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**MARIN COMMUNITY COLLEGE DISTRICT
MEASURE B GENERAL OBLIGATION BONDS
PERFORMANCE AUDIT**

JUNE 30, 2024

**MARIN COMMUNITY COLLEGE DISTRICT
MEASURE B GENERAL OBLIGATION BONDS
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INDEPENDENT AUDITORS' REPORT

Citizens' Bond Oversight Committee for
Measure B and the Board of Trustees
Marin Community College District
Kentfield, California

We have conducted a performance audit of the Marin Community College District (the "District") Measure B General Obligation Bonds for the fiscal year then ended June 30, 2024.

The results of our tests indicated that, in all significant respects, Marin Community College District expended Measure B General Obligation Bond funds for the fiscal year then ended June 30, 2024 only for specific projects developed by the District's Board of Trustees and approved by the voters, in accordance with the requirements of Proposition 39, as specified by Section 1(b)(3)C of Article XIII A of the California Constitution.

We conducted our performance audit in accordance with *Government Auditing Standards* issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain sufficient, appropriate evidence to provide a reasonable basis for our conclusion based on our audit objectives. We believe that the evidence obtained provides a reasonable basis for our conclusions based on our audit objectives.

Our audit was limited to the objectives listed on page 3 of this report which includes determining the compliance with the performance requirements for the Proposition 39 Measure B General Obligation Bonds under the applicable provisions of Section 1(b)(3)(C) of Article XIII A of the California Constitution and Proposition 39 as they apply to the bonds and the net proceeds thereof. Management is responsible for the District's compliance with those requirements.

Solely to assist us in planning and performing our performance audit, we obtained an understanding of the internal controls of the District to determine if internal controls were adequate to help ensure the District's compliance with the requirements of Proposition 39, as specified by Section 1(b)(3)C of Article XIII A of the California Constitution. Accordingly, we do not express any assurance on the internal controls.

A handwritten signature in black ink that reads "CWDL, Certified Public Accountants".

San Diego, California
November 9, 2024

BACKGROUND INFORMATION

**MARIN COMMUNITY COLLEGE DISTRICT
MEASURE B GENERAL OBLIGATION BONDS
BACKGROUND INFORMATION
JUNE 30, 2024**

LEGISLATIVE HISTORY

On November 7, 2000, California voters approved Proposition 39, the Smaller Classes, Safer Schools and Financial Accountability Act. Proposition 39 amended portions of the California Constitution to provide for the issuance of general obligation bonds by school districts, community college districts or county offices of education "for the construction, reconstruction, rehabilitation or replacement of school facilities, including the furnishing and equipping of school facilities, or the acquisition or lease of real property for school facilities", upon approval by 55% of the electorate.

Education Code Section 15278 provides additional accountability measures:

1. A requirement that the school district establish and appoint members to an independent citizens' oversight committee.
2. A requirement that the school district expend bond funds only for the purposes described in Section 1(b)(3) of Article XIII A of the California Constitution, and ensuring that no funds are used for any teacher or administrative salaries or other school operating expenses.
3. A requirement to conduct an annual independent performance audit required by Section 1(b)(3)C of Article XIII A of the California Constitution.
4. A requirement to conduct an annual independent financial audit required by Section 1(b)(3)D of Article XIII A of the California Constitution.

MARIN COMMUNITY COLLEGE DISTRICT MEASURE B GENERAL OBLIGATION BONDS

The Marin Community College District, Marin County, California Election of 2016 General Obligation Bonds, Measure B were authorized at an election of the registered voters of the Marin Community College District held on June 7, 2016 at which more than fifty-five percent of the persons voting on the proposition voted to authorize the issuance and sale of \$265,000,000 principal amount of general obligation bonds of the District. The Bonds are being issued to finance the construction, rehabilitation and modernization of certain District property and facilities. The Bonds are general obligations of the District, payable solely from ad valorem property taxes. A summary of the text of the ballot language was as follows:

"To update and maintain College of Marin campuses that prepare students for 4-year universities and careers, shall Marin Community College District modernize classrooms, science, computer and biotechnology labs, repair, modernize and provide job-training classrooms, ensure classrooms meet earthquake, fire and safety codes, provide access for disabled students, and repair, construct, acquire, and equip classrooms, labs, sites and facilities by issuing \$265,000,000 in bonds, at legal rates, which cannot be taken by the State, with citizens' oversight and all funds staying local?"

PERFORMANCE AUDIT

**MARIN COMMUNITY COLLEGE DISTRICT
MEASURE B GENERAL OBLIGATION BONDS
OBJECTIVES, SCOPE, METHODOLOGY AND CONCLUSIONS
JUNE 30, 2024**

OBJECTIVES

The objective of our performance audit was to determine that the District expended Measure B General Obligation Bond funds for the fiscal year then ended June 30, 2024 only for the purposes approved by the voters and only on the specific projects developed by the District's Board of Trustees, in accordance with the requirements of Proposition 39, as specified by Section 1(b)(3)C of Article XIII A of the California Constitution.

