

CITIZENS' BOND OVERSIGHT COMMITTEE

James Wrobel, Chair

Margaret Dean

Rex Cozzalio

Barbara Dillmann

Allison Leal

Connie Marmet

Robert McCrillis

Barry Ohlund

Rand Roselli

Norman Shaskey

Earl Wilson

Signed by: _____

*James Wrobel, Chair
Citizens' Bond Oversight Committee
For Bond Measure A
Siskiyou Joint Community College District*

REPORT FROM THE CHAIR

January 31, 2011

To: The Governing Board, and the Citizens of the Siskiyou Joint Community College District

The College of the Siskiyou Citizens' Bond Oversight Committee is pleased to present the 5th Annual Report on the continued planned expenditures of the \$31.4/M in bond monies approved via Measure A which was approved via ballot in November of 2005.

The Resolution associated with the Ballot Measure called for the establishment of a Bond Oversight Committee to assure proper expenditure of the funds which were meant to:

- Build and/or renovate facilities
- Modernize and equip facilities and,
- Upgrade deteriorating classrooms, restrooms plumbing and electrical systems
- Preclude use of bond funds for salaries of teachers or administrative staff.

This report highlights many of the completed and ongoing projects that will improve the learning experience of the students. A key accomplishment in 2009/2010 was the opening of the Rural Health Institute to the first classes in August 2009.

Throughout the year, the Citizen's Bond Oversight Committee has conducted project reviews with contractors, received updates from College staff, and reviewed the audit conducted by Nystrom & Associates. The audit found no instances of non-compliance with the terms of Measure A.

The Board's Resolution specifically charged the Oversight Committee and auditors to assure no monies were to go to teacher or administrative salaries.

The Citizens' Bond Oversight Committee has met numerous times since being established in June of 2006 and following audits by Nystrom & Company (which disclosed no instances of non-compliance with the terms of Measure A), and following discussions with project managers, and after receiving updates from College staff, I am pleased to report bond monies were expended only on projects approved by the Board and Voting Citizens of the Siskiyou Joint Community College District.

Truly yours,

James Wrobel, Chair
Citizens' Bond Oversight Committee

CITIZENS BOND OVERSIGHT COMMITTEE

ANNUAL REPORT

July 2009 - June 2010

In accordance with Education Code Section 15280, the following report is the fulfillment of the committee's annual requirement.

On April 4, 2006, the Governing Board of the Siskiyou Joint Community College District approved the appointment of 10 members to the Citizens' Bond Oversight Committee. Due to increased workloads and/or pending retirements, the three members resigned from the Citizens' Bond Oversight Committee at the end of December 2007.

Following the three resignations, the Board of Trustees approved the appointment of four new members to the Citizens' Bond Oversight Committee on August 5, 2008: The following individuals were appointed to the Committee:

- Rex Cozzalio – **Support Organization**
- Barry Ohlund – **Business Organization**
- Margaret Dean – **Business Organization**
- Connie Marmet – **Member of the Community At Large**

Measure A

Citizens' Bond Oversight Committee

Pursuant to Section 15278 of the Education Code, the District is obligated to establish a Citizens' Bond Oversight Committee in order to satisfy the accountability requirements of Prop. 39. The Citizens' Bond Oversight Committee shall have the duties and rights set forth in its Bylaws; however, the Citizens' Bond Oversight Committee does not have independent legal capacity from the District.

A Bona-Fide Taxpayers Association Member is still needed for the Citizens' Bond Oversight Committee. Such a representative has been consistently solicited via newspaper advertisements and in newspaper stories on the Bond Oversight Committee.

The Citizens' Bond Oversight Committee attempts to meet on a quarterly basis. All meetings were open to the public. Various agenda items and material presented to the Citizens' Bond Oversight Committee during the 2009-2010 fiscal year included:

August 17, 2009:

- ✓ Master budget
- ✓ Rural Health Science Institute
- ✓ Annual Homecoming Day celebration

March 8, 2010

- ✓ Progress Report from Program Manager

May 3, 2010

- ✓ Progress Report from Program Manager
- ✓ Annual Report
- ✓ Independent Auditor's Report

The Citizens' Bond Oversight Committee verifies, by this report, that the bond revenues were expended only on the specific projects approved by the voters and that no funds were used for any teacher or administrative salaries or other school operating expenses. An audit of the third year ending June 30, 2010 was conducted by Nystrom and Company, Certified Public Accounts.

