

RESOLUTION NO. 14/15-01

RESOLUTION OF THE BOARD OF TRUSTEES OF THE NORTH
ORANGE COUNTY COMMUNITY COLLEGE DISTRICT
ORDERING AN ELECTION, AND ESTABLISHING
SPECIFICATIONS OF THE ELECTION ORDER

WHEREAS, the Board of Trustees (the “Board”) of the North Orange County Community College District (the “District”), representing Cypress College, Fullerton College, and the School of Continuing Education has determined that certain educational facilities and equipment at all of their locations need to be constructed, renovated, acquired and equipped, in a fiscally prudent manner, to enable the District to maintain Cypress College, Fullerton College, the School of Continuing Education, and the many community based locations of the District, as valuable community resources that provide an affordable, local education, offering educational opportunities to local students and veterans who desire to learn job skills and transfer to four-year universities; and

WHEREAS, since the costs of attending a U.C. and State college are becoming so expensive, more than six (6) times that of attending a community college, more students are relying on community colleges, such as Cypress College and Fullerton College, and the high quality, affordable college options they each provide; and

WHEREAS, in today’s tough economic times and competitive job environment, the District must continue providing important training and education for local residents entering the workforce for new professions and increase opportunities for local students to earn college credits, certifications and job skills at a reasonable price; and

WHEREAS, the District has supported our military veterans, many of whom have recently returned from war zones and face post-traumatic stress disorder and permanent disabilities and need better access to job placement programs and facilities, and need to be trained or retrained as they enter the civilian workforce; and

WHEREAS, the District has initiated cost saving programs, including installing energy management systems to save money and maximizing facility use to reduce costs, and has redirected those savings to support instructional programs; and

WHEREAS, notwithstanding ongoing efforts to obtain sufficient facility money from the State, the State has been unable to provide the District with enough money for the District to adequately improve each of Cypress and Fullerton Colleges for all their students and that State facility funding is increasingly conditioned on the District’s ability to locally fund a portion of the costs of college campus upgrades in a fiscally prudent manner; and

WHEREAS, such a local measure will include mandatory taxpayer protections, including an independent citizens’ oversight of all funds and mandatory annual financial audits to ensure funds are spent only as authorized; and

WHEREAS, the Board and District has solicited stakeholder and community input on priorities from students, faculty, staff, business and civic leaders, and the community; and

WHEREAS, in the judgment of the Board, it is advisable to provide additional funding for attaining these goals, especially for training a qualified workforce to keep high paying jobs in our area and attract more high-tech jobs; and to improve facilities for course opportunities in nursing, science, technology, engineering, math and technical jobs training facilities by means of a general obligation bond issued in a financially prudent manner; and

WHEREAS, Proposition 46, approved by the voters of the State of California on June 3, 1986 (“Proposition 46”), amended Section 1(b) of Article XIII A of the California Constitution by adding a provision which exempts from the 1% of full cash value limitation, those *ad valorem* taxes used to pay for debt service on any bonded indebtedness for the acquisition or improvement of real property approved on or after July 1, 1978, by two-thirds of the votes cast by voters voting on the proposition; and

WHEREAS, on November 7, 2000, the voters of California approved the Smaller Classes, Safer Schools and Financial Accountability Act (“Proposition 39”) which reduced the voter threshold for *ad valorem* tax levies used to pay for debt service or bonded indebtedness to 55% of the votes cast on a community college district general obligation bond; and

WHEREAS, concurrent with the passage of Proposition 39, Chapter 1.5, Part 10, Division 1, Title 1 (commencing with Section 15264) of the Education Code (the “Act”) became operative and established requirements associated with the implementation of Proposition 39; and

WHEREAS, the Board desires to make certain findings herein to be applicable to this election order and to establish certain performance audits, standards of financial accountability and citizen oversight which are contained in Proposition 39 and the Act; and

WHEREAS, the Board determines that, in accordance with Opinion No. 04-110 of the Attorney General of the State of California, the restrictions in Proposition 39, which prohibit any bond money to be used for administrator salaries and other operating expenses of the District shall be strictly enforced by the District’s Citizens’ Oversight Committee; and

WHEREAS, pursuant to Education Code Section 15270, based upon a projection of assessed property valuation, the Board has determined that, if approved by voters, the tax rate levied to meet the debt service requirements of the bonds proposed to be issued will not exceed the Proposition 39 limits per year per \$100,000 of assessed valuation of taxable property; and

