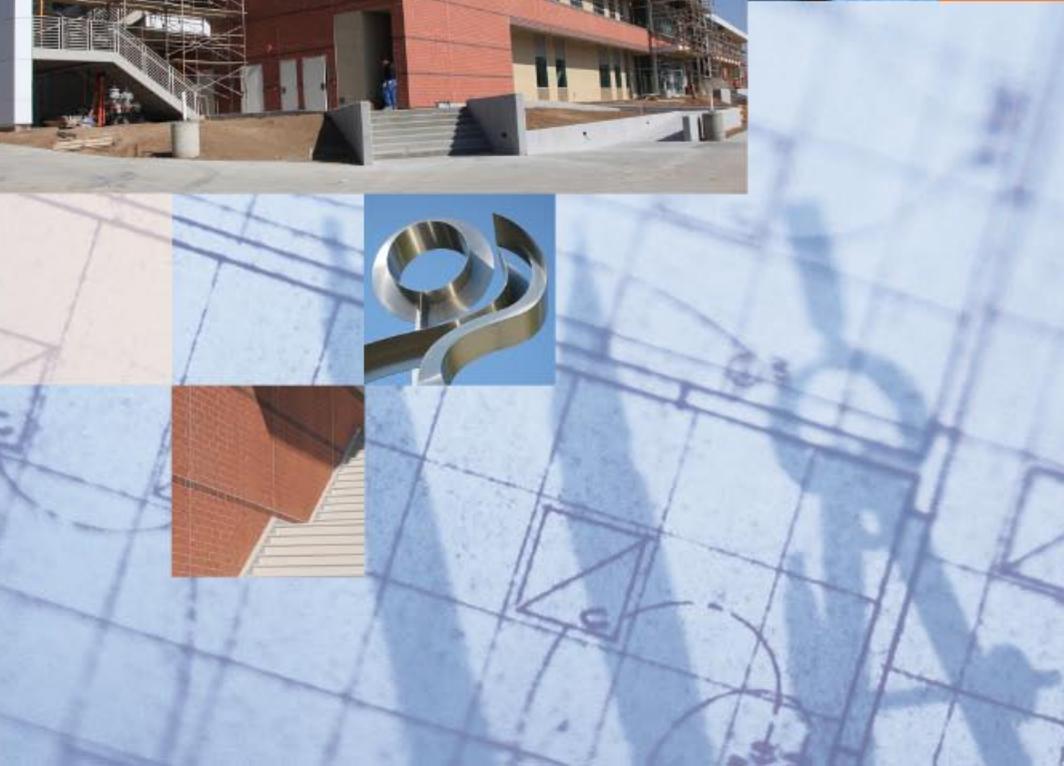




BUILDING *on Excellence*



*2011 Measure R and Measure RR
Campus Improvement Bond
Report to the Community*



COMMITTEE CHAIR'S MESSAGE

2011: One of the Busiest Construction Cycles in Mt. SAC History



IT IS MY PLEASURE TO PRESENT this *2011 Measure R-RR Report to the Community*, which highlights accomplishments made over the past year relative to the ongoing campus improvement program at Mt. San Antonio College. This report complies with state Proposition 39, which requires the Mt. SAC Citizens' Oversight Committee to inform the public about the progress that the college has made in this regard and to assess how Mt. SAC has utilized the proceeds from the voter-approved \$221-million Measure R and the \$353-million Measure RR facilities construction bonds. We have highlighted accomplishments and presented a financial accounting of revenues and expenditures related to the past year's activities.

As part of our ongoing assessment, the Citizens' Oversight Committee conducted detailed briefings with the Mt. SAC construction management team, reviewed financial records in detail, and reviewed all active projects in their design and various construction phases. Based upon this thorough analysis, we have determined that the college has responsibly managed projects and has prudently used the bond funding within the framework of the campus master plan.

In the key area of fiscal accountability, the most recent auditor's statement found that Mt. SAC *"has properly accounted for the expenditures of the funds held in the Bond Building Fund and that such expenditures were made on authorized bond projects"* (Vicenti-Lloyd-Stutzman, LL).

Regarding specific projects, 2011 was characterized as one of the busiest construction cycles in Mt. SAC's history. The college completed construction of the \$30.3-million, 41,875-square-foot Agricultural Sciences Building and opened it last spring at a public dedication ceremony. The building, which houses horticulture, animal science, and registered veterinary technology programs, is the final structure and the centerpiece of the campus' 52,000-square-foot, three-building Agricultural Sciences Complex. Mt. SAC also completed two major renovation projects: the \$15-million Administration Building and the \$4.8-million Kinesiology & Athletics Building. Contractor and architect issues caused construction delays and cost increases for the Administration and Agricultural projects, but they were ultimately completed.

