

Compton Community College District
Los Angeles County, California

2015-16 Continuing Disclosure Annual Report

March 14, 2017



Compton Community College District
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Compton, CA 90221
Attn: Chief Business Officer

Table of Contents

I.	Issues Covered	3
II.	Audited Financial Statements	3
III.	Enrollment (Full Time Equivalent Students).....	4
IV.	Outstanding Indebtedness.....	4
V.	Current Year Unrestricted General Fund Budget.....	5
VI.	State Funding	5
VII.	Assessed Valuations	5
VIII.	Top Taxpayers	6

I. Issues Covered

The Compton Community College District (“District”) is providing this 2015-16 Continuing Disclosure Annual Report pursuant to the requirements of the Continuing Disclosure Agreements for the following issues, for the fiscal year ending June 30, 2016 (“2015-16 Continuing Disclosure Annual Report”):

Base CUSIP Number	Issue Name
204709	\$41,000,000 General Obligation Bonds Election of 2002, Series 2004A, dated 1/30/04
204709	\$15,000,000 (Bank Qualified) General Obligation Bonds Election of 2006, Series 2009B, dated 9/9/09
204709	\$15,001,122.25 General Obligation Bonds, Election of 2002 Series 2012C, dated 4/10/12
204709	\$14,470,000 2012 General Obligation Refunding Bonds, dated 10/18/12
204709	\$16,554,972.10 General Obligation Bonds, Election of 2002, Series 2013D, dated 11/26/13
204709	\$17,010,000 2014 General Obligation Refunding Bonds, dated 4/9/2014
204709	\$13,100,000 2015 General Obligation Refunding Bonds, dated 10/27/15

II. Audited Financial Statements

The District’s audited financial statements for the 2015-16 fiscal year (“2015-16 audit”) have previously been filed at the MSRB website: <http://emma.msrb.org>.

III. Enrollment (Full Time Equivalent Students)

The District’s Enrollment (Full Time Equivalent Students – “FTES”) information for the last four fiscal years, along with projected FTES for the current fiscal year.

<u>Fiscal Year</u>	<u>FTES</u>
2012-13	6,000
2013-14	6,060
2014-15	5,217
2015-16	6,000
2016-17 ¹	6,000

IV. Outstanding Indebtedness

Information regarding the District’s outstanding indebtedness as of June 30, 2016 can be found in the 2015-16 audit. This information is summarized below.

As of June 30, 2016, the District had the following long-term obligations:

<u>Description</u>	<u>Balance</u>
Bonds and Notes Payable	
General obligation bonds	\$ 79,396,267
Bond premium	4,995,169
Note payable ²	<u>12,070,296</u>
Total Bonds and Notes Payable	<u>\$ 96,461,732</u>
Other Liabilities	
Compensated absences	\$ 1,082,332
Claims liability	1,272,247
Aggregate pension liability	26,546,930
Other post-employment benefits	<u>6,811,564</u>
Total Other Liabilities	<u>\$ 35,713,073</u>
TOTAL LONG-TERM OBLIGATIONS	<u>\$132,174,805</u>

The District had no other long-term debt outstanding as of June 30, 2016.

¹ Projected year totals from 2nd Quarterly Financial Status Report

² Assembly Bill 318 appropriated \$30 million to the Board of Governors of the California Community Colleges as an emergency apportionment to finance, among other things, activities described in Article 5 of Chapter 5, Part 46 of the Education Code. The balance available to the District is \$12,103,200. The financing does not constitute a borrowing, but is instead an advance apportionment subject to repayment with interest. During the 2015-2016 year, the District was able to negotiate and obtain a refinancing of a lower interest rate associated with this advance. The interest rate paid by the District prior to this refinance ranged 1.377 percent to 5.214 percent. After the refinancing, the interest rate on the remaining balance is 2.307 percent, resulting in a savings of \$966,000 in interest payments for the District. At June 30, 2016, the District had received \$17,896,800 with \$12,070,296 outstanding.