WHEREAS, Section 9400 *et seq.* of the Elections Code of the State of California (the “Elections Code”) requires that a tax rate statement be contained in all official materials, including any ballot pamphlet prepared, sponsored or distributed by the District, relating to the election; and

WHEREAS, the Board now desires to authorize the filing of a ballot argument by community members in favor of the proposition to be submitted to the voters at the election; and

WHEREAS, pursuant to the California Elections Code, it is appropriate for the Board to request consolidation of the election with any and all other elections to be held on November 4, 2014, and to request each of the Orange County Registrar of Voters and the Los Angeles County Registrar of Voters to perform certain election services for the District; and

WHEREAS, in the judgment of the Board, it is advisable to request each of the Orange County Registrar of Voters and the Los Angeles County Registrar of Voters to call an election pursuant to Proposition 39 on the question of whether general obligation bonds shall be issued and sold on behalf of the District for purposes set forth below.

NOW THEREFORE, THE BOARD OF TRUSTEES OF THE NORTH ORANGE COUNTY COMMUNITY COLLEGE DISTRICT DOES HEREBY RESOLVE, DETERMINE AND ORDER AS FOLLOWS:

Section 1. That the Board, pursuant to Education Code Sections 15100 *et seq.*, Sections 15264 *et seq.* and Government Code Section 53506, hereby requests each of the Orange County Registrar of Voters and the Los Angeles County Registrar of Voters to call an election under the provisions of Proposition 39 and the Act and submit to the electors of the District the question of whether bonds of the District in the aggregate principal amount of \$574,000,000 (the “Bonds”) shall be issued and sold to raise money for the purposes described in Exhibits “A” and “B” hereto. Both exhibits are directed to be printed in the voter sample ballot pamphlet.

Section 2. That the date of the election shall be November 4, 2014.

Section 3. That the purpose of the election shall be for the voters in the District to vote on a proposition, a copy of which is attached hereto and marked Exhibit “A” and incorporated by reference herein, containing the question of whether the District shall issue the Bonds to pay for improvements to the extent permitted by such proposition. In compliance with Proposition 39 and the Act, the ballot proposition in Exhibit “A” is subject to the following requirements and determinations:

(a) the proceeds of the sale of the Bonds shall only be used for the purposes set forth in the ballot measure and not for any other purpose, including faculty and administrator salaries and other college operating expenses;

(b) that the Board, in compliance with Proposition 39, and in establishing the projects set forth in Exhibit “B”, evaluated the needs of returning veterans, safety, enrollment trends, class size reduction, class availability, information technology and technical job training facilities of the District;

(c) that the Board will cause to be conducted an annual, independent performance audit to ensure that the Bond moneys get expended for the projects identified in Exhibits “A” and “B” hereto;

(d) that the Board will cause an annual, independent financial audit of the proceeds from the sale of Bonds to be conducted until all of the Bond proceeds have been expended and accounted for;

(e) that the Board will cause the appointment of a Citizens’ Oversight Committee in compliance with Education Code Section 15278 no later than 60 days after the Board enters the election results in its minutes pursuant to Education Code Section 15274. The Citizens’ Oversight Committee shall initially consist of at least seven (7) members and at no time consist of less than seven (7) members, with the possible exception of brief periods to fill any unexpected vacancies. The Citizens’ Oversight Committee may not include any employee or official of the District or any

vendor, contractor or consultant of the District. The Citizens' Oversight Committee shall include all of the following: One (1) member who is active in a business organization representing the business community located within the District; One (1) member who is active in a senior citizens' organization; One member who is active in a bona fide taxpayer association. In furtherance of its specifically enumerated purposes, the Citizens' Oversight Committee may engage in any of the following activities relating solely and exclusively to the expenditure of the Proposition 39 bond proceeds:

(i) Receive and review copies of the annual, independent financial and performance audits performed by independent consultant(s);

(ii) Inspect District facilities and grounds to ensure that Proposition 39 bond revenues are expended in compliance with applicable law;

(iii) Receive and review copies of all scheduled maintenance proposals or plans developed by the District;

(iv) Review efforts of the District to maximize Proposition 39 bond revenues by implementing cost-saving programs;

(f) that the tax levy authorized to secure the bonds of this election shall not exceed the Proposition 39 limits per \$100,000 of taxable property in the District when assessed valuation is projected by the District to increase in accordance with Article XIII A of the California Constitution;

(g) that the Board will use bond proceeds for capital facilities and modernization projects and not for maintenance of school facilities but rather pay those costs from operation revenues;

(h) that for as long as bonds are outstanding, the Board annually plans to budget 2-3% of the fiscal year's General Fund revenues for maintenance of facilities; and

(I) that any bonds issued will not have a maturity date beyond the useful life of the projects being financed.