SCOPE

The District provided to us a list of all Measure B General Obligation Bond project expenditures for the year ended June 30, 2024 (the "List"). The list of transactions represented \$32,856,507 in expenditures from July 1, 2023 through June 30, 2024.

METHODOLOGY

We performed the following procedures to the List of Measure B General Obligation Bond project expenditures for the fiscal year then ended June 30, 2024:

- Interviewed District management related to controls over planning, bidding, contracting, expenditure of bond funds and financial reporting and determined that controls have been put in place and are working as documented.
- Documented District procedures and controls over planning, bidding, contracting, expenditure of bond funds and financial reporting.
- Performed tests to determine that the District controls over planning, bidding, contracting, expenditure of bond funds and financial reporting have been put in place and are working as documented.
- Verified the mathematical accuracy of the List.
- Reconciled the List to total bond expenditures as reported by the District in the District's audited financial statements for the fiscal year then ended June 30, 2024, presented as the Measure B General Obligation Bond funds.
- We selected a sample of expenditures totaling \$26,663,654. The sample was selected to provide a representation across specific construction projects and vendors. The sample represented over 81.15% of the total expenditure value. Verified that the expenditures were for the approved projects and were expended for the construction, rehabilitation, or replacement of school facilities, including the furnishing and equipping of school facilities, or the acquisition or lease of real property for school facilities and that funds were not spent for District administrative or instructional salaries or other administrative expenses.

CONCLUSION

The results of our tests indicated that, in all significant respects, Marin Community College District expended Measure B General Obligation Bond funds for the fiscal year then ended June 30, 2024 only for the specific projects developed by the District's Governing Board and approved by the voters, in accordance with the requirements of Proposition 39, as specified by Section 1(b)(3)(C) of Article XIII A of the California Constitution.

**MARIN COMMUNITY COLLEGE DISTRICT
MEASURE B GENERAL OBLIGATION BONDS
SCHEDULE OF EXPENDITURES TESTED
JUNE 30, 2024**

Transaction Date	Vendor	Amount
July 01, 2023	Exp PPD, I0113460 Hefferman OCIP	\$ 243,041
July 19, 2023	CAE Healthcare	52,389
July 26, 2023	Perkins Eastman Architects DPC	27,413
August 21, 2023	Alten Construction, Inc	558,901
August 21, 2023	Alten Construction, Inc	1,200,026
August 24, 2023	A3GEO, Inc	46,934
September 28, 2023	Price-Simms Fairfield	101,121
October 02, 2023	Group 4 Architecture Research and P	240,000
October 09, 2023	Alten Construction, Inc	1,000,000
October 09, 2023	Alten Construction, Inc	349,909
October 16, 2023	Impact Sciences Inc	32,398
October 19, 2023	Alten Construction, Inc	524,765
October 26, 2023	Silverado Contractors	36,182
November 13, 2023	Alten Construction, Inc	1,000,000
November 13, 2023	Alten Construction, Inc	222,204
November 27, 2023	Alten Construction, Inc	800,000
November 28, 2023	Alten Construction, Inc	679,088
December 11, 2023	Alten Construction, Inc	2,000,000
December 11, 2023	Alten Construction, Inc	261,403
January 11, 2024	Alten Construction, Inc	2,500,000
February 06, 2024	W R Forde Associates	118,620
February 13, 2024	Alten Construction, Inc	2,000,000
February 13, 2024	Alten Construction, Inc	975,149
March 11, 2024	Alten Construction, LLC	2,000,000
March 11, 2024	Alten Construction, LLC	492,812
March 22, 2024	A3GEO, Inc	28,462
April 09, 2024	Alten Construction, LLC	2,000,000
April 09, 2024	Alten Construction, LLC	552,897
May 10, 2024	Ninyo And Moore	75,316
May 10, 2024	Arntz Builders Inc	342,807
May 16, 2024	Alten Construction, LLC	1,000,000
May 16, 2024	Alten Construction, LLC	457,191
June 04, 2024	Arntz Builders Inc	377,820
June 17, 2024	Alten Construction, LLC	1,000,000
June 17, 2024	Alten Construction, LLC	589,262
June 30, 2024	Arntz Builders Inc	383,135
June 30, 2024	Arntz Builders Inc	220,410
June 30, 2024	Alten Construction, LLC	2,050,700
June 30, 2024	Gilbane Building Company	95,744
June 30, 2024	Ann Kennedy Group Inc	27,557
TOTAL		\$ 26,663,654