The independent auditors' report dated November 29, 2010 is attached to the end of this report.

SISKIYOU JOINT COMMUNITY COLLEGE DISTRICT
GENERAL OBLIGATION BONDS (ELECTION OF 2005, SERIES A, B AND C)
SCHEDULE OF PROCEEDS AND USE OF GENERAL OBLIGATION BONDS
FOR THE PERIOD JULY 1, 2009 THROUGH JUNE 30, 2010

Beginning balance, unspent bond proceeds, as of July 1, 2009		\$ 1,023,248
Proceeds from 2010 Bond Anticipation Note	\$ 998,755	
Original issue premium	<u>78,033</u>	
Total proceeds	1,076,788	
Bond issuance costs	72,949	
Funds transferred to the debt service fund	<u>5,084</u>	
Net proceeds		998,755
Interest received		<u>15,479</u>
Subtotal		<u>2,037,482</u>
Project Expenditures:		
Fire and Paramedic Training Building:		
Emergency Services Training Center		(13,029)
Rural Health Training Institute		1,877,730
Distance Learning Network		13,724
Life Sciences remodel:		
Demolition (Abner Weed and Greenshields)		4,054
Other costs benefiting all approved projects		<u>62,764</u>
Total project expenditures		<u>1,945,243</u>
Ending balance, unspent bond proceeds, as of June 30, 2010		<u><u>\$ 92,239</u></u>

The accompanying notes are an integral
part of these financial statements.

SISKIYOU JOINT COMMUNITY COLLEGE DISTRICT
GENERAL OBLIGATION BONDS (ELECTION OF 2005, SERIES A, B AND C)

NOTES TO THE SCHEDULE OF PROCEEDS AND
USE OF GENERAL OBLIGATION BONDS

FOR THE PERIOD JULY 1, 2009 THROUGH JUNE 30, 2010

NOTE 1 GENERAL INFORMATION

The voters of Siskiyou County approved a \$31.4 million General Obligation Bond (Bonds) issue for the Siskiyou Joint Community College District on November 8, 2005 under the provisions of Article XIII A of the Constitution of the State of California and Title I, Division 1, Part 10, Chapter 1 of the Education Code of the State of California (commencing at Section 15100). The Bonds were issued pursuant to provisions of the Constitution of the State of California affected by Proposition 39, the Constitutional initiative passed by voters on November 7, 2000, permitting approval of certain general obligation bonds of school and community college districts by a 55% vote. The total net proceeds of \$31.4 million from the Bonds received by the District (net of premium and bond issuance costs) are to be spent on modernization construction, and renovation for various approved projects.

The specific projects approved by the District Board of Trustees to be funded by the bond proceeds include:

Fire and Paramedic Training Buildings:

- Tactical Training Center (TTC) (completed January 2008)
- Emergency Services Training Center (ESTC) (completed January 2009)
- Residence Hall renovation (completed September 2006)
- Rural Health Training Institute (completed October 2009)
- Distance Learning Network (completed August 2009)
- Sidewalk and pavement project (completed September 2008)
- Technology project (completed April 2009)
- Industrial Technology Building
- Remodel locker rooms (completed October 2007)
- Life Science remodel
- Sound system for gym (completed May 2007)
- Art patio enclosure
- Theater renovation
- Student Services Center renovation
- Signage
- Wood-fired Kiln
- Student Services One-Stop Center
- Admissions and records archive storage
- New Library and Learning Resources Building

Measure A Summary

Project Background and Scope:

The voters passed the 'Measure A' Bond in November 2005 for \$31,400,000. A Bond Resolution was adopted and signed by the Governing Board on July 21, 2005.

The following is the full proposition presented to the voters of the Siskiyou Joint Community College District.