Section 4. That the authority for ordering the election is contained in Education Code Sections 15100 *et seq.*, 15340 *et seq.* and 15264 *et seq.* and Government Code Section 53506.

Section 5. That the authority for the specifications of this election order is contained in Section 5322 of the Education Code.

Section 6. That the Orange County Registrar of Voters, the Orange County Board of Supervisors, the Los Angeles County Registrar of Voters and the Los Angeles County Board of Supervisors are hereby requested to consolidate the election ordered hereby with any and all other elections to be held on November 4, 2014 within the District.

Section 7. That this Resolution shall stand as the "order of election" to each of the Orange County Registrar of Voters and the Los Angeles County Registrar of Voters to call an election within the boundaries of the District on November 4, 2014.

Section 8. That the Secretary of the Board is hereby directed to send a certified copy of this Resolution to each of the Orange County Registrar of Voters and the Los Angeles County Registrar of Voters no later than August 8, 2014.

Section 9. That the bonds shall be issued pursuant to Section 15300 *et seq.* of the Education Code or issued pursuant to Section 53506 of the Government Code. The maximum rate of interest on any bond shall not exceed the maximum rate allowed by Education Code Sections 15140 to 15143, as modified by Government Code Section 53531. The Board approves the filing of a Tax Rate Statement and primary and rebuttal arguments, as appropriate, and directs their publication in accordance with the requirements of the Elections Code.

Section 10. That the Board requests the governing body of any such other political subdivision, or any officer otherwise authorized by law, to partially or completely consolidate such election and to further provide that the canvass be made by any body or official authorized by law to canvass the returns of the election, and that the Board consents to such consolidation.

Section 11. Pursuant to Section 5303 of the Education Code and Section 10002 of the Elections Code, the Boards of Supervisors of Orange County and Los Angeles County are requested to permit their respective Registrar of Voters to render all services specified by Section 10418 of the Elections Code relating to the election, for which services the District agrees to reimburse each of Orange County and Los Angeles County, such services to include the publication of a Formal Notice of School Bond Election and the mailing of the sample ballot and tax rate statement (described in Section 9401 of the Elections Code) pursuant to the terms of Section 5363 of the Education Code and Section 12112 of the Elections Code.

ADOPTED, SIGNED AND APPROVED this 22nd day of July, 2014.

BOARD OF TRUSTEES OF THE NORTH
ORANGE COUNTY COMMUNITY COLLEGE
DISTRICT

By _____
Board President

Attest:

Secretary

EXHIBIT A

“FULLERTON/CYPRESS COLLEGES REPAIR AND STUDENT/VETERAN JOB TRAINING MEASURE. To upgrade nursing, science, technology, engineering, math/technical job training facilities, repair decaying walls/leaky roofs, update outdated computer technology, fire safety/electrical systems, ensure disabled accessibility, repair, construct, acquire facilities, sites/equipment so local students/returning veterans are prepared for universities/jobs, shall North Orange County Community College District issue \$574,000,000 in bonds at legal rates, with audits, oversight and NO money for administrators’ salaries, pensions or Sacramento?”

Bonds - Yes

Bonds – No

EXHIBIT B
FULL TEXT BALLOT PROPOSITION
NORTH ORANGE COMMUNITY COLLEGE DISTRICT
BOND MEASURE ELECTION NOVEMBER 4, 2014

“FULLERTON/ CYPRESS COLLEGES REPAIR AND STUDENT/VETERAN JOB TRAINING MEASURE. To upgrade nursing, science, technology, engineering, math/technical job training facilities, repair decaying walls/leaky roofs, update outdated computer technology, fire safety/electrical systems, ensure disabled accessibility, repair, construct, acquire facilities, sites/equipment so local students/returning veterans are prepared for universities/jobs, shall North Orange County Community College District issue \$574,000,000 in bonds at legal rates, with audits, oversight and NO money for administrators’ salaries, pensions or Sacramento?”

