

MEASURE "G" — EXHIBIT "B"

**BOND PROPOSITION OF THE Mt. San Jacinto Community College District
(June 6, 2006)**

In order to upgrade and make major repairs and renovate classrooms at Mt. San Jacinto Community College District campuses and centers, and to finance and acquire new college facilities, and in so doing increase safety and educational effectiveness of classrooms for students, shall the Mt. San Jacinto Community College District be authorized to issue Bonds in an amount not to exceed \$720,000,000 to construct, rehabilitate, upgrade and make major repairs or replace college facilities, including the furnishing and equipping of college facilities or the acquisition or lease of real property for college facilities listed in Exhibit "1" which is on file at the District office and incorporated herein by this reference, which Bonds shall be issued for a term not to exceed the statutory maximum which is twenty-five (25) years in the case of bonds issued under the authority of the Education Code and forty (40) years in the case of bonds issued under the authority of the Government Code, at an interest rate below the legal maximum, and which Bonds shall be subject to the following provisions:

- (A) That proceeds of the Bonds shall be used only for the construction, reconstruction, rehabilitation, or replacement of college facilities, including the furnishing and equipping of college facilities or the acquisition or lease of facilities or real property for college facilities pursuant to California Constitution Article XIII A, Section 1(b)(3) and further that the proceeds of the Bonds shall be used only for the purposes specified in California Constitution Article XIII, Section 1(b)(3) (as amended by Proposition 39) and not for any other purpose, including teacher and administrator salaries and any other college operating expenses.
- (B) That a list of a specific college facilities projects to be funded with the proceeds of the Bonds is attached hereto as Exhibit "I," which is on file at the District office and incorporated herein by this reference and, based upon the adoption of this Resolution, this Board of Trustees hereby certifies that it has evaluated safety, class size reduction and information technology needs in developing the college facilities listed in Exhibit "I," which is on file at the District office and incorporated herein by this reference.
- (C) That the Board of Trustees of the District shall conduct an annual, independent performance audit to insure that the proceeds from the sale of the Bonds have been expended only on the specific projects listed in this bond proposition.
- (D) That Board of Trustees of the District shall conduct an annual, independent financial audit of the proceeds from the sale of the Bonds until all of those proceeds have been expended for the college facilities projects identified herein.
- (E) That the Board of Trustees of the District will appoint a Citizens Oversight Committee and conduct annual independent audits to assure that the Bond proceeds are spent only on college and classroom improvements and for no other purpose.

Such Bond proposition is also for the purpose of making the Mt. San Jacinto Community College District eligible for State matching funds.

If this Bond measure is approved, the Mt. San Jacinto Community College District Governing Board will appoint a citizens' oversight committee and conduct annual independent audits to assure that bond funds are spent only on school and classroom improvements and for no other purposes.