College of the Siskiyous Job/Career Training and Undergraduate Education Act: To train and prepare students for jobs, careers and transfer to four-year universities, expand nursing, medical training, fire science and technology skills programs

- Build/renovate libraries, classrooms for healthcare, science, computer/job training programs,
- Acquire, construct, modernize and equip facilities,
- Repair, upgrade deteriorating classrooms, restrooms, plumbing, electrical systems,

The College staff prepared a list of 20 high priority projects that the funds resulting from Measure A might be used for. The highest priority items included:

- Build a new Rural Health Sciences Training Institute at the Yreka campus.
- Build a Fire Science Training Center to train future firefighters and emergency services personnel in the latest techniques and equipment.
- Complete the Distance Learning Network and upgrade and expand the technology network, instructional technology and infrastructure on campus.
- Renovate the Residence Halls
- Renovate the Life Sciences Building

The College staff, with the assistance of a bond specialist, prepared and issued the first Bond offering in February 2006, resulting in a net deposit of \$14,997,976.

In February 2008, a second Bond sale was planned for the remaining \$16.4M. After negotiations with the county regarding property valuations to support the issuance, a second bond sale was completed and a net deposit of \$9,998,688 was received.

In February 2010, the District again started conversations with the County to go out for a third bond issuance. After being unable to reach consensus with the County, the District obtained Bond Anticipation Notes (BAN) totaling \$998,775.

As of June 30, 2010, a third bond issuance in the amount of \$6.4M has yet to be authorized.

The Strategic Master Plan Reflects Seven Important Perspectives:

- (i) In tough economic times community colleges including College of the Siskiyou, are critically important to re-train people who want to expand their job skills;
- (ii) College of the Siskiyou must provide more classrooms for healthcare job training programs such as nursing, dental hygiene, emergency medical care, lab technicians and medical assistant training to meet the increasing healthcare needs of the community and alleviate the local shortage of trained emergency medical, nursing and
- (iii) Fire safety personnel;
- (iv) Statewide budget cuts are damaging the College's ability to provide a high-quality affordable education for local students and provide programs for students who want to transfer to four-year colleges;
- (v) College of the Siskiyou must provide modernized facilities and programs that expand access to English, reading, math, science, language and fire science programs;
- (vi) College of the Siskiyou must provide facilities and programs that "connect" the College with all local high schools so that distance learning can be improved throughout the District;
- (vii) College of the Siskiyou must leverage local bond money to qualify for State matching funds so that more classrooms can be modernized and constructed with less local bond money;
- (viii) It would be less expensive to construct, upgrade and repair aging community college buildings and classrooms now, than in the future.

Project Status

Project Organization:

In early 2006, the firm of Nichols, Melburg and Rossetto were retained by the District to begin design of the upgrades of the residence halls and an Emergency Services Training Building.

Pace Engineering was awarded a contract to design utility upgrades to the campus sewer system and electrical supply to the campus needed to support the technology and building additions and upgrades resulting from the bond funds.

In September 2006, Parsons, 3D/I was awarded a contract to provide program management for the Bond program and to assist in obtaining additional state funding that might be available. The agreement also included project management and construction management for selected projects under the Bond and other funding sources.

In November 2006, Parsons suggested the preparation of an abbreviated Facility Master Plan to facilitate planning and insure that the phased construction projects were efficiently coordinated. Once the Facility Master Plan was completed the Bond Program was segmented into discrete projects.



ESTC – Emergency Services Training Center:

Project Scope:

This project is to provide a state of the art training facility for emergency services personnel. This will include Fire Fighters, EMT and Paramedics. This building will also be used for general education classroom space during the transition phase and needs to be completed before the demolition of the two buildings where the new Science Building is to be located.



RHSI – Rural Health Science Institute - on the Yreka Campus:

Project Scope:

Several Program scope development meetings were held through 2006. This included meetings with several 4 year institutions and Health Services facilities and potential training partners. The goal was to identify the programs that could best be served by this new facility and would feed into rather than compete with those partners.

The result of these meetings was a commitment from the COS staff to create an expandable facility that is flexible to accommodate several programs in the near future but to focus on relocation on the nursing program currently in marginal facilities on the Weed Campus.

As the Master Schedule for the Bond Program was developed the need to remove the nursing from the current location on the Weed Campus became a significant consideration. This resulted in acceleration of this project by one year to accommodate planned demolition of the Abner Weed Hall for construction of a new Science Building.