Bonds - Yes

Bonds – No

PROJECTS

The Board of Trustees of the North Orange County Community College District, to be responsive to the needs of its community, evaluated each of Cypress College’s, Fullerton College’s and the School of Continuing Education’s urgent and critical facility needs, and its capacity to provide students, active military, and **Veterans with support** facilities, an **affordable education** and prepare them for success in **college** and careers. **Technical job training** facilities, safety issues, class size and offerings, and information and computer technology were each considered in developing the scope of projects to be funded, as such are outlined in the District’s 2011 Comprehensive Master Plan, incorporated herein by reference in its entirety (the “Master Plan”), and available for review on the District’s website (www.nocccd.edu). In developing the scope of projects, the faculty, staff, students and community have prioritized nursing, science, technology, engineering and math facilities, facilities supporting Veterans, and the expansion of opportunities for an affordable, quality education. In the course of developing the Master Plan public input was received from many constituents. It was concluded that if these facility needs were not addressed now, the District’s Colleges would be unable to remain competitive in preparing students for jobs in high demand industries and university transfer. The Board concluded that the longer they waited to repair and upgrade the Colleges the more expensive it would be. **In implementing the Master Plan, the Board of Trustees determines that Cypress College, Fullerton College and the School of Continuing Education MUST:**

- (i) **Improve nursing, science, technology, engineering, math and technical job training facilities;**
- (ii) **Train a qualified workforce to keep high paying jobs in our areas and attract more high-tech jobs;**
- (iii) **Prepare local students and returning Veterans for university and jobs;**
- (iv) **Provide local students with an affordable, low-cost, high-quality education;**
- (v) **Improve educational resources and support services for Veterans;**
- (vi) **Adhere to stringent FISCAL ACCOUNTABILITY safeguards including:**
 - (a) **Sacramento will be prohibited from taking any of the funds raised,**

- (b) All expenditures will be subject to annual independent financial audits,
- (c) No funds will be used for administrators' salaries and pensions,
- (d) ALL FUNDS WILL BE SUBJECT TO LOCAL CONTROL,
- (e) An independent citizens' oversight committee will be appointed to ensure that all funds are spent only as authorized.

CYPRESS COLLEGE

Academic Facility and Technology Upgrade Projects to HELP Students and VETERANS Transfer to Four-Year Universities or be Trained For High Paying JOBS

Goal and Purpose: Cypress College has a strong relationship with Los Alamitos Joint Forces Training Base and serves many local military veterans and their families. Many of them have recently returned from war zones and face challenges including post-traumatic stress disorder and permanent disabilities. This measure will upgrade and expand veterans services and facilities to ensure that returning service members receive the support they need to complete their education and enter the civilian workforce.

Further, with our area's employment opportunities expected to improve, this measure will allow Cypress College to provide more courses in emerging fields with added space and updated technology so that local students will develop the skills required to be competitive for high-skill positions at local businesses such as Toyota, Los Alamitos Medical Center and Kaiser.

- Upgrade facilities for career training in well-paying careers and transfer to universities.
- Improve facilities for course opportunities in nursing, science, technology, engineering and math and technical job training facilities.
- Install additional electrical service capacity to improve computer technology and Internet access.
- Upgrade technical training classrooms, labs and equipment to train qualified workforce to keep high paying jobs in our area and attract more high-tech jobs.
- Upgrade educational support facilities for Veterans.
- Upgrade and replace existing information technology, computers, infrastructure and network systems to improve efficiency and increase capacity.
- Upgrade and expand telecommunications, internet and network connections.
- Upgrade academic buildings to expand nursing, health-related careers, and technical job training.

Basic Repair and Construction Projects to Provide Greater Access to an AFFORDABLE EDUCATION

Goal and Purpose: Since the cost of attending a public university has risen to as much as six (6) times that of attending Cypress College, students rely on Cypress to save as much as

\$40,000 in tuition on their way to a four-year degree. Therefore, keeping Cypress College's facilities upgraded will increase opportunities for local students to earn college credits, certificates and job skills at a reasonable price without being saddled with high interest loans for most of their lives.

- Prepare local students and returning Veterans for university and jobs.
- Repair decaying walls, drainage systems, lighting, heating, ventilation systems and leaky roofs.
- **Remove hazardous materials.**
- Implement ADA accessibility improvements throughout the campus' buildings, classrooms, and other facilities to ensure availability to persons with disabilities.
- Install and repair fire safety equipment including alarms, smoke detectors, sprinklers, emergency lighting and fire safety doors.
- Upgrade outdated electrical systems and wiring for computer technology and Internet access.
- Renovate, repair or replace outdated laboratories, classrooms, training centers and support facilities, many of which were built 50-60 years ago.
- **Upgrade**, update and replace **technology** and hardware systems.
- Upgrade and replace classroom instructional equipment.

