

Est. Completion Date: Spring 2018

Scope: This project includes public safety video systems, emergency communication systems and wireless access points.

Status: Design



G-2010: #32110
Roble Demolition – Acacia Alterations
Sub-project: Roble Demolition



Budget: \$3,067,629 | **Architect:** WLC Architects | **Contractor:** Central Valley Environmental | **Est. Completion Date:** November 2017 | **Scope:** The project entails partial building demolition services with the central utility room to remain intact for the Roble Building at the Evergreen Valley College Campus. Demolition Services includes the abatement/removal of asbestos containing materials, lead based paints and other hazardous building materials. *(Scope for Acacia Alterations listed on next slide.)*
Status: All work is complete. Roble has been demolished, with a small room retained that houses primary electrical. The site has been hydroseeded for erosion and dust control.



G-2010: #32110
Roble Demolition – Acacia Alterations
Sub-project: Acacia Alterations Phase 2



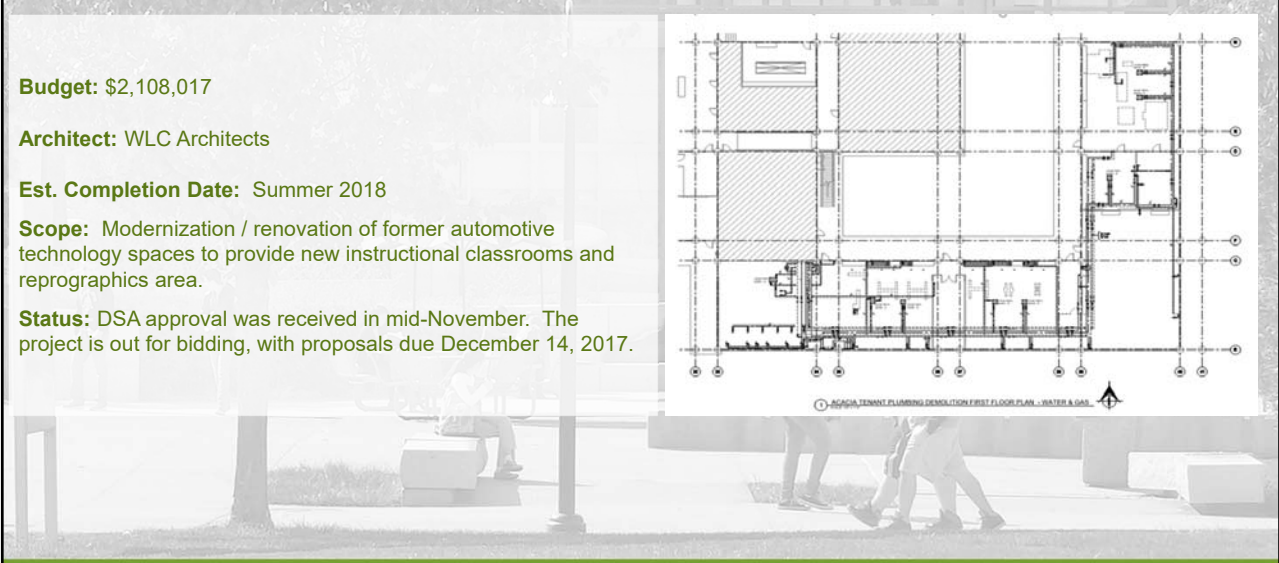
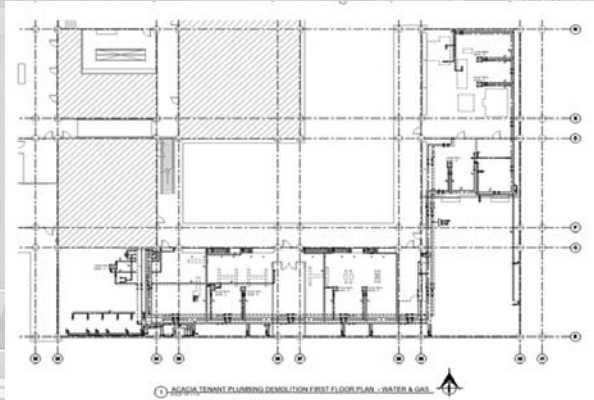
Budget: \$2,108,017

Architect: WLC Architects

Est. Completion Date: Summer 2018

Scope: Modernization / renovation of former automotive technology spaces to provide new instructional classrooms and reprographics area.

Status: DSA approval was received in mid-November. The project is out for bidding, with proposals due December 14, 2017.



G-2010: #32113
Campus Site Improvements
Sub-project: Student Services Center Architectural Barrier Removal



Budget: \$896,216 | **Architect:** Dougherty | **Contractor:** Cal Pacific Construction, Inc. | **Est. Completion Date:** Completed

Scope: Re-configuration of the existing campus pathway from Parking Lot 4 into the West Hub of Campus. Work includes but is not limited to modification of existing sidewalks, paving, and ADA parking spaces, modification of existing irrigation system, new hardscape and landscaping including new trees and planting material and electric vehicle charging stations.

Status: All work is complete.



G-2010: #32121 Signage and Wayfinding

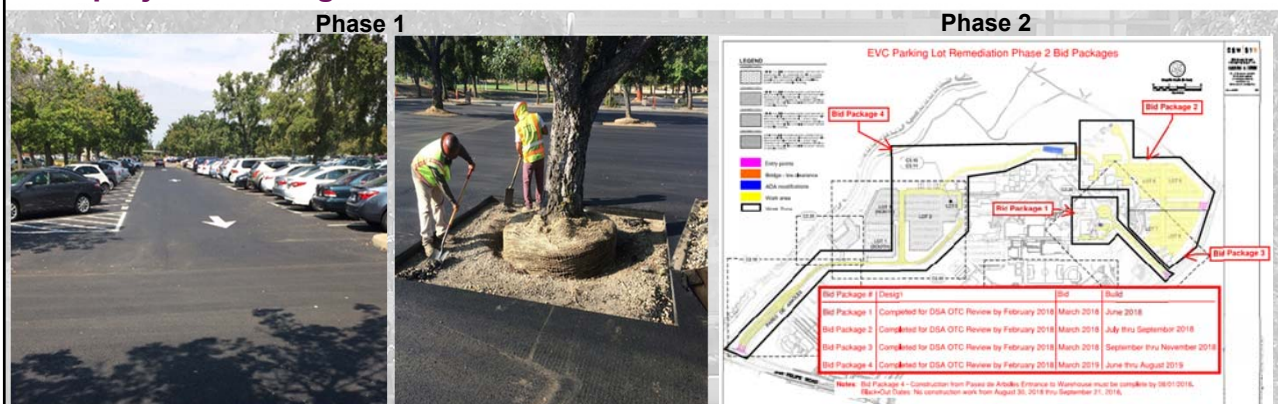


Budget: \$1,658,662 | **Consultant:** Ross Luthin-BFS | **Contractor:** A Good Sign and Graphics | **Est. Completion Date:** Fall 2017

Scope: Establish a comprehensive wayfinding identity that provides logical and intuitive routes of navigation throughout campus, using a cohesive overall style. This project replaces existing vehicle and pedestrian signage on campus, adds new buildings to signage, and includes a new monument sign at the Yerba Buena new main campus west entry.

Status: All signage is in place. The contractor continues to work through its punchlist, with final completion anticipated November 2017.

G-2010: #32307 Small Capital Repairs Sub-project: Parking Lot Remediation

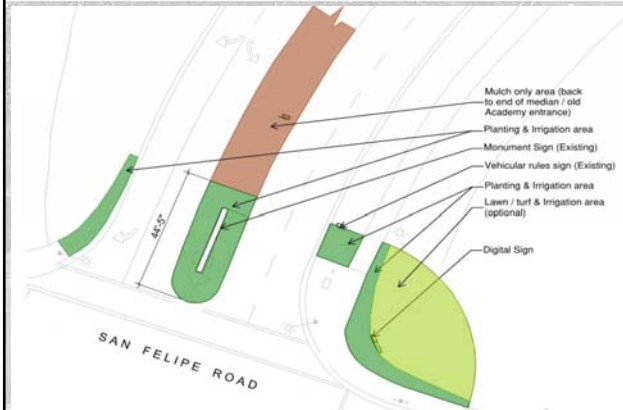


Budget: \$3,000,000 | **Designer:** CSW/ST2 | **Scope:** Remediation of damaged and poor asphalt paved parking and drive areas.

Phase 1: **Contractor:** Galeb Construction | **Est. Completion Date:** November 2017 | **Status:** Work is complete in all lots under this contract (Lots 1,2,3 and 9).

Phase 2: Design is underway. Bid Packaging plan has been established. Construction start is June 2018.

G-2010: #32124 San Felipe Digital Message Sign



Budget: \$720,000 | **Designer:** Ross Luthin-BFS
Scope: Install new electronic marquee sign and site improvements at the San Felipe Road entrance to Evergreen Valley College. Sign is to match the marquee sign at the Yerba Buena Road entrance.
Status: The project has bid within the budget, and the contract awarded to Integra Construction Services Inc. Work is to be complete in Spring 2018.

Other Notable Projects



#32126 Acacia Renovation Phase III

Budget: \$1,220,000 | **Designer:** Selection process underway
Scope: Repair and renovate college administrative offices to improve student service functions. The work includes reorganizing spaces, improve security, replace worn interior finishes and improve point-of contact student services.

