

Measure Q/B Citizens' Bond Oversight Committee

CR COLLEGE OF THE REDWOODS

*Report to the
Community*

**2019-20
UPDATE**



Eureka Campus

ABOVE: the Student Services/ Administration building was completed in the Summer of 2012.

LEFT: A new Eureka Campus Marquee.



Citizens' Bond Oversight Committee Members

Joe Bonino

Eureka/Arcata
Business Community

John Prevost

Fortuna
Taxpayers' Organization

Don Olson

Crescent City
Business Community

Michael Woods

Eureka
Student

For full information

about the Citizens' Bond Oversight Committee, past meetings/agendas, reports to the community, annual audits, and policies/procedures go to:

www.redwoods.edu/bondoversight/

College of the Redwoods is an EEO/AA institution.

Refunding of Bonds and Savings to Taxpayers

In the spring of 2014, the District successfully closed on the refunding of certain outstanding general obligation bonds. The sale resulted in \$2.9 million in total gross savings from the old debt service payment schedule to the refunded debt service payment schedule, which goes out to the year 2031. In a typical year, the savings is in the \$180,000 range or about 7% less. The District's bond advisors estimate the present value of this savings to Humboldt, Del Norte and Mendocino property taxpayers to be \$2.2 million over the life of the bonds.

Your Measure Q/B Dollars at Work!



ABOVE: The completion of the demolition of the old library.

LEFT: One of the new custom Wiyot signs.

Status Report

Tax Rate Increment 2019–20

<i>Year</i>	July 1, 2019 – June 30, 2020
<i>Actual Tax Rate</i>	\$8 per \$100,000 of assessed property valuation for the Redwoods Community College District
<i>First Bond Issuance</i>	May 2005 \$18 Million
<i>Second Bond Issuance</i>	July 2007 \$15 Million
<i>Third Bond Issuance</i>	Oct. 2013 \$7.32 Million
<i>Bond Ratings</i>	Standard & Poor's Rating: A/stable Moody's Rating: A1

Campus and Education Sites

The main College of the Redwoods campus is located 7 miles south of Eureka. The Del Norte Education Center is located in Crescent City. CR has several instructional sites including Eureka Downtown Instructional Site, Klamath-Trinity Instructional Site operated under agreement with Hoopa Tribe, and the Garberville Instructional Site.

Redwoods Community College District Measure Q/B Facilities Improvement Bond Measure Under the Provisions of State Proposition 39

On November 2, 2004, 64 percent of the voters in the Redwoods Community College District approved Measure Q — called Measure B in Del Norte — which enabled CR to secure \$40.3 million general obligation bonds to renovate existing educational facilities, many of them 40 years old.

After voter approval of Measure Q/B, the District formed the Citizens' Bond Oversight Committee to actively review and report on the expenditure of taxpayers' money for school construction. The Citizens' Bond Oversight Committee is made up of community members who provide objective oversight of District bond fund expenditures.

The role of the Citizens' Bond Oversight Committee is to determine whether or not the use of the funds is consistent with the original bond measure and to publish an annual report of the year's Measure Q/B activities for taxpayers living, or owning property, within the Redwoods Community College District.

Independent Auditors' and Performance Audits

July 1, 2019 – June 30, 2020

The Citizens' Bond Oversight Committee received the Independent Auditors' Report for the accountants' schedule of proceeds and use of the general obligation bonds of the Redwoods Community College District as well as a Performance Audit report on the uses of bond monies for the period of July 1, 2019 to June 30, 2020. The reports were prepared by certified public accountants CWDL.

The Independent Auditors' Report states:

We have audited the accompanying financial statements of the Measure Q bond building fund of Redwoods Community College District (the "District") as of and for the year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise the Measure Q bond building fund's basic financial statements as listed in the table of contents. The Schedule is the responsibility of the District's management. Our responsibility is to express an opinion on these financial statements based on our audit. In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the Measure Q bond building fund of Redwoods Community College District as of June 30, 2020 and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

The Performance Audit states that the objectives of our performance audit are to:

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

Conclusion: The results of our tests indicated that, in all significant respects, the Redwoods Community College District has properly accounted for the expenditures held in the Building Fund (Measure Q) and that such expenditures were made for authorized Bond projects.