FULLERTON COLLEGE

Academic Facility and Technology Upgrade Projects to HELP Students and VETERANS Transfer to Four-Year Universities or be Trained For High Paying JOBS

Goal and Purpose: Fullerton College serves many local military veterans and their families. Many of them have recently returned from war zones and face challenges including post-traumatic stress disorder and permanent disabilities. This measure will upgrade and expand veterans services and facilities to ensure that returning service members receive the support they need to complete their education and enter the civilian workforce.

Further, with our area's employment opportunities expected to improve, this measure will allow Fullerton College to provide more courses in emerging fields with added space and updated technology so that local students will develop the skills required to be competitive for high-skill positions at local businesses such as Alcoa, Disney and Knotts Berry Farm.

- **Upgrade and expand facilities for career training in well-paying careers and transfer to universities.**
- **Improve facilities for course opportunities in science, technology, engineering and math and technical job training facilities.**
- Install additional electrical service capacity to improve computer technology and Internet access.
- Upgrade technical training classrooms, labs and equipment to train qualified workforce to keep high paying jobs in our area and attract more high-tech jobs.
- **Upgrade educational support facilities for Veterans.**

- Upgrade and replace existing information technology, computers, infrastructure and network systems to improve efficiency and increase capacity.
- Upgrade and expand telecommunications, internet and network connections.
- Upgrade academic buildings to expand technical job training.

**Basic Repair and Construction Projects To
Provide Greater Access to an AFFORDABLE EDUCATION**

Goal and Purpose: Since the cost of attending a public university has risen to as much as six (6) times that of attending Fullerton College, students rely on Fullerton to save as much as \$40,000 in tuition on their way to a four-year degree. Therefore, keeping Fullerton College's facilities upgraded will increase opportunities for local students to earn college credits, certificates and job skills at a reasonable price without being saddled with high interest loans for most of their lives.

- Prepare local students and returning Veterans for university and jobs.
- Repair decaying walls, drainage systems, lighting, heating, ventilation systems and leaky roofs.
- **Remove hazardous materials.**
- Construct more classroom space.
- Implement ADA accessibility improvements throughout the campus' buildings, classrooms, and other facilities to ensure availability to persons with disabilities.
- Install and repair fire safety equipment including alarms, smoke detectors, sprinklers, emergency lighting and fire safety doors.
- Upgrade outdated electrical systems and wiring for computer technology and Internet access.
- Renovate, repair or replace outdated laboratories, classrooms, training centers and support facilities, many of which were built 50-60 years ago.
- **Upgrade**, update and replace **technology** and hardware systems.
- Upgrade and replace classroom instructional equipment.

* * *

The listed projects will be completed as needed. Each project is assumed to include its share of furniture, equipment, architectural, engineering, and similar planning costs, program/project management, staff training expenses and a customary contingency. In addition to the listed projects stated above, the Project List also includes the acquisition of a variety of instructional, maintenance and operational equipment, including the reduction or retirement of outstanding lease obligations and interim funding incurred to advance fund projects from the Project List, payment of the costs of preparation of all facility planning, facility studies, assessment reviews, facility master plan preparation and updates, environmental studies (including environmental investigation, remediation and monitoring), design and construction documentation, and temporary housing of dislocated college activities caused by construction projects. In addition to the projects listed above, repair,

