

**NORTH ORANGE COUNTY
COMMUNITY COLLEGE DISTRICT
2002 ELECTION
GENERAL OBLIGATION BONDS**

FINANCIAL AND PERFORMANCE AUDITS

JUNE 30, 2007

**NORTH ORANGE COUNTY COMMUNITY COLLEGE DISTRICT
GENERAL OBLIGATION BOND CONSTRUCTION FUND**

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JUNE 30, 2007**

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**NORTH ORANGE COUNTY
COMMUNITY COLLEGE DISTRICT
GENERAL OBLIGATION BONDS**

FINANCIAL AUDIT

JUNE 30, 2007



INDEPENDENT AUDITORS' REPORT

Governing Board and Citizens' Oversight Committee
North Orange County Community College District
General Obligation Bond
Anaheim, California

We have audited the accompanying financial statements of the General Obligation Bond Construction Fund of the North Orange County Community College District as of the year ended June 30, 2007, as listed in the table of contents. These financial statements are the responsibility of the North Orange County Community College District's management. Our responsibility is to express an opinion on these financial statements 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 financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

As discussed in Note 1, the financial statements present only the General Obligation Bond Construction Fund and do not purport to, and do not, present fairly the financial position of the North Orange County Community College District as of June 30, 2007, and the changes in its financial position for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the General Obligation Bond Construction Fund of the North Orange County Community College District at June 30, 2007, and the changes in financial position thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Vavrinek, Trine, Day & Co., LLP

Rancho Cucamonga, California
January 17, 2008

**NORTH ORANGE COUNTY COMMUNITY COLLEGE DISTRICT
GENERAL OBLIGATION BOND CONSTRUCTION FUND**

**BALANCE SHEET
JUNE 30, 2007**

ASSETS

Investments	\$ 116,076,746
Accounts receivable	516,301
Total Assets	<u><u>\$ 116,593,047</u></u>

LIABILITIES AND FUND EQUITY

LIABILITIES

Accounts payable	\$ 16,300,129
Due to other funds	703,942
Total Liabilities	<u><u>17,004,071</u></u>

FUND EQUITY

Fund balance	
Designated	99,588,976
Total Liabilities and Fund Equity	<u><u>\$ 116,593,047</u></u>

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

**NORTH ORANGE COUNTY COMMUNITY COLLEGE DISTRICT
GENERAL OBLIGATION BOND CONSTRUCTION FUND**

**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGE
IN FUND BALANCE
FOR THE YEAR ENDED JUNE 30, 2007**

REVENUES

Local revenues \$ 7,215,702

EXPENDITURES

Current Expenditures

 Supplies and materials 23,057

 Services and operating expenditures 370,250

Capital outlay 52,963,987

Total Expenditures 53,357,294

EXCESS OF REVENUES OVER

(UNDER) EXPENDITURES (46,141,592)

FUND BALANCE, BEGINNING OF YEAR

145,730,568

FUND BALANCE, END OF YEAR

\$ 99,588,976

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

