



Citizens' Oversight Committee Letter from the Committee Chair

As Chair of the Measure F bond Citizens' Oversight Committee (COC), it is my pleasure to present the first annual report to the Board of Trustees of the Lake Tahoe Community College District (LTCC) and to our community. When Measure F passed in Nov. 2014, LTCC's Board of Trustees established

the COC in compliance with California Education Code Section 15278 and Proposition 39. Our first meeting was on April 16, 2015, and we have held an additional three meetings since then. I wish to express my heartfelt thanks to the COC members for their support and participation.

The COC meetings have been well organized and informative. The information presented and reviewed at each meeting includes the most recent financial reports, updated expenditure summaries, and updates on all bond-funded projects. LTCC staff and administrators have been very helpful in providing timely information to the COC, as well as responding to committee members' questions. As a committee, we are excited about the projects that have been completed and those coming in the next year. On behalf of the District, this committee would like to express its gratitude to the voters of the community, without whom the Measure F bond would not exist.

It is our opinion, based on the COC's oversight activities and a review of the independent financial and performance audits, that the District is in compliance with the requirements of Article XIII A, Section 1(b)(3) of the California Constitution. With the presentation of this annual report, the members of the COC can assure our community that bond expenditures have been properly made for projects that are consistent with those identified in the bond measure. We hope that you find this annual report informative and comprehensive.

Sincerely,

Brooke Laine
Chairperson

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Role of the Citizens' Oversight Committee (COC)

The COC is responsible for ensuring the proper expenditure of bond funding, and informing the public concerning the expenditure of bond proceeds. Members are appointed by LTCC's Board of Trustees, and they represent various sectors of the community, including businesses, seniors, taxpayers, students, and an advisory body or Foundation of the college. The COC is a requirement for schools and colleges with bonds governed by California Prop 39. The COC's activities are conducted pursuant to the Brown Act. All meetings are open to the public and observers are welcome.

For more information about or to apply for the Citizens' Oversight Committee, contact the Superintendent/President's Office at (530) 541-4660 ext. 210. **For more information about the Measure F bond, please visit www.LTCC.edu/MeasureF.**

Citizen's Oversight Committee Members

- Brooke Laine, Committee Chair, US Bank Branch Manager
- Carmen Delgado, Retired State Employee
- Richard Fischer, President, El Dorado County School Board
- Jim Gallanty, Student Representative
- Matt Lucksinger, Real Estate Professional, Lake Valley Properties
- Leon Malmel, LTCC Foundation Board Member
- Roberta Mason, Retired Trustee, LTCC Board of Trustees

Lake Tahoe Community College Board of Trustees

- Dr. Frederick "Fritz" Wenck, Jr., President
- Karen Borges, Clerk
- Michelle Sweeney
- Jeff Cowen
- Kerry David
- Antonio Benitez, Student Trustee

LTCC Measure F Bond Management Team

- Dr. Kindred Murillo, Ed.D., Superintendent/President
- Jeff DeFranco, Vice President of Administrative Services
- Al Frangione, Bond Program Director
- Ami Chilton, Capital Projects Finance Manager
- Dr. Randy Joslin, Director of Facilities

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Elevate Your Education

Measure F Bond

2015 First Annual Report to the Community

Elevating
Education

Supporting the
Community

Encouraging
Growth

Building a Strong
Foundation

A Complete List of Bond Projects, Plans, Studies, Surveys and Financial Statements are at www.LTCC.edu/MeasureF
Este informe anual esta disponible en Espanol en www.LTCC.edu/MeasureF

Lake Tahoe Community College
1 College Drive · South Lake Tahoe, CA 96150 · (530) 541-4660 · www.LTCC.edu/MeasureF



Letter from the Superintendent/President

It is an honor to present our first annual report on the Measure F bond to the community. The positive support that we received from South Lake Tahoe voters will allow Lake Tahoe Community College to realize our shared vision of being a "premier destination community college." A small community college like LTCC is an asset to rural communities. Without Measure F funding in place, the quality of that asset would be at risk. When a general obligation bond was first considered, the Board of Trustees and leadership of LTCC thought seriously about the college's and community's shared future, and how best to protect the already significant investment made in LTCC by California and the community. By replacing

deteriorated roofs and aging electrical, plumbing, and mechanical systems on campus, we are protecting this investment. By upgrading our classrooms, technology, and labs, we are offering the highest quality education possible for all LTCC students. By modernizing our technology, we are ensuring our students are well prepared for transfer to four-year institutions and for careers in the modern workplace.

Thank you for your trust and support of our college, and for your vote in favor of providing students with the best learning environment possible. It is fundamentally important to all of us at LTCC that we do all we can to maintain that trust.