#32127 Gullo Student Space Repurpose and Renovation

Budget: \$810,000 | **Designer:** Dougherty | **Completion:** Fall 2018
Scope: Repair and renovate student cafeteria and study spaces to improve student service functions. The work includes reorganizing spaces, improve security, replace and upgrade interior finishes, improve electrical and lighting and develop student collaboration spaces.

- | | | |
|-----------------------------|--|--|
| Physical Security | • Campus-wide Lockdown Hardware | • Entry barrier arm at Valle del Lagos |
| Capital Improvements | • Fieldhouse Renovations | • Montgomery Hall Renovations |
| Site Improvements | • PE ADA Accessibility and Site Improvements | |



G-2010: #31329 ADA Transition Plan: Accessibility Survey & Improvements



Budget: \$554,561

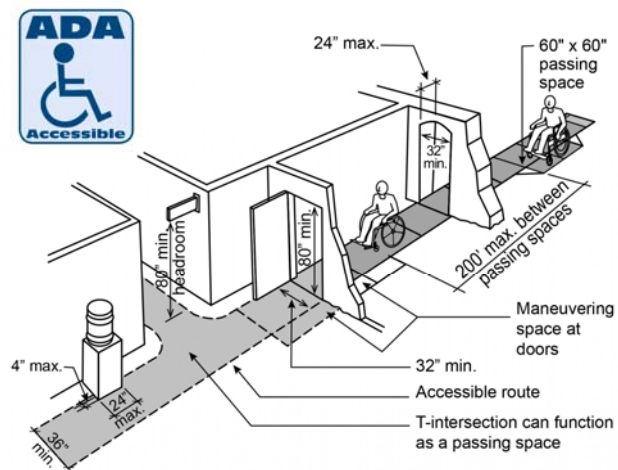
Consultant: Disability Access Consultants

Contractor: TBD

Est. Completion Date: Spring 2020

Scope: This project involves the assessment of existing conditions and a self-evaluation report at San José City College, Evergreen Valley College, San José Evergreen Community College Extension, and the District office. Results of the assessment will be used to establish an Accessibility Survey/Transition Plan that will prioritize and address accessibility needs.

Status: Surveys of all campuses complete. Review of findings in progress.



Basic Features of an Accessible Route





MEASURES G-2004, G-2010 and X
CITIZENS' BOND OVERSIGHT COMMITTEE MEETING AGENDA

December 19, 2017: 6:00 – 7:30 PM

San José · Evergreen Community College District Office
40 South Market St., 1st floor Room CR112; San José, CA 95113

The following attachments are reference materials for:

Agenda Item 10.a.i: Measure X Financial Report – *Peter Fitzsimmons*

- 2017-2018 First Quarter (9/30/2017) Report

Whole Program Report

San Jose Evergreen Community College

Measure X

Reporting Period: Inception through 9/30/2017

Funding Sources (Budget)

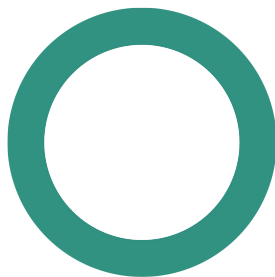
Bond Authorization	\$748,000,000	100.00 %
Bond Allocated Interest Earned	\$0	0.00 %
Unallocated Bond Interest Earned	\$0	0.00 %
<hr/>		
Total Bond:	\$748,000,000	100.00 %
State	\$0	0.00 %
Other	\$0	0.00 %
<hr/>		
Total Bond + Other Funding:	\$748,000,000	100.00 %

Cost Status

Actual Expenses To Date

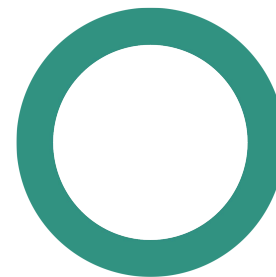
Budget Group	Total Budget	Bond	State	Other	Remaining Balance
Election/Legal/EIR/DO Labor and Related	\$955,913	\$626,341	\$0	\$0	\$329,572
Unallocated Bond Funds	\$747,044,087	\$0	\$0	\$0	\$747,044,087
Totals:	\$748,000,000	\$626,341	\$0	\$0	\$747,373,659

Budget vs Expenses (Bond Only)



■ Remaining Bond Funding ■ Total Bond Expenses (0.08%)

Budget vs Expenses (Total Funding)



■ Remaining Total Funding ■ Total Expenses (0.08%)

Bond and Bond Authorization: Measure X
 Interest Earned: Measure X Interest Earnings Allocated to projects
 Unallocated Interest Earned: Interest Earnings not yet allocated to specific projects
 State: State Capital Outlay and Scheduled Maintenance
 Other: Contribution to Project from "other" source (non-State nor Bond)
 Expenses in the "Actual Expenses to Date" columns: Paid and Accrued expenses through the reporting period end date.
 Rounding factors may apply.



MEASURES G-2004, G-2010 and X
CITIZENS' BOND OVERSIGHT COMMITTEE MEETING AGENDA

December 19, 2017: 6:00 – 7:30 PM

San José · Evergreen Community College District Office
40 South Market St., 1st floor Room CR112; San José, CA 95113

The following attachments are reference materials for:

Agenda Item 10.a.ii: Measure G-2010 Financial Reports – *Ann Kennedy*

- 2017-2018 First Quarter (9/30/2017) Reports

Whole Program Report

San Jose Evergreen Community College

Measure G-2010

Reporting Period: Inception through 9/30/2017

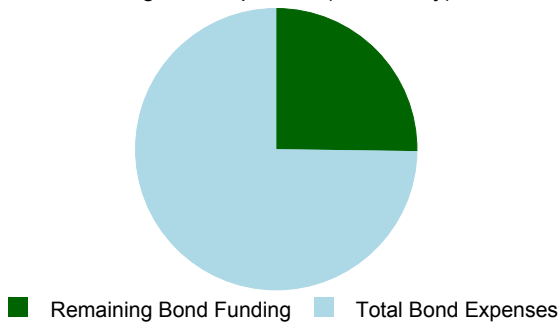
Funding Sources (Budget)

Bond Authorization	\$268,000,000	99.36 %
Bond Allocated Interest Earned (Standard)	\$1,787,213	0.66 %
Unallocated Bond Interest Earned (Standard)	\$223,905	0.08 %
Bond Allocated Interest Earned (Endowment)	\$2,006,880	0.74 %
Unallocated Bond Interest Earned (Endowment)	\$8,446	0.00 %
<hr/>		
Total Bond:	\$272,026,444	100.00 %
State	\$0	0.00 %
Other	\$0	0.00 %
<hr/>		
Total Bond + Other Funding:	\$272,026,444	100.00 %

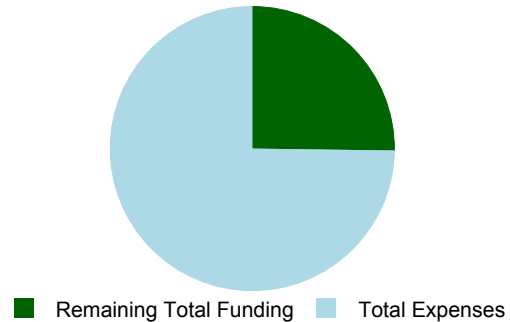
Cost Status

Budget Group	Total Budget	Actual Expenses To Date			Remaining Balance
		Bond	State	Other	
A&E, DSA, Oversight & Other	\$70,631,178	\$56,317,126	\$0	\$0	\$14,314,052
Construction & Contingency	\$169,119,021	\$126,167,359	\$0	\$0	\$42,951,662
Furniture & Equipment	\$32,043,895	\$20,941,030	\$0	\$0	\$11,102,865
Unallocated Interest	\$232,351	\$0	\$0	\$0	\$232,351
<hr/>					
Totals:	\$272,026,445	\$203,425,515	\$0	\$0	\$68,600,931

Budget vs Expenses (Bond Only)



Budget vs Expenses (Total Funding)



Bond and Bond Authorization: Measure G-2010
 Interest Earned: Measure G Interest Earnings Allocated to Projects
 Total Interest Earnings (Investment Income): Interest Earned + Unallocated Interest Earned
 Unallocated Interest Earned: Interest Earnings not yet allocated to specific projects
 State: State Capital Outlay and Scheduled Maintenance (only on Measure G projects)
 Other: Contribution to Project from "other" source (non-State nor Bond)
 Expenses in the "Actual Expenses to Date" columns: Paid and Accrued expenses through the reporting period end date.
 Rounding factors may apply.

