
LOS RIOS COMMUNITY COLLEGE DISTRICT
Citizens' Bond Oversight Committee

December 5, 2019

Sacramento City College, Rodda Hall North, Room 258

12:00 p.m.

Minutes

(Approved 12/3/20)

Members Present: Nathan Taylor, Babs Sandeen, Marty Katz, Tom Britting, John Ellis, Aliane Murphy-Hasan, Sosan Madanat, Mike Rizzo

Members Absent: Doug Haaland

District

Representatives: Mario Rodriguez, Vice Chancellor, Finance and Administration
Pablo Manzo, Associate Vice Chancellor, Facilities Management
Jamie Ruggles, Director, Accounting Operations
Laura Machado, Business Services Officer

Guests: John Ruden
Ahmed Bharoocha, Tax and Audit Supervisor, EideBailly
Michael Gutierrez, President, SCC
Carrie Bray, Vice President, Administration, SCC

1. INTRODUCTIONS

Aliane Murphy-Hasan called the meeting to order at 12:10 p.m. Michael Gutierrez welcomed everyone to SCC.

2. PUBLIC COMMENTS

There were no public comments.

3. ELECTION OF OFFICERS

Aliane Murphy-Hasan nominated Babs Sandeen for Chair and Michael Rizzo seconded the nomination. Babs Sandeen nominated Mike Rizzo for Vice-Chair. Thomas Britting seconded the nomination.

Both Motion Carried, 7:0

4. APPROVAL OF MINUTES

Babs Sandeen moved to approve the March 14, 2019 and July 25, 2019 minutes. Thomas Britting seconded the motion.

Motion Carried, 8:0.

4. REPORTS

Audit Review

Ahmed Bharoocha, a Tax and Audit Supervisor with EideBailly, presented the results of the District's external audit of the Measure A and Measure M General Obligation Bonds for the year ended June 30, 2019. He noted the Financial Audit and the Performance Audit are required under Proposition 39 to be reviewed by the Committee. He reported there were no findings for 2018-19 in either report. The District will take the audit reports and District financial statements to the District's Board of Trustees at its December meeting.

State Proposition and Local Measure Update

Mario told the committee that there will be a state bond at the March election, but the proceeds of that bond will be shared with UC and CSU. As a result, the community college will receive less funding. As of right now, Measure E, the local bond measure the District is putting on the ballot, is polling at 60% favorable districtwide. Measure E will ask the voters for \$650 million with the guarantee that we will not raise taxes. This is long term money needed for facilities. This is not a tax increase because it will continue the existing rates for the taxpayers. Our oldest colleges are not growing, but we need to modernize their buildings. We expect the new bond money will last about 10-15 years. Mario will have the Bond Campaign Committee email the Citizens Bond Oversight Committee information about Measure E.

Project Updates

Pablo reviewed the handout showing the status of the various projects under construction, including the ARC Liberal Arts Building Modernization, the CRC College Center Expansion, the district-wide keying project, SCC Lillard Hall Modernization and the SCC Mohr Hall Modernization. He also shared a list of the projects where bidding or construction will start soon; including the ARC Central Utility Plant Upgrade where construction will start in January 2020 and the SCC Lillard Hall project which has been submitted to DSA for final review and approval.

Review of Expenditures

Jamie provided the financial activities of Measures A and M as of December 5, 2019. Hard copies of the PowerPoint presentation were provided to the Committee.

Measure A

To date, \$277.7 million in Measure A funds have been appropriated (this includes interest income as well as the proceeds from Series F) for projects and \$267.3 million has been expended. Encumbrances (construction contracts and purchase orders) total \$10.4 million. Expenditures and encumbrances are at 100% of the Measure A authorization. Series A, B, C, D, and F have all been fully expended. The total financial activity for all capital project funds supporting Measure A projects, which include bond, State, and other funding sources was also presented to the Committee. The total appropriations for all funds as of December 5, 2019 are \$427.3 million. Total expenditures to date are \$416.5 million and encumbrances are \$10.8 million. There have been no project changes nor project additions. Jamie confirmed 54 projects have been completed and two are under construction from Measure A.

Measure M

Series A of Measure M was issued in October 2010 in the amount of \$130 million; Series B was issued in June of 2013 in the amount of \$60 million; Series C was issued in February of 2018 in

the amount of \$65 million, and Series D was issued in June 2019 in the amount of \$80 million. Jamie reported that \$337.6 million has been appropriated from Measure M and to date, \$224.3 million has been expended and \$25.8 million has been encumbered. The percent expended and encumbered is 74.1%. The total financial activity for all capital project funds supporting Measure M projects, which include bond, State, and other funding sources was also presented to the Committee. The total appropriations for all funds as of December 5, 2019 are \$351.7 million. Total expenditures to date are \$239.4 million and encumbrances are \$26.1 million. Jamie reported a single project addition of \$500,000 for the Boiler Replacement Phase 2 project at ARC. Currently, 29 projects have been completed under Measure M, and 24 projects are in various stages of planning to construction.

5. FUTURE MEETINGS

The next meeting will be on March 12, 2020 at Facilities Management.

The meeting adjourned at 1:06 p.m.

lm

cc: Board of Trustees
Executive Staff