Sincerely,

Dr. Kindred Murillo, Lake Tahoe Community College Superintendent/President

About the Bond

After 26 years of heavy use by students and the community, Lake Tahoe Community College's facilities have deteriorated significantly. Electrical, lighting, heating, ventilation, safety and security systems campus-wide are in need of replacement, repair, or upgrade. Inadequate classrooms, labs, and technology have limited instructional quality, learning, job training, and career advancement.

Thanks to South Lake Tahoe's voters, LTCC successfully passed a \$55 million bond measure in 2014 to address these critical issues. Called Measure F, the bond allows the college to upgrade and modernize its technology, make necessary repairs to aging facilities and systems, and improve educational programs and students' learning environment. By approving Measure F, voters authorized funding so LTCC can provide the high-quality education our students need and the job market demands.

Bond Rating Reports and Sale

After receiving a bond rating of AA- from Standard & Poor's Ratings Services and an A1 rating from Moody's Investors Service, LTCC saw its first set of bonds sold in August 2015. These positive ratings reflect the college's low debt burden, stability, healthy financial profile, and strong financial policies and planning practices. The bond sale netted \$19 million, or 35% of the \$55 million voters approved.

Bond-Funded Projects

This report presents a partial list of completed, upcoming and ongoing projects. The list is subject to change, with Board approval, for projects that are aligned with voter-approved bond ballot language.

Completed 2015 Projects

- **One Stop Office:** One convenient location for all basic college services (registration, counseling, payment, financial aid, transcripts) with additional counseling offices to better serve students seeking academic and career guidance



- **Main Building New Boilers Installation:** 26-year-old boilers replaced with efficient, modern boilers
- **Wireless System Upgrade Phase 1:** Commercial-grade, campus-wide improvements to wireless system for improved WiFi reception
- **Network Upgrade Phase 1 & Firewall:** Campus-wide high-speed cabling enhancements to improve network and internet connectivity, along with improved security of private student information
- **Energy Management System Upgrade Phase 1:** Provides the "backbone" to a smart energy building, phase 1 focused on main building
- **Classroom Phone Installation:** Campus-wide classroom phones to improve safety of students, faculty, and staff



The new One Stop office is great for students! It's more comfortable, friendlier, and makes starting and finishing college so much easier.

- Antonio Benitez, Student



Having reliable phones in all our classrooms is a major improvement, and goes a long way toward addressing safety concerns on campus.

- Sara Pierce, Spanish professor and Academic Senate President



The new boilers are really a smart use of taxpayer dollars. We now use fewer resources to heat the college much more effectively.

- Dan Rongaus, Facilities & Maintenance Technician

Upcoming/Ongoing Projects for 2016

- **Gymnasium Renovations:** New flooring, bleachers, scoreboard
- **Main Parking Lot renovation and Student Plaza construction:** New bike trails, heated pedestrian walkways, additional building access and increased outdoor learning space, lot made fully ADA compliant
- **Soccer Field Replacement/Spectator Area Upgrade:** New playfield, synthetic turf surface, athlete seating, additional spectator space, for college and community use
- **Residential Housing Feasibility Study:** First step in bringing student housing to campus



Independent Auditor's Report

Under the provisions of California's Constitution as amended by Prop 39, the Measure F Bond Program must undergo an annual audit by an independent auditing firm. Lake Tahoe Community College used the certified public accountant firm of Vavrinek, Trine, Day & Co., LLP, to perform the required financial and performance audits.

The auditor's Financial Audit Report stated, "In our opinion, the financial statements referred to previously present fairly, in all material respects, the financial position of the Measure F General Obligation Bonds of the Lake Tahoe Community College District at June 30, 2015, and the results of its operations for the period then ended in conformity with accounting principles generally accepted in the United States of America."

The auditor's Performance Audit Report stated, "The results of our tests indicated that the District Measure F Building Fund expended Proposition 39 General Obligation Bond funds only for the specific projects approved by the voters, in accordance with Proposition 39 and outlined in Article XIII A, Section 1 (b)(3)(C) of the California Constitution."

Financial Overview FY14/15

• Revenue:	No Bond revenues were received during this fiscal year July 1, 2014 to June 30, 2015	
• Expenditures:	The Lake Tahoe Community College fronted the expenditures listed below and were repaid when the bonds sold in August 2015	
	\$233,160	Capital Outlay Expenses
	\$188,076	Services and other operating costs
	\$17,808	Salaries / Benefits (non-administrative only)
		Bond funding provides for several positions responsible for strictly bond related work
	\$206,315	Transfers out - includes reimbursement of 2013/14 Bond planning expenses and 2014/15 Library debt payment
	\$645,359	Total Expenditures