Project Summary Report

San Jose Evergreen Community College

Measure G-2010

Reporting Period: Inception through 9/30/2017

Phase/Project Name	Bond Budget	Bond Exp. To Date	Qtr Bond Expense	Budget Remaining	Start Date	End Date	Cost Status	Sched Status
San Jose City College Project List								
Board Approved								
31112	Vehicular Circulation Entrances	\$1,300,990	\$28,261	\$0	\$1,272,729	2/1/2017	9/19/2019	✓ ✓
31114	Demolition of Jaguar Gym Locker Rooms, Auxiliary Structures and Site Improvements	\$1,001,218	\$49,009	\$0	\$952,208	2/20/2013	1/31/2020	✓ ✓
31122	Group II Equipment - \$200,000/year for 10 years	\$2,541,917	\$1,434,788	\$292,465	\$1,107,129	6/14/2011	6/14/2021	✓ ✓
31324	Restroom Fixtures & Plumbing Upgrades	\$500,000	\$0	\$0	\$500,000	2/1/2018	10/9/2019	✓ ✓
31329	ADA Transition Plan: Accessibility Survey & Improvements	\$554,561	\$2,400	\$0	\$552,160	1/1/2016	3/27/2020	✓ ✓
31333	CTE Improvements	\$401,525	\$48,237	\$164	\$353,288	1/31/2017	7/22/2019	✓ ✓
31702	IT Infrastructure Improvements	\$5,683,871	\$3,218,613	\$596	\$2,465,258	4/3/2012	12/18/2018	✓ ✓
31703	Technology Upgrades	\$3,173,711	\$2,419,627	\$30,857	\$754,085	12/8/2015	12/13/2018	✓ ✓
Total Board Approved		\$15,157,793	\$7,200,935	\$324,082	\$7,956,858			
Design								
31129	New Maintenance and Operations Building	\$8,504,960	\$332,220	\$86,490	\$8,172,740	12/1/2016	5/14/2019	✓ ✓
31130	Theater Accessibility and Entrance Improvements	\$1,728,105	\$295,585	\$30,315	\$1,432,520	9/15/2016	10/11/2018	✓ ✓
31327	Utilities PH III	\$2,468,827	\$307,495	\$33,318	\$2,161,332	4/29/2016	1/11/2019	✓ ✓
31332	Campus HVAC Equipment & Controls	\$1,506,454	\$143,618	\$0	\$1,362,837	2/1/2016	9/26/2018	✓ ✓
31336	Physical Security PH II	\$2,626,079	\$312,238	\$619	\$2,313,841	6/1/2015	3/14/2018	✓ ✓
Total Design		\$16,834,426	\$1,391,156	\$150,742	\$15,443,270			
Construction								
31125	New Gym Sitework and Auxiliary Buildings	\$14,886,432	\$8,860,047	\$2,243,036	\$6,026,385	8/2/2013	1/15/2018	✓ ✓
31304	Small Capital Repairs	\$10,832,378	\$5,582,216	\$7,054	\$5,250,162	4/2/2012	6/30/2021	✓ ✓
31322	Access Control	\$796,675	\$347,488	\$4,619	\$449,187	4/11/2016	8/29/2017	✓ ✓
31323	Relocate Adaptive PE	\$301,224	\$56,098	\$12,425	\$245,127	1/31/2017	1/31/2018	✓ ✓
31328	Wayfinding, Signage and Site Fencing	\$1,218,532	\$336,513	\$39,285	\$882,019	6/1/2016	8/10/2018	✓ ✓
31330	Audio Visual Systems Improvements	\$758,499	\$221,627	\$14,587	\$536,872	10/1/2016	5/14/2018	✓ ✓
Total Construction		\$28,793,740	\$15,403,989	\$2,321,005	\$13,389,751			
Close Out								
31131	San Jose-Evergreen Community College Extension	\$1,607,818	\$836,170	\$429,592	\$771,649	10/9/2012	1/3/2017	✓ ✓
31321	Parking Lot and Street Repairs	\$239,727	\$206,823	\$140,943	\$32,904	5/1/2017	9/28/2017	✓ ✓
31325	Roofing Repairs	\$1,024,169	\$590,391	\$0	\$433,779	1/1/2016	11/30/2017	✓ ✓
31331	Building Interior Finishes	\$299,911	\$299,141	\$0	\$770	1/1/2016	8/23/2016	✓ ✓
31335	GE Building Interior Finishes	\$1,825,873	\$1,810,058	\$0	\$15,815	1/1/2016	8/15/2016	✓ ✓
Total Close Out		\$4,997,499	\$3,742,582	\$570,535	\$1,254,917			
Complete								
31107	Career Technical Education (CTE): Renovation of 100/200 buildings	\$11,686,160	\$11,686,160	\$0	\$0			
31109	Repurpose Boiler Plant	\$589,305	\$589,305	\$0	\$0			
31110	Utility Extensions and Emergency Generator	\$5,718,806	\$5,718,806	\$0	\$0			
31116	Campus Site Improvements	\$1,137,429	\$1,137,429	\$0	\$0			
31121	Photo Lab Relocation	\$750,984	\$750,984	\$0	\$0			
31126	Iron Workers Training Center	\$1,540,891	\$1,540,891	\$0	\$0			

See last page for definitions and notes

Project Summary Report

San Jose Evergreen Community College

Measure G-2010

Reporting Period: Inception through 9/30/2017

Phase/Project Name	Bond Budget	Bond Exp. To Date	Qtr Bond Expense	Budget Remaining	Start Date	End Date	Cost Status	Sched Status
31127 GE HVAC Upgrade and Campus HVAC Controls Extension	\$936,952	\$936,952	\$0	\$0				
31128 Parking Lot and Walkway Improvements	\$640,874	\$640,874	\$0	\$0				
31308 Campus Water System mapping and consolidation	\$396,145	\$396,145	\$0	\$0				
31311 Physical Security	\$646,381	\$646,381	\$0	\$0				
Total Complete	\$24,043,928	\$24,043,928	\$0	\$0				

Consolidated

31108 100-200-Boiler Plant Demo and New Parking Lot	\$0	\$0	\$0	\$0				
31111 Exterior Lighting Phase II	\$0	\$0	\$0	\$0				
31113 Vocational Technology Bldg	\$0	\$0	\$0	\$0				
31117 Landscaping	\$0	\$0	\$0	\$0				
31118 Irrigation	\$0	\$0	\$0	\$0				
31119 Hardscape	\$0	\$0	\$0	\$0				
31120 Wayfinding	\$0	\$0	\$0	\$0				
31305 Energy Efficiency- Photovoltaic	\$0	\$0	\$0	\$0				
31307 Campus Generator Project	\$0	\$0	\$0	\$0				
31326 Site Fencing & Marquee Signage	\$0	\$0	\$0	\$0				
Total Consolidated	\$0	\$0	\$0	\$0				

Cancelled

31105 Renovate Building K	\$0	\$0	\$0	\$0				
31106 Renovate- General Education Building	\$0	\$0	\$0	\$0				
Total Cancelled	\$0	\$0	\$0	\$0				

Deferred

31115 Theater Demo and New Parking Lot	\$0	\$0	\$0	\$0				
31334 Exterior Lighting Upgrades & Repairs	\$0	\$0	\$0	\$0				
Total Deferred	\$0	\$0	\$0	\$0				

C31199 Campus Contingency - San Jose City	\$2,531,347	\$0	\$0	\$2,531,347				
Campus Contingency / (Forecasted Total Cost - Expenses to Date)				6.27%				

Total San Jose City College Campus Budget	\$92,358,733	\$51,782,590	\$3,366,364	\$40,576,142
--	---------------------	---------------------	--------------------	---------------------

Evergreen Valley College Project List

Board Approved

32108 Admin and Student Services Remodel and Consolidation	\$183,621	\$153,733	\$0	\$29,888	1/16/2012	5/7/2020	✓	✓
32122 EVC Vehicles	\$98,766	\$91,872	\$0	\$6,894	11/12/2013	6/30/2021	✓	✓
32602 Group II Equipment - \$200,000/year for 10 years	\$1,947,211	\$692,699	\$0	\$1,254,513	3/29/2012	6/30/2021	✓	✓
32703 Technology Upgrades	\$1,103,719	\$744,706	\$8,452	\$359,013	12/8/2015	5/10/2022	✓	✓
Total Board Approved	\$3,333,317	\$1,683,010	\$8,452	\$1,650,307				

Design

32124 San Felipe Digital Message Sign	\$720,000	\$0	\$0	\$720,000	10/18/2017	3/30/2018	✓	✓
32126 Acacia Renovation Phase III	\$1,220,000	\$0	\$0	\$1,220,000	12/5/2017	2/27/2019	✓	✓
32127 Gullo Student Space Repurpose and Renovation	\$810,000	\$0	\$0	\$810,000	11/3/2017	8/24/2018	✓	✓