To view these reports online, go to
www.redwoods.edu/bondoversight/

COMPLETED AND/OR CLOSED LOCAL BOND FUND PROJECTS	
REDWOODS COMMUNITY COLLEGE DISTRICT DISTRICT PROP 39 BONDS OF 2004	Bond Expenditures By Project
PROJECT NAME	DISTRICT ACTUALS
General	
General (District Project Administration)	\$263,666
New - Furnishings and Equipment	\$404,952
DSA/CGS Consulting	\$39,274
LT Debt Prof Fees & Costs : General	\$1,079,503
Voice over IP (VOIP) to replace PBX & phones	\$353,074
Diplomas on Demand	\$3,813
Energy savings, boilers, and bathroom repairs	\$120,071.10
Technology Infrastructure Upgrades	\$2,197,983
Document Imaging and Secure Storage	\$212,737
Eureka Main Campus	
2 cadavers and ripple tank assembly	\$5,969
NMR for AA-T Chemistry	\$32,250
Gym Floor/Bleachers Replacement	\$791,123
Repair Pool	\$132,695
Lower Locker Rooms Renovation	\$960,758
Renovate/Repair Buildings - Eureka	\$13,812
Upgrade - Eureka Classrooms	\$32,548
Upgrade - Wastewater Treatment	\$71,255
Student Union Seismic Upgrade/Remodel, Preliminary Plans	\$46,360
Modernize Health Technology Building	\$3,115,217
Modernize Physical Science Building	\$126,628
Modernize Life Science Building	\$53,279
Modernize Labs/Classrooms/Theater	\$160,299
Modernize Student Services/Admin Building	\$87,346
LRC Mezzanine Structure	\$213,713
Library Building Seismic Upgrade/Remodel	\$4,093
Student Union Building (plans for new Union)	\$1,023,018
Old Library Seismic Retrofit and Repurpose	\$190,141
New S.S./Admin/Theatre (Measure Q Match)	\$3,220,899
Site Improvements to Support New Construction	\$255,987
Parking Lot Rehabilitation	\$2,306,496
Firing Range	\$2,011
Spray Booth Water Bath	\$6,962
Firing Range Upgrade	\$582,453
Fire Technology Equipment & Apparatus Storage	\$4,438
Academic Building (New)	\$3,289,948
Modernization & Engineering for/Retro/New Construction	\$734,297
Woodshop Dust Collector	\$8,000
Emergency Generators	\$16,809
Replace Seating - Creative Arts & Adm Justice	\$372
ADA Vehicles and Parking	\$275,668
EOPS Furniture for Ergonomic Updates	\$18,397
PE Temporary classrooms (portables)	\$11,430
AT: Repair walkways	\$11,650
EVOQ	\$11,246
Mandatory Life Safety Remediation	\$135,581
Security Computer	\$2,383
PE:Temporary Classrooms	\$104,153