***Life Sciences Modernization or New Science Building
Project Scope:***

Initial programming meetings in 2006 were held with a focus on modernizing the existing Life Sciences Building to provide:

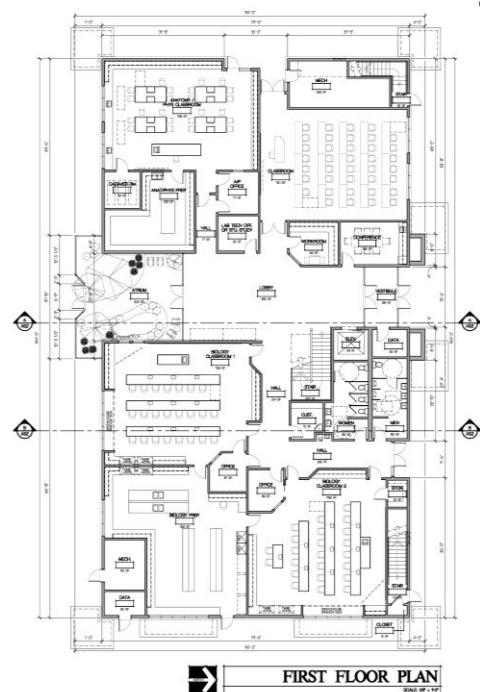
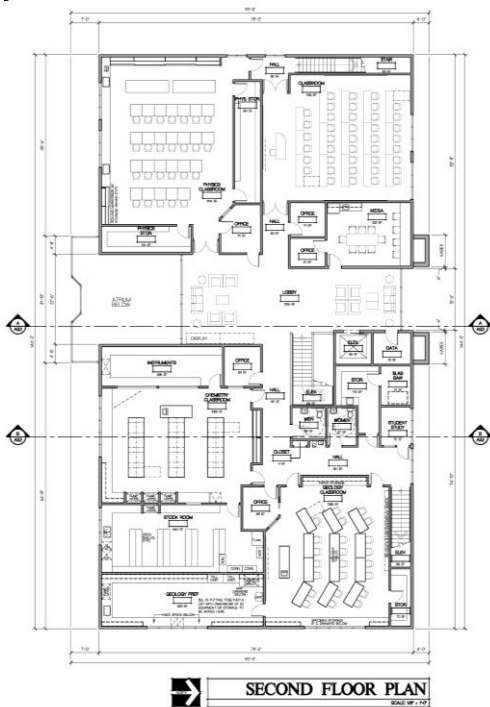
- One additional Laboratory for Chemistry
- ADA accessible Restrooms
- Improved HVAC and segregated ventilation for the Biology and Anatomy Laboratories.
- Improved security and safe access for chemical storage

This design activity demonstrated that in order to comply with current design standards the number of student stations per existing laboratory would have to be reduced. In November 2006 in a meeting with the Chancellor’s Office this problem was discussed and it was decided that based on the Life Safety issues the application for funding could qualify for Class A funding from the Chancellor’s Office. The criteria would require evaluation and selection of the lowest cost alternative to restore the required and previously supported number of student laboratory stations.

Three alternative solutions were identified and evaluated. The project that best supported these criteria was to construct a new building for all of the science laboratories that would accommodate the current design criteria. Several design-programming sessions were held to modify the earlier sessions and a Final Project Proposal was submitted to the Chancellor’s Office on March 1, 2007.

This building would be located on the site currently occupied by Green Shields Hall and Abner Weed Hall on the west side of campus. This site is consistent with the Facility Master Plan for a major new building on this site to form an access entry quad.

Because of the state of California’s budget issues this project was placed on hold in December 2008.



Progress This Reporting Period:

- The funding for design was held by the Chancellor’s Office until a state budget was approved by the California State Legislature in October.
- This project will be moved to the projects managed by COS staff and **will not** be under the scope of the Citizens’ Bond Oversight Committee since the project is fully funded by the Chancellor’s Office.

Planned Progress Next Reporting Period:

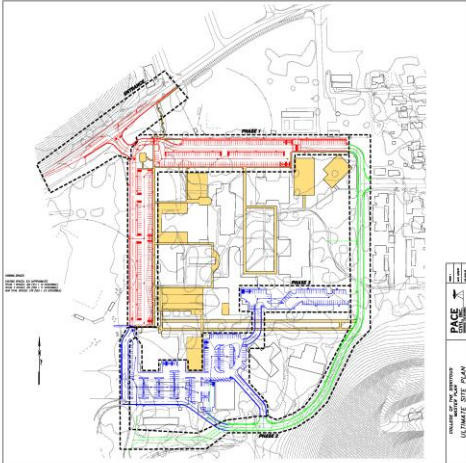
- Information related to the Science Building project will be presented to the Citizen’s Bond Oversight Committee only if necessary change orders exceed the Chancellor’s Office approved budget. If that occurs and the District needs to use Measure A funds to complete the project, the Citizen’s Bond Oversight committee will be presented with all the project details.