See last page for definitions and notes

Project Summary Report

San Jose Evergreen Community College

Measure G-2010

Reporting Period: Inception through 9/30/2017

Phase/Project Name	Bond Budget	Bond Exp. To Date	Qtr Bond Expense	Budget Remaining	Start Date	End Date	Cost Status	Sched Status
Total Design	\$2,750,000	\$0	\$0	\$2,750,000				
Construction								
32110 Roble Demolition - Acacia Alterations	\$5,720,171	\$3,609,986	\$1,433,829	\$2,110,185	10/18/2012	6/29/2018	✓	✓
32113 Campus Site Improvements	\$4,187,379	\$3,872,244	\$205,203	\$315,135	6/12/2012	6/30/2018	✓	✓
Total Construction	\$9,907,550	\$7,482,229	\$1,639,032	\$2,425,320				
Close Out								
32107 South Campus Development	\$45,957,274	\$45,602,627	\$197,312	\$354,646	6/5/2012	11/1/2017	✓	✓
32111 Automotive Technology	\$17,807,688	\$17,745,588	\$0	\$62,100	6/21/2012	2/1/2016	✓	✓
32116 Central Green	\$3,031,223	\$3,022,340	\$0	\$8,883	4/1/2015	2/10/2016	✓	✓
32121 Signage and Wayfinding	\$1,658,662	\$1,255,327	(\$178,871)	\$403,334	1/1/2017	6/30/2017	✓	✓
32307 Small Capital Repairs	\$14,894,259	\$11,494,351	\$804,907	\$3,399,909	4/23/2012	12/31/2018	✓	✓
32313 Parking Lot and Street Repairs	\$1,300,199	\$1,155,278	\$0	\$144,921	1/17/2013	8/26/2017	✓	✓
32314 Physical Security	\$655,754	\$637,431	\$0	\$18,323	5/14/2013	3/1/2016	✓	✓
32702 IT Infrastructure Improvements	\$11,264,941	\$8,214,861	\$0	\$3,050,080	4/18/2013	1/1/2020	✓	✓
32704 Relocate EVC's Telephone MPOE to Central Utility Building	\$182,937	\$69,339	\$0	\$113,598	2/28/2017	8/8/2017	✓	✓
Total Close Out	\$96,752,936	\$89,197,142	\$823,348	\$7,555,795				
Complete								
32306 Central Plant and Police Renovation	\$15,001,807	\$15,001,807	\$0	\$0				
32308 Utilities Projects and Upgrades	\$961,997	\$961,997	\$0	\$0				
32310 Energy Efficiency - Photovoltaic	\$10,841,425	\$10,841,425	\$0	\$0				
32311 Campus Water Service Replacement Project	\$814,505	\$814,505	\$0	\$0				
Total Complete	\$27,619,734	\$27,619,734	\$0	\$0				
Consolidated								
32112 GED4	\$0	\$0	\$0	\$0				
32118 Hardscape- Circulation and Plazas	\$0	\$0	\$0	\$0				
32119 Landscaping	\$0	\$0	\$0	\$0				
32120 Irrigation	\$0	\$0	\$0	\$0				
32309 Exterior Lighting Upgrade Phase II	\$0	\$0	\$0	\$0				
32312 Vehicular Circulation	\$0	\$0	\$0	\$0				
Total Consolidated	\$0	\$0	\$0	\$0				
Cancelled								
32105 New Campus Police Building	\$0	\$0	\$0	\$0				
32106 Engineering and Applied Technology	\$74,520	\$74,520	\$0	\$0				
Total Cancelled	\$74,520	\$74,520	\$0	\$0				
Deferred								
32109 Repurpose Gullo II	\$0	\$0	\$0	\$0				
Total Deferred	\$0	\$0	\$0	\$0				
C32299 Campus Contingency - Evergreen	\$2,900,219	\$0	\$0	\$2,900,219				
Campus Contingency / (Forecasted Total Cost - Expenses to Date)				31.59%				
Total Evergreen Valley College Campus Budget	\$143,338,276	\$126,056,634	\$2,470,832	\$17,281,641				

See last page for definitions and notes

Project Summary Report

San Jose Evergreen Community College

Measure G-2010

Reporting Period: Inception through 9/30/2017

Phase/Project Name	Bond Budget	Bond Exp. To Date	Qtr Bond Expense	Budget Remaining	Start Date	End Date	Cost Status	Sched Status
District and District-wide Projects List								
Board Approved								
39307	Vehicle Replacement	\$1,308,123	\$1,272,847	\$0	\$35,276	2/27/2012	5/18/2018	✓ ✓
39704	Enterprise Resource Planning Conversion	\$5,036,395	\$4,800,532	\$0	\$235,862	2/14/2012	10/1/2026	✓ ✓
Total Board Approved		\$6,344,518	\$6,073,379	\$0	\$271,138			
Design								
39313	ADA Transition Plan Assessment	\$500,000	\$84,007	\$0	\$415,993	5/15/2017	3/15/2018	✓ ✓
Total Design		\$500,000	\$84,007	\$0	\$415,993			
Construction								
39312	Police Safety Communication Upgrade	\$400,000	\$108,024	\$0	\$291,976	8/30/2016	4/27/2018	✓ ✓
39705	Infrastructure Upgrade	\$4,991,495	\$3,376,146	\$0	\$1,615,349	11/12/2013	1/1/2020	✓ ✓
Total Construction		\$5,391,495	\$3,484,170	\$0	\$1,907,324			
Close Out								
25103	Energy Efficiency - Clean Energy	\$395,947	\$294,506	\$2,350	\$101,441	3/29/2015	11/14/2017	✓ ✓
39301	New District Services Building	\$13,080,293	\$12,756,749	\$0	\$323,544	9/9/2011	8/31/2017	✓ ✓
39310	MDF Relocation	\$2,401,692	\$1,841,029	\$0	\$560,663	1/21/2012	2/8/2016	✓ ✓
39311	Controls Extension Project (Energy Conservation)	\$320,253	\$243,111	\$0	\$77,142	6/13/2012	1/1/2018	✓ ✓
Total Close Out		\$16,198,185	\$15,135,395	\$2,350	\$1,062,791			
Consolidated								
39620	Group II Equipment - Includes safety and security	\$0	\$0	\$0	\$0			
Total Consolidated		\$0	\$0	\$0	\$0			
C39399	District-Wide Contingency	\$354,128	\$0	\$0	\$354,128			
Campus Contingency / (Forecasted Total Cost - Expenses to Date)					5.09%			
Total District/District-wide (campus) Budget		\$28,788,326	\$24,776,952	\$2,350	\$4,011,374			
Uncategorized Projects								
39905	Management and Related Costs (3% of const hard costs)	\$1,336,284	\$375,031	\$0	\$961,253			
39999	Election/Legal/EIR/DO Labor and Related (3% of const hard costs)	\$3,642,616	\$434,307	\$143,961	\$3,208,309			
Total Uncategorized Projects		\$4,978,900	\$809,338	\$143,961	\$4,169,561			
Unallocated Interest Earnings		\$232,351	\$0	\$0	\$232,351			
Measure G Project List Subtotal		\$269,696,585	\$203,425,515	\$5,983,508	\$66,271,070			

Program Contingency

See last page for definitions and notes

Project Summary Report

San Jose Evergreen Community College

Measure G-2010

Reporting Period: Inception through 9/30/2017

Phase/Project Name	Bond Budget	Bond Exp. To Date	Qtr Bond Expense	Budget Remaining	Start Date	End Date	Cost Status	Sched Status
39699 Program Contingency	\$2,329,860	\$0	\$0	\$2,329,860				
Catastrophic Contingency / (Forecasted Total Cost - Expenses to Date)				4.67%				
Measure G Project List Total:		\$272,026,445	\$203,425,515	\$5,983,508	\$68,600,931			

Report Notes & Definitions




- Start Date:** Scheduled start date or first expenditure, whichever comes first.
- End Date:** When project is available for intended use.
- Bond Expenses To Date:** Represents paid and accrued expenses through the reporting period end date.
- * **Uncategorized:** Projects consist of District wide project administration and other operating expenses.
- 3X9XX =** Hold as district-wide overhead
- XX3XX =** Project lead is Facilities Department & budgets remain intact
- 311XX =** San Jose City Project
- 317XX =** SJC Technology Project
- 321XX =** Evergreen Project
- 327XX =** EVC Technology Project
- 313XX =** District is Lead
- 323XX =** District is Lead
- 396XX =** District Project
- 397XX =** District Technology Project
- 399XX =** District-wide Project

Projects will not be listed in the "Complete" phase until they are financially complete.

Forecasted Total Cost used to calculate contingency budgets are based on live data and field estimates

Rounding factors may apply.

Project Status Guidelines

-  **Ok:** Project has normal range of issues.
Cost (Contingency): ¹ Contingency > 5% of Budget Remaining
Schedule Large Capital Projects (Required Occupancy Date - Forecast Completion Date): ² > 2 Months Schedule Contingency
Schedule Other Projects (Required Occupancy Date - Forecast Completion Date): ² > 1 Months Schedule Contingency
-  **Caution:** Project has significant issue(s), however, project team has a solution and/or options.
Cost (Contingency): ¹ Contingency < 5% and > 3% Budget Remaining
Schedule Large Capital Projects (Required Occupancy Date - Forecast Completion Date): ² > 1 and < 2 Months Schedule Contingency
Schedule Other Projects (Required Occupancy Date - Forecast Completion Date): ² ~ 1 Month Schedule Contingency
-  **Problem:** Project has significant issue(s), however, project team has a solution and/or options.
Cost (Contingency): ¹ Contingency < 2% of Budget Remaining
Schedule Large Capital Projects (Required Occupancy Date - Forecast Completion Date): ² < 1 Month Schedule Contingency
Schedule Other Projects (Required Occupancy Date - Forecast Completion Date): ² < 2 Weeks Schedule Contingency

¹ **Budget Remaining =** Total Budget – Cost to Date – Encumbered

² **Forecast Completion Date =** Project is ready to be occupied for its intended purpose (Work is useably complete including equipment installation and outfitting. Some punch list items may remain and financial closeout may still be pending).

Problem Project Details

N/A

Notes

Expense transfer activities between Fund 43 (Series C) and Fund 44 (Series D) are reflected in the "Qtr Bond Expense" column



MEASURES G-2004, G-2010 and X
CITIZENS' BOND OVERSIGHT COMMITTEE MEETING AGENDA

December 19, 2017: 6:00 – 7:30 PM

San José • Evergreen Community College District Office
40 South Market St., 1st floor Room CR112; San José, CA 95113

The following attachments are reference materials for:

Agenda Item 10.b.i: Program Financial Reports: Bond List Revision(s): Measure G-2010
– *Ann Kennedy*

There were three *Measure G-2010 Bond List Revisions* during the reporting period ending September 30, 2017:

- *July 11, 2017 (Two)*
- *August 29, 2017*

These *Bond List Revisions* were reported upon at the last meeting of the Committee and are included in the financial reports for this period.