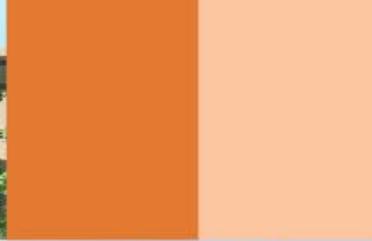
During the year, construction continued on the 62,837-square-foot Design Technology Center, the final Measure R project. This building will consolidate computer-based design programs such as animation, architecture, graphic arts, photography, and geographic information systems. It is planned for completion next spring. Significant progress was made on the Child Development Center construction. The 33,800-square-foot, four-building complex is both an instructional and service facility that will house child development program classrooms, as well as the facilities required to provide child care services for up to 162 children. The CDC is the first Measure RR-funded project, and it is slated for opening next year.

As these and future projects come online, the Citizens' Oversight Committee will continue its work throughout the master plan process to ensure fiscal accountability and sound program management.

Heidi L. Gallegos

2011 Chair, Mt. SAC Citizens' Oversight Committee

future Child Development Center



MEASURE R-RR ACCOMPLISHMENTS

Following is a partial list of completed and current projects and their respective costs. These were either fully funded by Measure R and/or Measure RR, or were partially supported by state funding sources. For more project details and descriptions, visit: www.mtsac.edu/about/construction

CURRENT PROJECTS

Design Technology Center
Child Development Center

ESTIMATED COST

\$27M (\$16.4M from R)
\$18.5M

ESTIMATED COMPLETION

2012
2013

PROJECTS COMPLETED 2010-11

Agricultural Sciences Complex: \$30.3M (\$20.4M from R&RR)
Administration Building: \$15M (\$2.3M from R&RR)
Kinesiology & Athletics Building Renovation: \$4.8M

PROJECTS COMPLETED 2009-10

Classroom Improvements (Bldgs. 7, 11 & 26): \$42M (\$32M from R)
Fuel Station Upgrades: \$370,000

PROJECTS COMPLETED 2008-09

Math/Science Complex & Exploratorium: \$25.5M

PROJECTS COMPLETED 2007-08

Music Building Expansion: \$4.5M
Founders Hall/Conference Center: \$6.1M
Energy Conservation Improvement Projects: \$3M
Campus Infrastructure & Improvements: \$5M
4 Classroom Building Remodels: \$41M (\$30M from R)
Information Technology & Data Center: \$9M
Student Services Center Renovation: \$7.7M

PROJECTS COMPLETED 2001-07

Campus Infrastructure & Improvements: \$36.2M
Livestock Pavilion & Equipment Technology Center: \$1.2 M
Health Careers Center: \$10.5M



Agricultural Sciences Complex Dedication

Agricultural Sciences Complex



future Design Technology Center



Administration Building





Administration Building

BOND PROGRAM FINANCIALS

Statement of Revenues, Expenditures and Change in Fund Balance Budget and Actual Bond Construction Fund

For the fiscal year ended June 30, 2011*

	Budget*	Actual	Variance Favorable (Unfavorable)
REVENUES			
Revenues from Local Sources			
Interest Income	\$213,438	\$213,438	
TOTAL REVENUES	\$213,438	\$213,438	
EXPENDITURES			
Supplies and Materials	\$61,317	\$48,691	\$12,626
Other Operating Expenses and Services	\$156,375	\$61,837	\$94,538
Capital Outlay	\$15,456,587	\$8,532,658	\$6,923,929
TOTAL EXPENDITURES	\$15,674,279	\$8,643,186	\$7,031,093
Excess of Expenditures Over Revenues	(\$15,460,841)	\$8,429,748	\$7,031,093
Fund Balance at Beginning of Year		\$15,579,251	
Fund Balance at End of Year		\$7,149,503	

* The budget for revenues reflects estimated amounts to be received in the current year. The budget for expenditures reflects amounts remaining and available for current and subsequent years' expenditures and does not necessarily coincide with actual planned expenditures in the current year.

Balance Sheet Bond Construction Fund

For the fiscal year ended June 30, 2011*

ASSETS	
Cash in County Treasury	\$8,359,631
TOTAL ASSETS	\$8,359,631
LIABILITIES AND FUND BALANCE	
Liabilities	
Accounts Payable	\$1,210,128
TOTAL LIABILITIES	\$1,210,128
Fund Balance	
Designated for Special Purposes	\$7,149,503
TOTAL FUND BALANCE	\$7,149,503
TOTAL LIABILITIES AND FUND BALANCE	\$8,359,631



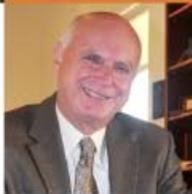
For the complete FY11 financial audit, visit:
<http://www.mtsac.edu/about/construction/audits.html>





PRESIDENT'S MESSAGE

Breathing Life into Measure RR



Measure RR has been on life support since the passage of this \$353-million bond measure by 70% of the voters in November of 2008. We were able to access \$65 million of these funds last year by issuing Bond Anticipation Notes, basically borrowing against the issuance of future bonds. That \$65 million has been well used in beginning construction on the Early Childhood Education Center, completing the remodeling of the recently reopened Administration Building, and renovating the Athletics Field House and several key campus maintenance and improvement projects. In addition, these funds have enabled us to move forward with planning for new projects, including the Student Support Services Building, the Emergency Operations Center, and the Food Services Building.