***Temporary Classrooms & Maintenance Building
Project Scope:***

This project has several goals:

1. Provide two classrooms as transition space until the Science Building is completed.
2. Provide Maintenance Office space after transition space is no longer needed.
3. Provide shower and locker space for maintenance department.
4. The building should be manufactured and capable of permanent installation with a 60 pound per square foot snow load.





Parking and Roads

Project Scope:

This project has several goals:

5. Re-align the Campus Entry from Campus Drive
6. Complete the loop road around the campus
7. Provide safe access to parking areas
8. Provide access to the student center for busses and delivery trucks
9. Formalize the vehicle drive areas and parking along the north fence line
10. Provide directional signage and entry statement monuments

Construction of an asphalt basketball court on the park grounds to ***replace one of the courts lost to the construction of the ESTC*** was included in the scope for this package because of its location adjacent to the north parking lot.



Well Water Tie-in and Well Control System

Project Scope:

- In the pursuit of LEED certification a small infrastructure improvement project has been defined to supply cooling water to the ESTC building.
- The scope of this project was to tie-in a new water well, provide a new pressure regulation surge tank and to convert one existing water well to a re-injection well along with upgraded controls and piping for tie-in and integration of the entire system.
- The scope also includes construction of a support building to house the controls and pressure tank out of the weather that will allow the demolition of the old pressure tank and shed structure.
- This project was bid and constructed separately but in parallel with the General Construction of the ESTC building

Project Schedule

Milestone Schedule:

<i>Item</i>	<i>Date</i>	<i>Completion/Status</i>
➤ PM/PM/CM Contract Award	<u>September 2006</u>	<u>Complete September 2006</u>
➤ Program Definition	<u>November 2006</u>	<u>Complete December 2006</u>
➤ Fire Technology Classroom		
▪ Design Complete	<u>December 2006</u>	<u>To DSA 3/2/07</u>
▪ Construction Start	<u>July 2007</u>	<u>Complete July 2007</u>
▪ Building Occupancy	<u>August 2008</u>	<u>Complete January. 2007</u>
▪ Contract Close out	<u>September 2008</u>	<u>Complete October 2008</u>
➤ Life Science Modernization (see New Science Building)		
▪ Design Complete	<u>December 2007</u>	<u>Deleted 5/20/07</u>
▪ Construction Start	<u>April 2008</u>	<u>N/A</u>
▪ Construction Completion	<u>August 2009</u>	<u>N/A</u>
➤ New Science Building		
▪ Design Complete	<u>December 2007</u>	<u>FPP 3/1/07</u>
▪ Design Funding Approved	<u>10/20/08</u>	
▪ Construction Start	<u>April 2008</u>	<u>Revised to April 2011</u>
▪ Construction Completion	<u>August 2009</u>	<u>Revised to August 2012</u>
➤ Emergency Services Training Center		
▪ Design Complete	<u>December 2007</u>	<u>To DSA 12/20/07</u>
▪ Construction Start	<u>April 2008</u>	<u>Complete 3/30/08</u>
▪ Building Occupancy	<u>August 2008</u>	<u>Complete January 2009</u>
▪ Project Completion	<u>October 2008</u>	<u>Complete February 2009</u>
➤ Rural Health Building (Yreka)		
▪ Design Complete	<u>December 2007</u>	<u>To DSA 12/21/07</u>
▪ Construction Start	<u>April 2008</u>	<u>Complete April 2008</u>
▪ Building Occupancy	<u>August 2009</u>	<u>Complete August 2009</u>
▪ Project Completion	<u>October 2009</u>	<u>Complete January 2010</u>
➤ Electrical Up-Grades		
▪ Design Complete	<u>December 2006</u>	<u>Complete 1/31/07</u>
▪ Materials on order	<u>April 2007</u>	<u>Complete April 2007</u>
▪ Construction Start	<u>June 2007</u>	<u>Complete May 2007</u>
▪ Project Completion	<u>August 2007</u>	<u>Complete August 2007</u>
➤ Locker Room Up-Grade		
▪ Design Complete	<u>April 2007</u>	<u>Complete May 2007</u>
▪ Materials on order	<u>May 2007</u>	<u>Complete June 2007</u>
▪ Construction Start	<u>June 2007</u>	<u>Complete June 2007</u>
▪ Building Occupancy	<u>August 2007</u>	<u>Complete September 2007</u>
▪ Contract Close out	<u>September 2007</u>	<u>Complete January 2008</u>