There were two *Measure G-2010 Bond List Revisions* that occurred after the reporting period ending September 30, 2017 and prior to this meeting. These revisions took place at the following Board of Trustees' meetings and are reflected in the attached reports:

- *October 24, 2017*
- *December 12, 2017*

The *Bond List Revisions* and the associated back-up from the Board of Trustees' meetings approving these revisions are attached.



Agenda Item Details

Meeting	Oct 24, 2017 - Governing Board Meeting Agenda
Category	H. ACTION AGENDA
Subject	1. Measure G-2010 Bond Program: Bond List Revision No. 39 (Revised)
Type	Action
Preferred Date	Oct 24, 2017
Absolute Date	Oct 24, 2017
Fiscal Impact	No
Budgeted	No
Budget Source	Measure G-2010
Recommended Action	A recommendation that the Board of Trustees review and approve the revisions to the Measure G-2010 bond list, as presented.

As part of the accountability measures for the Measure G-2010 Bond Program, the management team for the program has put into place a formal process for managing, tracking and presenting to the Board of Trustees all revisions to the Measure G-2010 individual project names, scopes and budgets. This process adheres to the accountability standards outlined by Proposition 39 and provides transparency in the evolution of the project list.

In response to input received from the Board, additional criteria were added to the Bond List Revision process at the August 25th, 2015, Board of Trustees' meeting. These criteria identified an added layer of information and flagging to a Bond List Revision for those projects with substantive changes (a budget change to a single project in excess of \$5 million dollars, the cancellation of a project from the bond list, or the creation of a new project). Receiving further input from the Board, the management team will now separate Bond List Revisions containing "substantive changes" onto a separate, stand alone, Bond List Revision. In the agenda text, the team will state whether or not the item contains substantive changes.

Measure G-2010 Bond List Revision No. 39 does not contain substantive changes based on the criteria set forth above.

Bond List Revision No. 39 has been revised in content since it was first presented to the Board on September 12, 2017. The item that the San José City College Academic Senate objected to has been removed and additional items have been added. This Bond List Revision includes non-substantive budget transfers and name and scope updates as follows:

- Available budget is being transferred from Project 31199- Campus Contingency - San José City to Projects 31323- Relocate Adaptive PE and 31328- Wayfinding, Signage and Site Fencing to accommodate budget needs
- Savings from Projects 31331- Building Interior Finishes and 31335- GE Building Interior Finishes are being transferred to Project 31199- Campus Contingency - San José City
- Available budget is being transferred from Project 31125- New Gym Sitework and Auxiliary Buildings to Projects 31328- Wayfinding, Signage and Site Fencing and 31321- Parking Lot and Street Repairs to accommodate budget needs
- Name change and scope update to Project 31332- Central Plant Equipment & Controls to appropriately identify the scope of work of this project
- Savings from Projects 32314- Physical Security, 32111- Automotive Technology, 32116- Central Green, 32313- Parking Lot and Street Repairs, 32702- IT Infrastructure Improvements and 32108- Admin and Student Services Remodel and Consolidation are being transferred to 32299- Campus Contingency- Evergreen
- Name change to Project 25103 -Energy Efficiency - Clean Energy, Year 2 to reflect continued Proposition 39 funding from the State of California
- Available budget is being transferred from Project 39399- District-wide Contingency to Project 39307- Vehicle Replacement to accommodate additional district vehicle needs
- Allocation of Fiscal Year 2016-17 fourth quarter earnings to Projects 39905- Management and Related Costs and 39999- Election/Legal/EIR/DO Labor and Related

Please refer to the attached Bond List Revisions Approval Request report and the Summary of Current Changes report for details on each project revision included on the revised G-2010 Bond List Revision #39 dated October 24, 2017.

This Bond List Revision has been approved by the San José City College Vice President of Administrative Services, the Evergreen Valley College President and the Vice Chancellor of Administrative Services.

A - MG-2010 Bond List Revision No. 39 REVISED 2017 1024.pdf (285 KB)

Bond List Revisions Approval Request

San Jose Evergreen Community College

Measure G-2010

Revision #39-Revised

Category/Project	Approved Budget	Proposed Budget	Proposed Revision	Reason
San Jose City College Project List				
31105	Renovate Building K	\$0	\$0	
31106	Renovate- General Education Building	\$0	\$0	
31107	Career Technical Education (CTE): Renovation of 100/200 buildings	\$11,686,160	\$11,686,160	
31108	100-200-Boiler Plant Demo and New Parking Lot	\$0	\$0	
31109	Repurpose Boiler Plant	\$589,305	\$589,305	
31110	Utility Extensions and Emergency Generator	\$5,718,806	\$5,718,806	
31111	Exterior Lighting Phase II	\$0	\$0	
31112	Vehicular Circulation Entrances	\$1,300,990	\$1,300,990	
31113	Vocational Technology Bldg	\$0	\$0	
31114	Demolition of Jaguar Gym Locker Rooms, Auxiliary Structures and Site Improvements	\$1,001,218	\$1,001,218	
31115	Theater Demo and New Parking Lot	\$0	\$0	
31116	Campus Site Improvements	\$1,137,429	\$1,137,429	
31117	Landscaping	\$0	\$0	
31118	Irrigation	\$0	\$0	

Bond List Revisions Approval Request

San Jose Evergreen Community College

Measure G-2010

Revision #39-Revised

Category/Project		Approved Budget	Proposed Budget	Proposed Revision	Reason
San Jose City College Project List					
31119	Hardscape	\$0	\$0		
31120	Wayfinding	\$0	\$0		
31121	Photo Lab Relocation	\$750,984	\$750,984		
31122	Group II Equipment - \$200,000/year for 10 years	\$2,541,917	\$2,541,917		
31125	New Gym Sitework and Auxiliary Buildings	\$14,886,432	\$14,726,432	(\$160,000)	Transfer of available budget to Projects 31328- Wayfinding, Signage and Site Fencing (\$135,000.00) and 31321- Parking Lot and Street Repairs (\$25,000.00) to accommodate budget needs
31126	Iron Workers Training Center	\$1,540,891	\$1,540,891		
31127	GE HVAC Upgrade and Campus HVAC Controls Extension	\$936,952	\$936,952		
31128	Parking Lot and Walkway Improvements	\$640,874	\$640,874		
31129	New Maintenance and Operations Building	\$8,504,960	\$8,504,960		
31130	Theater Accessibility and Entrance Improvements	\$1,728,105	\$1,728,105		
31131	San Jose-Evergreen Community College Extension	\$1,607,818	\$1,607,818		
31304	Small Capital Repairs	\$10,832,378	\$10,832,378		
31305	Energy Efficiency- Photovoltaic	\$0	\$0		
31307	Campus Generator Project	\$0	\$0		
31308	Campus Water System mapping and consolidation	\$396,145	\$396,145		

Bond List Revisions Approval Request

San Jose Evergreen Community College

Measure G-2010

Revision #39-Revised

Category/Project	Approved Budget	Proposed Budget	Proposed Revision	Reason
San Jose City College Project List				
31311 Physical Security	\$646,381	\$646,381		
31321 Parking Lot and Street Repairs	\$239,727	\$264,727	\$25,000	Transfer of available budget in the amount of \$25,000.00 from Project 31125- New Gym Sitework and Auxiliary Buildings to accommodate budget needs
31322 Access Control	\$796,675	\$796,675		
31323 Relocate Adaptive PE	\$301,224	\$551,224	\$250,000	Transfer of available budget in the amount of \$250,000.00 from Project 31199- Campus Contingency - San Jose City to accommodate budget needs
31324 Restroom Fixtures & Plumbing Upgrades	\$500,000	\$500,000		
31325 Roofing Repairs	\$1,024,169	\$1,024,169		
31326 Site Fencing & Marquee Signage	\$0	\$0		
31327 Utilities PH III	\$2,468,827	\$2,468,827		
31328 Wayfinding, Signage and Site Fencing	\$1,218,532	\$1,543,532	\$325,000	Transfer of available budget from Projects 31199- Campus Contingency - San Jose City (\$190,000.00) and 31125- New Gym Sitework and Auxiliary Buildings (\$135,000.00) to accommodate budget needs
31329 ADA Transition Plan: Accessibility Survey & Improvements	\$554,561	\$554,561		
31330 Audio Visual Systems Improvements	\$758,499	\$758,499		
31331 Building Interior Finishes	\$299,911	\$299,141	(\$770)	Transfer project savings in the amount of \$770.00 to Project 31199 - Campus Contingency - San Jose City
31332 Campus HVAC Equipment & Controls Central Plant Equipment & Controls	\$1,506,454	\$1,506,454		Name change and scope update to appropriately identify the scope of work for this project
31333 CTE Improvements	\$401,525	\$401,525		

Bond List Revisions Approval Request

San Jose Evergreen Community College

Measure G-2010

Revision #39-Revised

Category/Project	Approved Budget	Proposed Budget	Proposed Revision	Reason
San Jose City College Project List				
31334 Exterior Lighting Upgrades & Repairs	\$0	\$0		
31335 GE Building Interior Finishes	\$1,825,873	\$1,810,058	(\$15,815)	Transfer project savings in the amount of \$15,815.41 to Project 31199- Campus Contingency - San Jose City
31336 Physical Security PH II	\$2,626,079	\$2,626,079		
31702 IT Infrastructure Improvements	\$5,683,871	\$5,683,871		
31703 Technology Upgrades	\$3,173,711	\$3,173,711		
C31199 Campus Contingency - San Jose City	\$2,531,347	\$2,107,933	(\$423,415)	Transfer of available contingency budget to Projects 31323- Relocate Adaptive PE (\$250,000.00) and 31328- Wayfinding, Signage and Site Fencing (\$190,000.00) to accommodate budget needs Transfer savings from Projects 31331- Building Interior Finishes (\$770.00) and 31335- GE Building Interior Finishes (\$15,815.41)
Total San Jose City College Campus Budget	\$92,358,733	\$92,358,733	\$0	