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COMPLETED AND/OR CLOSED LOCAL BOND FUND PROJECTS	
REDWOODS COMMUNITY COLLEGE DISTRICT DISTRICT PROP 39 BONDS OF 2004	Bond Expenditures By Project
PROJECT NAME	DISTRICT ACTUALS
AT: Woodshop Dust Collector	\$174,424
CA & AJ: Replace Seating (Q32)	\$49,029
Exterior Paint and Light Upgrade (Life & Safety)	\$10,061
AJ: Carpet	\$19,626
AJ Lighting, Resurfacing, Cabling, Carpet	\$106,561
AT: Carpet	\$65,875
AT: Cad Lab Ventilation Repair	\$24,710
CA: Carpet includes FM Dental Kitchen PE and CA and Student Union	\$258,096
Cell Phone Boosters	\$47,972
Sidewalk and driveway, move nursery fence.	\$66,355
AJ: Replace decking and portable bld.	\$32,691
Vehicle replacement	\$128,838
Large Format Modular Classrooms	\$23,377
Assessable sidewalk & footpath DSPS	\$20,142
Shivley Farm Water System	\$29,200
Caretakers House Demo	\$98,429
Self Service Ellucian/Datatel Module	\$28,232
Sewer Inspection Camera	\$23,241
4 Video Cameras for PE/Ath	\$443
Ag Dept. Tompkins Hill barn renovation/ replacement	\$191,317
Repurposing vacated buildings, incl faculty ofcs	\$101,130
Technology Network Upgrades	\$218,659
Physical & Life Sciences Repurpose or Demo	\$35,822
Vets Center	\$55,800
AJ Classroom in Maint/ IT Space in AJ/ Phone @ Firing Range	\$70,859
Remove Stadium Hazard	\$555,063
Tree Removal	\$137,500
Physical Education Labs Upgrades	\$889,711
Transfer Center Upgrades	\$25,321
Career and Technical Ed Computer Lab Upgrades	\$250,000
Mendocino Coast	
Renovate/Repair Buildings - Mendocino	\$4,186
Modernize Main Building: Mendocino	\$5,553,504
Fine Woodworking Building	\$2,830
Science Wing Modernization	\$478,866
Mendocino Center - MOU Repairs	\$91,661
Southern Humboldt	
Garberville Instructional Site Purchase/Retrofit	\$1,804,311
Del Norte	
Relocated Del Norte Classrooms	\$79,525
Modernize Main/Art Building: Del Norte	\$3,524,625
DN Campus Exterior lighting Upgrade	\$28,172
101 Corridor	
Culinary Kitchen - Arcata Instructional Site	\$176,433
Jefferson School- Investigation/Feasibility	\$41,607
Budget Transfers to Other Funds	
Construction Technology Program Funding	\$400,000
Block Grant Match- PE Lighting Retrofit	\$100,000
Total Completed and/or Closed Local Bond Fund Projects	\$38,758,958

ACTIVE BOND PROJECTS

REDWOODS COMMUNITY COLLEGE DISTRICT DISTRICT PROP 39 BONDS OF 2004 AND STATE PROP 1D BONDS OF 2006	PROJECT BUDGET	EXPENDITURES TO DATE 6/30/2020
CURRENT MEASURE Q PROJECTS		
Eureka Main Campus		
Address SWACC Inspection Report Deficiencies	355,314	698,694
Updating Career Education Instructional Labs	-	43,638
Automotive Technology Lab upgrade	302,732	301,731
Welding area cover expansion	150,000	95,251
Building Demo		21,522
Construction Technology Lab upgrade	223,268	218,680
Student Union Upgrade	160,000	233,581
Del Norte		
Science Wing Modernization	1,881,819	1,696,576
Portable Lease/Purchase	24,000	26,429
District Projects		
Mandated improvements to wastewater plant	341,065	248,440
Project Management	1,241,957	1,306,546
Security, Marquee Upgrades and Fire Alarm	300,000	155,877
Measure Q /B Final Project Closeout	50,000	-
Completed Measure Q Projects	38,760,603	38,758,958
Subtotal Local Bond Projects	44,709,558	44,332,291
Eureka Main Campus		
Utility Infrastructure Replacement	36,899,000	2,935,188
Subtotal State Projects	\$ 36,899,000	\$5,585,039
Total Local Bond and State Project Budget & Costs	\$ 81,460,551	\$ 49,423,059
Voter Approved Measure Q Total	40,320,000	
Interest & Bond Premium to Date	4,389,558	
Total of Committed Q Budgets	44,709,558	
Available for Capital Projects		
Total of Expended Q Budgets		(43,838,020)
Balance Measure Q Funds for Capital Projects		377,267
Total of Expenditures through 6-30-20		44,332,291
Allocated to Capital Projects		377,267