➤ **Maintenance/ Temporary Classroom Building**

▪ Design Complete	<u>December 2006</u>	<u>To Bid May 2007</u>
▪ Contract Award	<u>June 2007</u>	<u>Complete July 2007</u>
▪ Construction Start	<u>July 2007</u>	<u>DSA Approval April 2008</u>
▪ Building Occupancy	<u>January 2008</u>	<u>Complete January 2009</u>
▪ Contract Close out	<u>September 2008</u>	<u>Complete February 2009</u>
▪ Classroom A/V & Technology	<u>October 2008</u>	<u>Complete December. 2008</u>
▪ Project closeout	<u>October 2008</u>	<u>Complete February 2009</u>

➤ **Well Water Controls And Tie In**

• Design Complete	<u>March 2008</u>	<u>Completed May 2008</u>
• Materials on order	<u>May 2008</u>	<u>Complete July 2008</u>
• Construction Start	<u>June 2008</u>	<u>Complete July 2008</u>
• System Functional	<u>August 2008</u>	<u>Complete September 2008</u>
▪ Contract Close out	<u>September 2008</u>	<u>Complete November 2008</u>

➤ **Parking Lot Phase I Renovation:**

• Design Complete	<u>April 2008</u>	<u>Completed April 2008</u>
• Bid Construction Work	<u>May 2008</u>	<u>Completed May 2008</u>
• Construction Start	<u>May 2008</u>	<u>Completed May 2008</u>
• Parking Lot Functional	<u>August 2008</u>	<u>Complete August 2008</u>
▪ Contract Close out	<u>September 2008</u>	<u>Completed January 2009</u>

Project Budget

Original Budget:

The Board approved the initial Master Budget at the May 2007 Board Meeting. Updates to that budget have been presented regularly to the Board.

“Measure A” was passed on November 8, 2005 for \$31.4M. The first Bond Issue was authorized not to exceed \$15M. The revenue from that Bond issue was \$14,997,976.

As of January 31, 2007, a second Bond Issue for the remainder of the Measure A Bond was initiated by the college but was rejected by the Siskiyou County Comptroller’s Office. After several meetings a second Bond sale was authorized not to exceed \$10M. The revenue from that bond sale was \$9,998,688.

As of June 30, 2010, the interest for the funds on deposit added \$1,278,050. As of February 2010, Bond Anticipation Notes were issued as interim financing to complete bond projects. The total of these actions is a total funding available of \$27,274,469. A third Bond sale of the remaining \$6.4 million is anticipated by December 31, 2013 pending appropriate property values. Bond Projects scheduled to use these funds have been placed on hold pending this Bond sale.

As of June 30, 2010, a total of \$27,001,875 had been expended for Measure A Bond projects. With several projects having cost overruns and various change orders, the forecast cost at completion will exceed the projected funding by the time the Rural Health Sciences Institute is complete. In lieu of another bond sale, the District obtained a Bond Anticipation Note (BAN) in February 2010 to bridge the difference between actual bond revenues and bond expenditures. The BAN will mature in four years at which time the District will pursue the final \$6.4 million of the authorized bond.

Project account codes have been established for accounting expenditures for each of the Bond Projects.

Additional Funding on Bond Program Projects:

A Final Project Proposal (FPP) has been submitted to the Chancellor’s Office for \$13.9 M for a new Science Building.

While the proposed Science Building project is being funded by the State, any necessary change orders beyond the approved project budget will require the District to use Measure A funds to complete. Every effort is being made to minimize scope changes or change orders through careful and thoughtful design.