renovation and construction projects may include, but not be limited to, some or all of the following: renovate student and staff restrooms; replace aging electrical and plumbing systems; repair and replace heating and ventilation systems; upgrade of facilities for energy efficiencies, including photovoltaic/solar installations; repair and replace worn-out and leaky roofs, windows, walls doors and drinking fountains; remove outdated buildings and construct new classrooms and support buildings; install wiring and electrical systems to safely accommodate computers, technology and other electrical devices and needs; upgrade facilities to meet current earthquake safety standards; repair and replace fire alarms, emergency communications and security systems; upgrade, resurface, replace or relocate hard courts, gyms, athletic facilities, fields, turf and irrigation systems; upgrade classrooms; upgrade existing parking lots/garages; repair, upgrade and install interior and exterior lighting systems; replace water and sewer lines and other plumbing systems; improve water conservation and energy efficiency; replace elevators; replace outdated security systems; replace existing window systems with energy efficient systems to reduce costs; replace outdated heating and ventilation systems; improve insulation, weather proofing and roofs to reduce costs; improve access for the disabled; install and repair fire safety equipment, including alarms, smoke detectors, sprinklers, emergency lighting, and fire safety doors; inspect for/repair gas pipe leaks, replace broken concrete walks, deteriorated asphalt; replace/upgrade existing signage, bells and clocks; install new security systems, such as security (surveillance) cameras, outdoor lighting, fencing, gates and classroom door locks; replace sewer lines and improve drainage systems to prevent flooding; upgrade roadway and pedestrian paths for improved safety and access for emergency vehicles, site parking, utilities and grounds. The upgrading of technology infrastructure includes, but is not limited to, wireless systems, LCD projectors, portable interface devices, servers, security, switches, routers, modules, sound projection systems, laser printers, virtualized labs, digital white boards, smart classrooms, document projectors, upgrade voice-over-IP, data storage systems, call manager and network security/firewall, and other miscellaneous equipment. At the **School of Continuing Education**, the Project List includes, but is not limited to, classrooms reconfigurations, facilities and technology upgrades, and electrical system upgrades to handle modern technology. In addition, at the Anaheim Campus of the School of Continuing Education, the Project List includes renovation of the Main Tower building renovations, parking lot and site improvements. At Cypress College, the Project List includes, but is not limited to, renovations of the science/math building, improvement of ADA access, renovation of other academic buildings for technology education, fine arts, planetarium, business education, theatre arts and library. At Fullerton College, the Project List includes, but is not limited to, upgrades to facilities for business education, humanities, large lectures or performances, science instruction, student services and administration, as well as the construction of new maintenance buildings, parking structure, instructional buildings, music and drama and science labs.

The allocation of bond proceeds will be affected by the District's receipt of State matching funds and the final costs of each project. In the absence of State matching funds, which the District will aggressively pursue to reduce the District's share of the costs of the projects, the District will not be able to complete some of the projects listed above. Some projects may be undertaken as joint use projects in cooperation with other local public or non-profit agencies. The budget for each project is an estimate and may be affected by factors beyond the District's control. The final cost of each project will be determined as plans and construction documents are finalized, construction bids are received, construction contracts are awarded and projects are completed. Based on the final costs of each project, certain of the projects described above may be delayed or may not be completed. Demolition of existing facilities and reconstruction of facilities scheduled for repair and upgrade may occur, if the Board determines that such an approach would be more cost-effective in creating more enhanced and operationally efficient campuses. Necessary site preparation/restoration may occur in connection with new construction, renovation or remodeling, or installation or removal of relocatable classrooms, including ingress and egress, removing, replacing, or installing irrigation, utility lines,

trees and landscaping, relocating fire access roads, and acquiring any necessary easements, licenses, or rights of way to the property. Proceeds of the bonds may be used to pay or reimburse the District for the cost of District staff (not administrators) when performing work on or necessary and incidental to bond projects. Bond proceeds shall only be expended for the specific purposes identified herein. The District shall create an account into which proceeds of the bonds shall be deposited and comply with the reporting requirements of Government Code § 53410.

NO ADMINISTRATOR SALARIES. PROCEEDS FROM THE SALE OF THE BONDS AUTHORIZED BY THIS PROPOSITION SHALL BE USED ONLY FOR THE ACQUISITION, CONSTRUCTION, RECONSTRUCTION, REHABILITATION, OR REPLACEMENT OF SCHOOL FACILITIES, INCLUDING THE FURNISHING AND EQUIPPING OF SCHOOL FACILITIES, AND NOT FOR ANY OTHER PURPOSE, INCLUDING FACULTY AND COLLEGE ADMINISTRATOR SALARIES, PENSIONS AND OTHER OPERATING EXPENSES.

FISCAL ACCOUNTABILITY. THE EXPENDITURE OF BOND MONEY ON THESE PROJECTS IS SUBJECT TO STRINGENT FINANCIAL ACCOUNTABILITY REQUIREMENTS. BY LAW, PERFORMANCE AND FINANCIAL AUDITS WILL BE PERFORMED ANNUALLY, AND ALL BOND EXPENDITURES WILL BE MONITORED BY AN INDEPENDENT CITIZENS' OVERSIGHT COMMITTEE TO ENSURE THAT FUNDS ARE SPENT AS PROMISED AND SPECIFIED. THE CITIZENS' OVERSIGHT COMMITTEE MUST INCLUDE, AMONG OTHERS, REPRESENTATION OF A BONA FIDE TAXPAYERS ASSOCIATION, A BUSINESS ORGANIZATION AND A SENIOR CITIZENS ORGANIZATION. NO DISTRICT EMPLOYEES OR VENDORS ARE ALLOWED TO SERVE ON THE CITIZENS' OVERSIGHT COMMITTEE.