Evergreen Valley College Project List

32105 New Campus Police Building	\$0	\$0		
32106 Engineering and Applied Technology	\$74,520	\$74,520		
32107 South Campus Development	\$45,957,274	\$45,957,274		
32108 Admin and Student Services Remodel and Consolidation	\$183,621	\$153,733	(\$29,888)	Transfer project savings in the amount of \$29,887.84 to Project 32299- Campus Contingency - Evergreen
32109 Repurpose Gullo II	\$0	\$0		

Bond List Revisions Approval Request

San Jose Evergreen Community College

Measure G-2010

Revision #39-Revised

Category/Project		Approved Budget	Proposed Budget	Proposed Revision	Reason
Evergreen Valley College Project List					
32110	Roble Demolition - Acacia Alterations	\$5,720,171	\$5,720,171		
32111	Automotive Technology	\$17,807,688	\$17,745,588	(\$62,100)	Transfer project savings in the amount of \$62,099.82 to Project 32299- Campus Contingency - Evergreen
32112	GED4	\$0	\$0		
32113	Campus Site Improvements	\$4,187,379	\$4,187,379		
32116	Central Green	\$3,031,223	\$3,022,340	(\$8,883)	Transfer project savings in the amount of \$8,883.23 to Project 32299- Campus Contingency - Evergreen
32118	Hardscape- Circulation and Plazas	\$0	\$0		
32119	Landscaping	\$0	\$0		
32120	Irrigation	\$0	\$0		
32121	Signage and Wayfinding	\$1,658,662	\$1,658,662		
32122	EVC Vehicles	\$98,766	\$98,766		
32124	San Felipe Digital Message Sign	\$720,000	\$720,000		
32126	Acacia Renovation Phase III	\$1,220,000	\$1,220,000		
32127	Gullo Student Space Repurpose and Renovation	\$810,000	\$810,000		
32306	Central Plant and Police Renovation	\$15,001,807	\$15,001,807		
32307	Small Capital Repairs	\$14,894,259	\$14,894,259		

Bond List Revisions Approval Request

San Jose Evergreen Community College

Measure G-2010

Revision #39-Revised

Category/Project	Approved Budget	Proposed Budget	Proposed Revision	Reason
Evergreen Valley College Project List				
32308	Utilities Projects and Upgrades	\$961,997	\$961,997	
32309	Exterior Lighting Upgrade Phase II	\$0	\$0	
32310	Energy Efficiency - Photovoltaic	\$10,841,425	\$10,841,425	
32311	Campus Water Service Replacement Project	\$814,505	\$814,505	
32312	Vehicular Circulation	\$0	\$0	
32313	Parking Lot and Street Repairs	\$1,300,199	\$1,155,278	(\$144,921) Transfer project savings in the amount of \$144,920.64 to Project 32299- Campus Contingency - Evergreen
32314	Physical Security	\$655,754	\$637,431	(\$18,323) Transfer project savings in the amount of \$18,323.12 to Project 32299- Campus Contingency - Evergreen
32602	Group II Equipment - \$200,000/year for 10 years	\$1,947,211	\$1,947,211	
32702	IT Infrastructure Improvements	\$11,264,941	\$11,076,410	(\$188,530) Transfer project savings in the amount of \$188,530.44 to Project 32299- Campus Contingency - Evergreen
32703	Technology Upgrades	\$1,103,719	\$1,103,719	
32704	Relocate EVC's Telephone MPOE to Central Utility Building	\$182,937	\$182,937	
C32299	Campus Contingency - Evergreen	\$2,900,219	\$3,352,864	\$452,645 Transfer project savings from Projects 32314- Physical Security (\$18,323.12), 32111- Automotive Technology (\$62,099.82), 32116- Central Green (\$8,883.23), 32313- Parking Lot and Street Repairs (\$144,920.64), 32702- IT Infrastructure Improvements (\$188,530.44) and 32108- Admin and Student Services Remodel and Consolidation (\$29,887.84)
Total Evergreen Valley College Campus Budget		\$143,338,276	\$143,338,276	\$0

District and District-wide Projects List

--	--	--	--	--

Bond List Revisions Approval Request

San Jose Evergreen Community College

Measure G-2010

Revision #39-Revised

Category/Project	Approved Budget	Proposed Budget	Proposed Revision	Reason
District and District-wide Projects List				
25103 Energy Efficiency - Clean Energy	\$395,947	\$395,947		Name change to reflect continued Proposition 39 funding from the State of California
Energy Efficiency - Clean Energy, Year 2				
39301 New District Services Building	\$13,080,293	\$13,080,293		
39307 Vehicle Replacement	\$1,308,123	\$1,374,843	\$66,720	Transfer available budget in the amount of \$66,719.50 from Project 39399- District-wide Contingency to accommodate additional district vehicle needs
39308 Telecommunications Consolidation Antennas	\$0	\$0		
39310 MDF Relocation	\$2,401,692	\$2,401,692		
39311 Controls Extension Project (Energy Conservation)	\$320,253	\$320,253		
39312 Police Safety Communication Upgrade	\$400,000	\$400,000		
39313 ADA Transition Plan Assessment	\$500,000	\$500,000		
39620 Group II Equipment - Includes safety and security	\$0	\$0		
39704 Enterprise Resource Planning Conversion	\$5,036,395	\$5,036,395		
39705 Infrastructure Upgrade	\$4,991,495	\$4,991,495		
39905 Management and Related Costs (3% of const hard costs)	\$1,336,284	\$1,420,234	\$83,950	Allocation of Fiscal Year 2016-17 fourth quarter interest earnings in the amount of \$83,950.11 and a nominal adjustment of -\$0.36
39999 Election/Legal/EIR/DO Labor and Related (3% of const hard costs)	\$3,642,616	\$3,726,566	\$83,950	Allocation of Fiscal Year 2016-17 fourth quarter interest earnings in the amount of \$83,950.11 and a nominal adjustment of -\$0.36
C39399 District-Wide Contingency	\$354,128	\$287,409	(\$66,720)	Transfer available budget in the amount of \$66,719.50 to Project 39307- Vehicle Replacement to accommodate additional district vehicle needs

Bond List Revisions Approval Request

Measure G-2010

Revision #39-Revised

Category/Project	Approved Budget	Proposed Budget	Proposed Revision	Reason
District and District-wide Projects List				
Total District/District-wide (campus) Budget	\$33,767,225	\$33,935,125	\$167,900	
Program Contingency				
39699 Program Contingency	\$2,329,860	\$2,329,860		
Totals:	\$271,794,094	\$271,961,993	\$167,900	

Notes:

Bond List Revisions that contain a revision(s)

- exceeding \$5M in budget change *
- cancelling a project **
- creating a new project ***

will be accompanied by additional communication in the Board of Trustee's agenda item as well as be flagged using "*, **, ***" in the reason statement of the Bond List Revisions Approval Request."

Summary of Current Changes

Measure G-2010

Revision #39-Revised

Project#/Rev	Description
25103	Energy Efficiency - Clean Energy, Year 2

Revision: 39 Oct 24 2017

Project Name

From: Energy Efficiency - Clean Energy, Year 2
To: Energy Efficiency - Clean Energy

Reason: Name change to reflect continued Proposition 39 funding from the State of California

31125	New Gym Sitework and Auxiliary Buildings
--------------	---

Revision: 39 Oct 24 2017

Budget

From: \$14,886,432.01
To: \$14,726,432.01

Reason: Transfer of available budget to Projects 31328- Wayfinding, Signage and Site Fencing (\$135,000.00) and 31321- Parking Lot and Street Repairs (\$25,000.00) to accommodate budget needs

31321	Parking Lot and Street Repairs
--------------	---------------------------------------

Revision: 39 Oct 24 2017

Budget

From: \$239,727.37
To: \$264,727.37

Reason: Transfer of available budget in the amount of \$25,000.00 from Project 31125- New Gym Sitework and Auxiliary Buildings to accommodate budget needs

31323	Relocate Adaptive PE
--------------	-----------------------------

Revision: 39 Oct 24 2017

Summary of Current Changes

San Jose Evergreen Community College

Measure G-2010

Revision #39-Revised

Project#/Rev	Description
Budget	
From:	\$301,224.17
To:	\$551,224.17
Reason:	Transfer of available budget in the amount of \$250,000.00 from Project 31199- Campus Contingency - San Jose City to accommodate budget needs

31328 Wayfinding, Signage and Site Fencing

Revision: 39 Oct 24 2017

Budget

From: \$1,218,532.44
To: \$1,543,532.44

Reason: Transfer of available budget from Projects 31199- Campus Contingency - San Jose City (\$190,000.00) and 31125- New Gym Sitework and Auxiliary Buildings (\$135,000.00) to accommodate budget needs

31331 Building Interior Finishes

Revision: 39 Oct 24 2017

Budget

From: \$299,911.02
To: \$299,141.02

Reason: Transfer project savings in the amount of \$770.00 to Project 31199- Campus Contingency - San Jose City

31332 Central Plant Equipment & Controls

Revision: 39 Oct 24 2017

Scope/Description

From: Perform necessary upgrades to the Central Plant's equipment & controls.
To: Perform necessary upgrades to the campus HVAC equipment & controls.