New life is about to be pumped into Measure RR. Through the combination of refinancing and buying down principal on existing Measure R bonds, we anticipate issuing approximately \$200 million in new bonds in mid-to-late 2013. These funds not only will pay off the Bond Anticipation Notes, but enable Mt. SAC to begin new self-funded projects. The key term here is “self-funded.” When Measure RR was created, all of us in the state envisioned that California would continue to pass school construction bonds on a regular basis. That has not occurred in the last five years, and there is little likelihood that such bonds (used as matching funds for local districts) will be viable over the next decade. That means Measure RR funds will be the only source for new construction, renovation, and infrastructure improvements at Mt. SAC for many years going forward.

To ensure that Measure RR funds are used wisely and within the scope of voter approval, the college is in the process of finalizing the *2012 Facilities Master Plan*. That plan will identify key projects that are needed—not only in the short term to utilize Measure RR funds, but in the long term as well. This long-term planning will assure that current construction fits the future needs of the college, its students, and our community and that we build the infrastructure today that will enable Mt. SAC to be ready when future funds appear to realize our dreams for a bigger and better Mt. SAC in the decades to come.

Your continued involvement in the dialog about the *Facilities Master Plan* and about the prioritized use of Measure RR funds is essential for the best decisions to be made. We appreciate the dedication and involvement of all of the friends and colleagues of Mt. San Antonio College who have made us great and who will continue to assure that Mt. SAC is at the pinnacle of higher education in our region, state, and nation.

Dr. William T. Scroggins
President & CEO

Measure RR—Extending the Mt. SAC Promise



The “Mt. SAC Promise” is an ongoing commitment to develop a quality, environmentally friendly campus for the benefit of current and future generations of Mt. SAC students. This promise started with Measure R—the \$221-million facilities construction bond, approved by local voters and property owners in 2001. The promise continues through an extension bond measure (RR), which was approved overwhelmingly by voters during the region’s worst economic recession in 2008. It is expected to generate \$353-million in bond funding for new and renovated instructional facilities as well as other critical campus and infrastructure upgrades.

MEASURE R & RR CITIZENS' OVERSIGHT COMMITTEE

Per Proposition 39, the Mt. San Antonio College Citizens' Oversight Committee is principally charged with ensuring the proper expenditure of bond funding for campus construction, reconstruction, rehabilitation or replacement of campus facilities and informing the public concerning the expenditure of bond proceeds. Members are appointed by the Mt. SAC Board of Trustees and represent various sectors of the community, including businesses, seniors, taxpayers, students, and an advisory body or foundation of the college.

2011 CITIZENS' OVERSIGHT COMMITTEE

Heidi L. Gallegos (Committee Chair)
CEO, Regional Chamber of Commerce – San Gabriel Valley

Walt Allen, Member, Covina City Council

Albert J.C. Chang, Managing Partner, Chang & Cote, LLP

Virgillio Doniza, Student Representative

Mariana Lake, President, Valley County Water District

Mindy Miracle, Taxpayer Association Representative

Alta Skinner, Senior Citizens' Organization Representative

Steve O'Sullivan, Vice President,
Mt. SAC Foundation Board of Directors

Samuel Tharpe, Retired Educator

Tony Y. Torng, Technical Fellow, The Boeing Company

Fidel B. Vargas, Community Representative

2012 MT. SAC BOARD OF TRUSTEES

Rosanne Bader, President

Dr. Manuel Baca, Vice President

Fred Chyr, Clerk

Dr. David K. Hall, Member

Judy Chen Haggerty, Esq., Member

Bruno Hernandez, Student Trustee

Mt. SAC MEASURE R-RR MANAGEMENT TEAM

Dr. William T. Scroggins, President & CEO

Michael Gregoryk, Vice President,
Administrative Services

Dr. Virginia Burley, Vice President, Instruction

Dr. Audrey Yamagata-Noji, Vice President,
Student Services

Gary Nellesen, Director,
Facilities Planning & Management

Steven Yip, Project Executive,
Bovis Lend Lease



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For more information about Mt. SAC's campus improvement program, visit www.mtsac.edu/about/construction