V. Current Year Unrestricted General Fund Budget

The 2016-17 Final Budget has been filed at the MSRB website: <http://emma.msrb.org>. The budgeted unrestricted general fund revenues and expenditures have been summarized below:

<u>UNRESTRICTED GENERAL FUND</u>	<u>2016-17 BUDGET</u>
BEGINNING FUND BALANCE	\$ 11,635,437
Total Revenues	35,280,201
Total Beginning Fund Balance and Revenues	46,915,638
Total Expenditures	35,417,960
Other Financing Sources (Uses)	<u>(2,342,704)</u>
ENDING FUND BALANCE	<u>\$ 9,154,974</u>

VI. State Funding

State funding received by the District for the 2015-16 fiscal year can be found in various sections throughout the 2015-16 audit.

VII. Assessed Valuations

Below are the assessed valuations of taxable property in the District for the past five fiscal years:

<u>District's Fiscal Year</u>	<u>Local Secured</u>	<u>Utility</u>	<u>Unsecured</u>	<u>Total</u>
2012-13	\$15,177,406,534	\$2,101,609	\$1,118,835,272	\$16,298,343,415
2013-14	15,504,912,387	2,100,823	1,155,203,282	16,662,216,492
2014-15	16,179,868,824	2,100,814	1,221,493,801	17,403,463,439
2015-16	17,001,358,438	1,929,145	1,195,113,495	18,198,401,078
2016-17	17,972,949,273	1,929,127	1,257,343,477	19,232,221,877

Source: California Municipal Statistics, Inc.

VIII. Top Taxpayers

Largest 2016-17 Local Secured Taxpayers

	<u>Property Owner</u>	<u>Primary Land Use</u>	<u>2016-17 Assessed Valuation</u>	<u>% of Total (1)</u>
1.	Prologis LP	Industrial	\$ 297,503,053	1.66%
2.	Carson Dominguez Properties LP	Industrial	154,925,355	0.86
3.	AMB Property LP	Industrial	152,504,215	0.85
4.	Watson Partners LP	Industrial	123,888,703	0.69
5.	General Mills Operations Inc.	Industrial	121,076,799	0.67
6.	Home Depot Center Anschulz So Ca Sports	Sports Arena	111,185,571	0.62
7.	PR I Dominguez Hills	Industrial	102,560,274	0.57
8.	Ralph's Grocery Co.	Industrial	91,873,700	0.51
9.	Paramount Logistics LLC	Industrial	86,759,641	0.48
10.	South Bay Industrials Co. LLC	Industrial	82,468,149	0.46
11.	Avanath Northpointe LP	Apartments	81,829,150	0.46
12.	Weber Metals Inc.	Industrial	81,630,066	0.45
13.	Comref So Ca Industrial LLC	Industrial	63,917,380	0.36
14.	SC ROC III Enclave LLC	Apartments	61,981,012	0.34
15.	Avanath Seaport LLC	Apartments	55,603,381	0.31
16.	Plains West Coast Terminals LLC	Industrial	54,472,303	0.30
17.	Paramount Petroleum Corp.	Industrial	53,971,370	0.30
18.	Lakewood Regional Medical Center	Hospital	53,037,716	0.30
19.	LA Brickyard LLC	Industrial	46,116,534	0.26
20.	First Industrial LP	Industrial	<u>45,704,520</u>	<u>0.25</u>
			\$1,923,008,892	10.70%

(1) 2016-17 Local Secured Assessed Valuation: \$17,972,949,273

Source: California Municipal Statistics, Inc.

The purpose of the 2015-16 Continuing Disclosure Annual Report is to provide information about the District for the fiscal year 2015-16. Financial and other information for the 2016-17 fiscal year have also been referenced in this Report.

The District has collected information from sources believed to be accurate. The District, however, makes no representations about the accuracy. No statement in this report or in the accompanying financial information should be construed as a prediction about the future financial performance of the District.

Dated: March 14, 2017

Compton Community College District