Summary of Current Changes

Measure G-2010

Revision #39-Revised

Project#/Rev	Description
Project Name	
From:	Central Plant Equipment & Controls
To:	Campus HVAC Equipment & Controls
Reason:	Name change and scope update to appropriately identify the scope of work for this project

31335 GE Building Interior Finishes

Revision: 39 Oct 24 2017

Budget

From: \$1,825,873.03
To: \$1,810,057.62

Reason: Transfer project savings in the amount of \$15,815.41 to Project 31199- Campus Contingency - San Jose City

32108 Admin and Student Services Remodel and Consolidation

Revision: 39 Oct 24 2017

Budget

From: \$183,620.78
To: \$153,732.94

Reason: Transfer project savings in the amount of \$29,887.84 to Project 32299- Campus Contingency - Evergreen

32111 Automotive Technology

Revision: 39 Oct 24 2017

Budget

From: \$17,807,687.84
To: \$17,745,588.02

Reason: Transfer project savings in the amount of \$62,099.82 to Project 32299- Campus Contingency - Evergreen

Summary of Current Changes

Measure G-2010

Revision #39-Revised

Project#/Rev	Description
32116	Central Green

Revision: 39 Oct 24 2017

Budget

From: \$3,031,222.82
To: \$3,022,339.59

Reason: Transfer project savings in the amount of \$8,883.23 to Project 32299- Campus Contingency - Evergreen

32313	Parking Lot and Street Repairs
--------------	---------------------------------------

Revision: 39 Oct 24 2017

Budget

From: \$1,300,198.66
To: \$1,155,278.02

Reason: Transfer project savings in the amount of \$144,920.64 to Project 32299- Campus Contingency - Evergreen

32314	Physical Security
--------------	--------------------------

Revision: 39 Oct 24 2017

Budget

From: \$655,754.12
To: \$637,431.00

Reason: Transfer project savings in the amount of \$18,323.12 to Project 32299- Campus Contingency - Evergreen

32702	IT Infrastructure Improvements
--------------	---------------------------------------

Revision: 39 Oct 24 2017

Summary of Current Changes

Measure G-2010

Revision #39-Revised

Project#/Rev	Description
Budget	
From:	\$11,264,940.53
To:	\$11,076,410.09
Reason:	Transfer project savings in the amount of \$188,530.44 to Project 32299- Campus Contingency - Evergreen

39307 Vehicle Replacement

Revision: 39 Oct 24 2017

Budget

From: \$1,308,123.06
To: \$1,374,842.56

Reason: Transfer available budget in the amount of \$66,719.50 from Project 39399- District-wide Contingency to accommodate additional district vehicle needs

39905 Management and Related Costs (3% of const hard costs)

Revision: 39 Oct 24 2017

Budget

From: \$1,336,283.76
To: \$1,420,233.51

Reason: Allocation of Fiscal Year 2016-17 fourth quarter interest earnings in the amount of \$83,950.11 and a nominal adjustment of -\$0.36

39999 Election/Legal/EIR/DO Labor and Related (3% of const hard costs)

Revision: 39 Oct 24 2017

Budget

From: \$3,642,615.95
To: \$3,726,565.70

Summary of Current Changes

Measure G-2010

Revision #39-Revised

Project#/Rev	Description
Reason:	Allocation of Fiscal Year 2016-17 fourth quarter interest earnings in the amount of \$83,950.11 and a nominal adjustment of -\$0.36

C31199 Campus Contingency - San Jose City

Revision: 39 Oct 24 2017

Budget

From: \$2,531,347.24
To: \$2,107,932.65

Reason: Transfer of available contingency budget to Projects 31323- Relocate Adaptive PE (\$250,000.00) and 31328- Wayfinding, Signage and Site Fencing (\$190,000.00) to accommodate budget needs

Transfer savings from Projects 31331- Building Interior Finishes (\$770.00) and 31335- GE Building Interior Finishes (\$15,815.41)

C32299 Campus Contingency - Evergreen

Revision: 39 Oct 24 2017

Budget

From: \$2,900,218.95
To: \$3,352,864.04

Reason: Transfer project savings from Projects 32314- Physical Security (\$18,323.12), 32111- Automotive Technology (\$62,099.82), 32116- Central Green (\$8,883.23), 32313- Parking Lot and Street Repairs (\$144,920.64), 32702- IT Infrastructure Improvements (\$188,530.44) and 32108- Admin and Student Services Remodel and Consolidation (\$29,887.84)

C39399 District-Wide Contingency

Revision: 39 Oct 24 2017

Budget

From: \$354,128.20
To: \$287,408.70

Summary of Current Changes

San Jose Evergreen Community College

Measure G-2010

Revision #39-Revised

Project#/Rev	Description
Reason:	Transfer available budget in the amount of \$66,719.50 to Project 39307- Vehicle Replacement to accommodate additional district vehicle needs



Agenda Item Details

Meeting	Dec 12, 2017 - Governing Board Meeting Agenda
Category	H. ACTION AGENDA
Subject	3. Measure G-2010 Bond Program: Bond List Revision No. 40
Type	Action
Preferred Date	Dec 12, 2017
Absolute Date	Dec 12, 2017
Fiscal Impact	No
Budgeted	No
Budget Source	Measure G-2010
Recommended Action	A recommendation that the Board of Trustees review and approve the revisions to the Measure G-2010 bond list, as presented.

As part of the accountability measures for the Measure G-2010 Bond Program, the management team for the program has put into place a formal process for managing, tracking and presenting to the Board of Trustees all revisions to the Measure G-2010 individual project names, scopes and budgets. This process adheres to the accountability standards outlined by Proposition 39 and provides transparency in the evolution of the project list.

In response to input received from the Board, additional criteria were added to the Bond List Revision process at the August 25th, 2015, Board of Trustees' meeting. These criteria identified an added layer of information and flagging to a Bond List Revision for those projects with substantive changes (a budget change to a single project in excess of \$5 million dollars, the cancellation of a project from the bond list, or the creation of a new project). Receiving further input from the Board, the management team will now separate Bond List Revisions containing "substantive changes" onto a separate, stand alone, Bond List Revision. In the agenda text, the team will state whether or not the item contains substantive changes.

Measure G-2010 Bond List Revision No. 40 does not contain substantive changes based on the criteria set forth above.

12/12/2017

BoardDocs® Plus

Bond List Revision No. 40 allocates Fiscal Year 2017-18 first quarter earnings and additional Fiscal Year 2016-17 earnings to Projects 39905- Management and Related Costs and 39999- Election/Legal/EIR/DO Labor and Related.

Evergreen Valley College Project 32126 is being renamed from “Acacia Renovation Phase III” to “Acacia Renovation Phase III (Endowment)” to identify the General Obligation Bond Fund Endowment Fund Series B as the funding source of this project.

Please refer to the attached Bond List Revisions Approval Request report and the Summary of Current Changes report for details on each project revision included on the G-2010 Bond List Revision No. 40 dated December 12, 2017.

This Bond List Revision has been approved by the San José City College Vice President of Administrative Services, the Evergreen Valley College President and the Vice Chancellor of Administrative Services.

A - MG-2010 Bond List Revision No. 40 2017 1212.pdf (210 KB)

For more information on this agenda item, please contact Joy Pace, Chancellor's Office, at (408) 270-6402.

Bond List Revisions Approval Request

San Jose Evergreen Community College

Measure G-2010

Revision #40

Category/Project	Approved Budget	Proposed Budget	Proposed Revision	Reason
San Jose City College Project List				
31105	Renovate Building K	\$0	\$0	
31106	Renovate- General Education Building	\$0	\$0	
31107	Career Technical Education (CTE): Renovation of 100/200 buildings	\$11,686,160	\$11,686,160	
31108	100-200-Boiler Plant Demo and New Parking Lot	\$0	\$0	
31109	Repurpose Boiler Plant	\$589,305	\$589,305	
31110	Utility Extensions and Emergency Generator	\$5,718,806	\$5,718,806	
31111	Exterior Lighting Phase II	\$0	\$0	
31112	Vehicular Circulation Entrances	\$1,300,990	\$1,300,990	
31113	Vocational Technology Bldg	\$0	\$0	
31114	Demolition of Jaguar Gym Locker Rooms, Auxiliary Structures and Site Improvements	\$1,001,218	\$1,001,218	
31115	Theater Demo and New Parking Lot	\$0	\$0	
31116	Campus Site Improvements	\$1,137,429	\$1,137,429	
31117	Landscaping	\$0	\$0	
31118	Irrigation	\$0	\$0	

Bond List Revisions Approval Request

San Jose Evergreen Community College

Measure G-2010

Revision #40

Category/Project	Approved Budget	Proposed Budget	Proposed Revision	Reason
San Jose City College Project List				
31119 Hardscape	\$0	\$0		
31120 Wayfinding	\$0	\$0		
31121 Photo Lab Relocation	\$750,984	\$750,984		
31122 Group II Equipment - \$200,000/year for 10 years	\$2,541,917	\$2,541,917		
31125 New Gym Sitework and Auxiliary Buildings	\$14,726,432	\$14,726,432		
31126 Iron Workers Training Center	\$1,540,891	\$1,540,891		
31127 GE HVAC Upgrade and Campus HVAC Controls Extension	\$936,952	\$936,952		
31128 Parking Lot and Walkway Improvements	\$640,874	\$640,874		
31129 New Maintenance and Operations Building	\$8,504,960	\$8,504,960		
31130 Theater Accessibility and Entrance Improvements	\$1,728,105	\$1,728,105		
31131 San Jose-Evergreen Community College Extension	\$1,607,818	\$1,607,818		
31304 Small Capital Repairs	\$10,832,378	\$10,832,378		
31305 Energy Efficiency- Photovoltaic	\$0	\$0		
31307 Campus Generator Project	\$0	\$0		
31308 Campus Water System mapping and consolidation	\$396,145	\$396,145		