Forecast at Completion:

Project Bond Budget		\$31,400,000
		Plus Interest
Revenue from Bonds Issued	\$24,996,664	
Revenue from Bond		
Anticipation Notes (BAN)	998,755	
Interest Earned	<u>\$ 1,278,050</u>	
	\$27,273,469	
Projected Interest	<u>\$ 1,000</u>	
Total available (without Hold)	\$27,274,469	
Projected 3rd Bond Sale	<u>\$ 6,403,336</u>	
Total Revenue & Interest	\$33,677,805	

Construction Project Budgets

COS Projects (Paid to date)	\$ 6,130,869	
COS Projects (Remaining not on hold)	\$ 0	
3D/I Projects (Paid to date)	\$ 20,871,006	
Total Forecast at Completion		<u>\$27,001,875</u>
Payoff of BAN		1,225,000
*Unassigned Funds & Projected Interest		<u>\$ 0</u>
Total		\$28,226,875
Work Completed (Approved Payments)		\$27,001,875

Next Steps:

Upon approval by the Citizens' Bond Oversight Committee, this Annual Report will be presented to the Governing Board of the Siskiyou Joint Community College District at its next regularly scheduled meeting. It will also be posted on the Internet at:

<http://www.siskiyous.edu/bond/>

Copies will be made available to the public, either electronically or hard copy, by contacting any of the following:

Via U.S. Mail:

**Superintendent/President's Office
College of the Siskiyous
800 College Avenue
Weed, CA 96094**

Phone: 530-938-5200

Fax: 530-938-5506

By Email:

broomfield@siskiyous.edu

INDEPENDENT AUDITORS' REPORT

Board of Trustees
Siskiyou Joint Community College District
Weed, California

We have audited the accompanying schedule of proceeds and use of general obligation bonds (Election of 2005, Series A, B and C) of the Siskiyou Joint Community College District (District) for the period from July 1, 2009 through June 30, 2010. This schedule is the responsibility of the District's management. Our responsibility is to express an opinion on this schedule based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the schedule of proceeds and use of general obligation bonds is free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the schedule of proceeds and use of general obligation bonds. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall presentation of the schedule of proceeds and use of general obligation bonds. We believe that our audit provides a reasonable basis for our opinion.

As described in Note 2, the schedule of proceeds and use of general obligation bonds was prepared on the cash basis of accounting, which is a comprehensive basis of accounting other than generally accepted accounting principles.

In our opinion, the schedule of proceeds and use of general obligation bonds referred to in the first paragraph presents fairly, in all material respects, the proceeds and use of the District's General Obligation Bonds (Election of 2005, Series A, B and C) for the period from July 1, 2009 through June 30, 2010, on the basis of accounting described in Note 2.

Nystrom & Company LLP

November 29, 2010

INDEPENDENT AUDITORS' REPORT ON COMPLIANCE WITH
ARTICLE XIII A OF THE CONSTITUTION OF THE STATE
OF CALIFORNIA ON THE PROCEEDS AND USE OF GENERAL
OBLIGATION BONDS (ELECTION OF 2005, SERIES A, B AND C)

Board of Trustees
Siskiyou Joint Community College District
Weed, California

We have examined the Siskiyou Joint Community College District's compliance with Article XIII A of the Constitution of the State of California on the proceeds and use of general obligation bonds (Election of 2005, Series A, B and C) for the period from July 1, 2009 through June 30, 2010. The compliance requirements are as follows:

The Board of Trustees evaluated the list of specific projects to address the District's needs for safety and information technology.

Funds were properly expended for the specific projects on the Board of Trustee's published list.

Funds were used for financing the acquisition, construction and modernization of certain property and District facilities, and no funds were used for teacher and administrator salaries and other school operating expenses.

Management is responsible for Siskiyou Joint Community College District's compliance with those requirements. Our responsibility is to express an opinion on Siskiyou Joint Community College District's compliance based on our examination.

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants and, accordingly, included examining, on a test basis, evidence about Siskiyou Joint Community College District's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our examination provides a reasonable basis for our opinion. Our examination does not provide a legal determination on Siskiyou Joint Community College District's compliance with specified requirements.

In our opinion, Siskiyou Joint Community College District complied, in all material respects, with the aforementioned requirements for the period from July 1, 2009 through June 30, 2010.

This report is intended solely for the information and use of the District's management, the Board of Trustees, the Citizens' Bond Oversight Committee, and state regulatory officials and is not intended to be and should not be used by anyone other than these specified parties.

Nystrom & Company LLP

November 29, 2010