Bond List Revisions Approval Request

San Jose Evergreen Community College

Measure G-2010

Revision #40

Category/Project	Approved Budget	Proposed Budget	Proposed Revision	Reason
San Jose City College Project List				
31311 Physical Security	\$646,381	\$646,381		
31321 Parking Lot and Street Repairs	\$264,727	\$264,727		
31322 Access Control	\$796,675	\$796,675		
31323 Relocate Adaptive PE	\$551,224	\$551,224		
31324 Restroom Fixtures & Plumbing Upgrades	\$500,000	\$500,000		
31325 Roofing Repairs	\$1,024,169	\$1,024,169		
31326 Site Fencing & Marquee Signage	\$0	\$0		
31327 Utilities PH III	\$2,468,827	\$2,468,827		
31328 Wayfinding, Signage and Site Fencing	\$1,543,532	\$1,543,532		
31329 ADA Transition Plan: Accessibility Survey & Improvements	\$554,561	\$554,561		
31330 Audio Visual Systems Improvements	\$758,499	\$758,499		
31331 Building Interior Finishes	\$299,141	\$299,141		
31332 Campus HVAC Equipment & Controls	\$1,506,454	\$1,506,454		
31333 CTE Improvements	\$401,525	\$401,525		
31334 Exterior Lighting Upgrades & Repairs	\$0	\$0		

Bond List Revisions Approval Request

San Jose Evergreen Community College

Measure G-2010

Revision #40

Category/Project		Approved Budget	Proposed Budget	Proposed Revision	Reason
San Jose City College Project List					
31335	GE Building Interior Finishes	\$1,810,058	\$1,810,058		
31336	Physical Security PH II	\$2,626,079	\$2,626,079		
31702	IT Infrastructure Improvements	\$5,683,871	\$5,683,871		
31703	Technology Upgrades	\$3,173,711	\$3,173,711		
C31199	Campus Contingency - San Jose City	\$2,107,933	\$2,107,933		
Total San Jose City College Campus Budget		\$92,358,733	\$92,358,733	\$0	

Evergreen Valley College Project List

32105	New Campus Police Building	\$0	\$0		
32106	Engineering and Applied Technology	\$74,520	\$74,520		
32107	South Campus Development	\$45,957,274	\$45,957,274		
32108	Admin and Student Services Remodel and Consolidation	\$153,733	\$153,733		
32109	Repurpose Gullo II	\$0	\$0		
32110	Roble Demolition - Acacia Alterations	\$5,720,171	\$5,720,171		
32111	Automotive Technology	\$17,745,588	\$17,745,588		
32112	GED4	\$0	\$0		

Bond List Revisions Approval Request

San Jose Evergreen Community College

Measure G-2010

Revision #40

Category/Project	Approved Budget	Proposed Budget	Proposed Revision	Reason
Evergreen Valley College Project List				
32113 Campus Site Improvements	\$4,187,379	\$4,187,379		
32116 Central Green	\$3,022,340	\$3,022,340		
32118 Hardscape- Circulation and Plazas	\$0	\$0		
32119 Landscaping	\$0	\$0		
32120 Irrigation	\$0	\$0		
32121 Signage and Wayfinding	\$1,658,662	\$1,658,662		
32122 EVC Vehicles	\$98,766	\$98,766		
32124 San Felipe Digital Message Sign	\$720,000	\$720,000		
32126 Acacia Renovation Phase III (Endowment)	\$1,220,000	\$1,220,000		Refinement of name to identify General Obligation Bond Fund Series B (Endowment) as the funding source of this project
Acacia Renovation Phase III				
32127 Gullo Student Space Repurpose and Renovation	\$810,000	\$810,000		
32306 Central Plant and Police Renovation	\$15,001,807	\$15,001,807		
32307 Small Capital Repairs	\$14,894,259	\$14,894,259		
32308 Utilities Projects and Upgrades	\$961,997	\$961,997		
32309 Exterior Lighting Upgrade Phase II	\$0	\$0		
32310 Energy Efficiency - Photovoltaic	\$10,841,425	\$10,841,425		

Bond List Revisions Approval Request

San Jose Evergreen Community College

Measure G-2010

Revision #40

Category/Project	Approved Budget	Proposed Budget	Proposed Revision	Reason
Evergreen Valley College Project List				
32311 Campus Water Service Replacement Project	\$814,505	\$814,505		
32312 Vehicular Circulation	\$0	\$0		
32313 Parking Lot and Street Repairs	\$1,155,278	\$1,155,278		
32314 Physical Security	\$637,431	\$637,431		
32602 Group II Equipment - \$200,000/year for 10 years	\$1,947,211	\$1,947,211		
32702 IT Infrastructure Improvements	\$11,076,410	\$11,076,410		
32703 Technology Upgrades	\$1,103,719	\$1,103,719		
32704 Relocate EVC's Telephone MPOE to Central Utility Building	\$182,937	\$182,937		
C32299 Campus Contingency - Evergreen	\$3,352,864	\$3,352,864		
Total Evergreen Valley College Campus Budget	\$143,338,276	\$143,338,276	\$0	

District and District-wide Projects List

25103 Energy Efficiency - Clean Energy	\$395,947	\$395,947		
39301 New District Services Building	\$13,080,293	\$13,080,293		
39307 Vehicle Replacement	\$1,374,843	\$1,374,843		
39308 Telecommunications Consolidation Antennas	\$0	\$0		

Bond List Revisions Approval Request

Measure G-2010

Revision #40

Category/Project		Approved Budget	Proposed Budget	Proposed Revision	Reason
District and District-wide Projects List					
39310	MDF Relocation	\$2,401,692	\$2,401,692		
39311	Controls Extension Project (Energy Conservation)	\$320,253	\$320,253		
39312	Police Safety Communication Upgrade	\$400,000	\$400,000		
39313	ADA Transition Plan Assessment	\$500,000	\$500,000		
39620	Group II Equipment - Includes safety and security	\$0	\$0		
39704	Enterprise Resource Planning Conversion	\$5,036,395	\$5,036,395		
39705	Infrastructure Upgrade	\$4,991,495	\$4,991,495		
39905	Management and Related Costs (3% of const hard costs)	\$1,420,234	\$1,493,503	\$73,270	Allocation of FY 17-18 Q1 earnings in the amount of \$45,267.44 and additional FY 16-17 Q3 earnings in the amount of \$28,002.53
39999	Election/Legal/EIR/DO Labor and Related (3% of const hard costs)	\$3,726,566	\$3,799,836	\$73,270	Allocation of FY 17-18 Q1 earnings in the amount of \$45,267.43 and additional FY 16-17 Q3 earnings in the amount of \$28,002.54
C39399	District-Wide Contingency	\$287,409	\$287,409		
Total District/District-wide (campus) Budget		\$33,935,125	\$34,081,665	\$146,540	
Program Contingency					
39699	Program Contingency	\$2,329,860	\$2,329,860		
Totals:		\$271,961,993	\$272,108,533	\$146,540	

Bond List Revisions Approval Request

San Jose Evergreen Community College

Measure G-2010

Revision #40

Notes:

Bond List Revisions that contain a revision(s)

- exceeding \$5M in budget change *
- cancelling a project **
- creating a new project ***

will be accompanied by additional communication in the Board of Trustee's agenda item as well as be flagged using "*,**,***" in the reason statement of the Bond List Revisions Approval Request."

Summary of Current Changes

Measure G-2010

Revision #40

Project#/Rev	Description
32126	Acacia Renovation Phase III

Revision: 40 Dec 12 2017

Project Name

From: Acacia Renovation Phase III
To: Acacia Renovation Phase III (Endowment)

Reason: Refinement of name to identify General Obligation Bond Fund Series B (Endowment) as the funding source of this project

39905	Management and Related Costs (3% of const hard costs)
--------------	--

Revision: 40 Dec 12 2017

Budget

From: \$1,420,233.51
To: \$1,493,503.48

Reason: Allocation of FY 17-18 Q1 earnings in the amount of \$45,267.44 and additional FY 16-17 Q3 earnings in the amount of \$28,002.53

39999	Election/Legal/EIR/DO Labor and Related (3% of const hard costs)
--------------	---

Revision: 40 Dec 12 2017

Budget

From: \$3,726,565.70
To: \$3,799,835.67

Reason: Allocation of FY 17-18 Q1 earnings in the amount of \$45,267.43 and additional FY 16-17 Q3 earnings in the amount of \$28,002.54



MEASURES G-2004, G-2010 and X
CITIZENS' BOND OVERSIGHT COMMITTEE MEETING AGENDA

December 19, 2017: 6:00 – 7:30 PM

San José · Evergreen Community College District Office
40 South Market St., 1st floor Room CR112; San José, CA 95113

The following information is reference material for:

Agenda Item 11: Location of Future Meeting Dates

- March 20, 2018 - San José - Evergreen Community College Extension, Milpitas
- June 19, 2018 - San José City, Room TBD
- September 18, 2018 - Evergreen Valley College, Library/Ed.Tech. Bldg
- January 15, 2019 - District Office, 40 South Market