

California State University, Los Angeles Foundation

**Financial Statements
(With Supplementary Information)
and Independent Auditor's Report**

June 30, 2020

California State University, Los Angeles Foundation

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Independent Auditor's Report

Board of Trustees
California State University, Los Angeles Foundation
(A California State University Auxiliary Organization)

We have audited the accompanying financial statements of California State University, Los Angeles Foundation, which comprise the statement of financial position as of June 30, 2020, and the related statements of activities, functional expenses and cash flows for the year then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

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 from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the 2020 financial statements referred to above present fairly, in all material respects, the financial position of California State University, Los Angeles Foundation as of June 30, 2020, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Report on Summarized Comparative Information

We have previously audited California State University, Los Angeles Foundation's 2019 financial statements, and we expressed an unmodified opinion on those audited financial statements in our report dated September 26, 2019. In our opinion, the summarized comparative information presented herein as of and for the year ended June 30, 2019, is consistent, in all material respects, with the audited financial statements from which it has been derived.

Report on Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The 2020 supplementary information is presented for purposes of additional analysis and is not a required part of the 2020 financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2020 financial statements. The information has been subjected to the auditing procedures applied in the audit of the 2020 financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the 2020 financial statements or to the 2020 financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the 2020 financial statements as a whole.

CohnReznick LLP

Los Angeles, California
September 24, 2020

California State University, Los Angeles Foundation

**Statement of Financial Position
June 30, 2020
With Summarized Totals at June 30, 2019**

	<u>2020</u>	<u>2019</u>
Current assets		
Cash and cash equivalents	\$ 2,022,667	\$ 3,973,524
Short-term investments	3,549,557	1,803,267
Accounts receivable	415,238	552,497
Pledges receivable, current portion, net	1,552,785	1,517,102
Prepaid expenses and other current assets	<u>900</u>	<u>13,660</u>
Total current assets	<u>7,541,147</u>	<u>7,860,050</u>
Noncurrent assets		
Restricted cash and cash equivalents	2,113,034	4,117,669
Investments	48,036,322	41,556,183
Pledges receivable, net of current portion	<u>5,662,219</u>	<u>5,865,713</u>
Total noncurrent assets	<u>55,811,575</u>	<u>51,539,565</u>
Total assets	<u>\$ 63,352,722</u>	<u>\$ 59,399,615</u>
	<u>Liabilities and Net Assets</u>	
Current liabilities		
Accounts payable and other liabilities	\$ 6,525	\$ 774
Accounts payable to affiliates	<u>107,816</u>	<u>101,034</u>
Total liabilities	<u>114,341</u>	<u>101,808</u>
Commitments and contingencies		
Net assets		
Without donor restrictions		
General operations	1,198,910	1,303,474
Board designated	<u>978,560</u>	<u>975,554</u>
Total	2,177,470	2,279,028
With donor restrictions	<u>61,060,911</u>	<u>57,018,779</u>
Total net assets	<u>63,238,381</u>	<u>59,297,807</u>
Total	<u>\$ 63,352,722</u>	<u>\$ 59,399,615</u>

See Notes to Financial Statements.

California State University, Los Angeles Foundation

**Statement of Activities
Year Ended June 30, 2020
With Summarized Totals for the Year Ended June 30, 2019**

	2020			2019
	Without donor restrictions	With donor restrictions	Total	Total
Support and revenues				
Gifts and contributions	\$ 400,575	\$ 5,177,931	\$ 5,578,506	\$ 3,848,293
In-kind donations	12,510	-	12,510	11,430
Investment income, net	186,811	1,251,393	1,438,204	2,682,052
Net assets released from restrictions	2,387,192	(2,387,192)	-	-
Total support and revenues	<u>2,987,088</u>	<u>4,042,132</u>	<u>7,029,220</u>	<u>6,541,775</u>
Expenses				
Program services				
Scholarships	1,510,406	-	1,510,406	1,726,869
College grants	983,377	-	983,377	5,666,540
Total program services	<u>2,493,783</u>	<u>-</u>	<u>2,493,783</u>	<u>7,393,409</u>
Supporting services				
General and administrative	477,686	-	477,686	527,687
Fundraising and development	117,177	-	117,177	127,808
Total expenses	<u>3,088,646</u>	<u>-</u>	<u>3,088,646</u>	<u>8,048,904</u>
Change in net assets	(101,558)	4,042,132	3,940,574	(1,507,129)
Net assets, beginning	<u>2,279,028</u>	<u>57,018,779</u>	<u>59,297,807</u>	<u>60,804,936</u>
Net assets, end	<u>\$ 2,177,470</u>	<u>\$ 61,060,911</u>	<u>\$ 63,238,381</u>	<u>\$ 59,297,807</u>

See Notes to Financial Statements.

California State University, Los Angeles Foundation

**Statement of Functional Expenses
Year Ended June 30, 2020
With Summarized Totals for the Year Ended June 30, 2019**

	2020					2019
	Program services		Supporting services			
	Scholarship	College grants	General and administrative	Fundraising and development	Total	
Advertising	\$ -	\$ -	\$ 19,850	\$ -	\$ 19,850	\$ 19,717
Bank fees	-	-	10,044	-	10,044	11,040
Contract services	-	-	139	85,438	85,577	98,816
Insurance	-	-	3,830	-	3,830	3,170
Miscellaneous	-	-	37,244	-	37,244	32,404
Office	-	-	1,352	298	1,650	1,263
Professional fees	-	-	217,848	-	217,848	218,796
Scholarships and University projects	1,510,406	983,377	170,836	-	2,664,619	7,623,344
Supplies	-	-	14,905	31,441	46,346	38,496
Travel and entertainment	-	-	1,638	-	1,638	1,858
Total	\$ 1,510,406	\$ 983,377	\$ 477,686	\$ 117,177	\$ 3,088,646	\$ 8,048,904

See Notes to Financial Statements.

California State University, Los Angeles Foundation

**Statement of Cash Flows
Year Ended June 30, 2020**

With Summarized Totals for the Year Ended June 30, 2019

	<u>2020</u>	<u>2019</u>
Cash flows from operating activities		
Change in net assets	\$ 3,940,574	\$ (1,507,129)
Adjustments to reconcile change in net assets to net cash provided by (used in) operating activities		
Donated securities	(1,557,553)	(39,875)
Change in discount of pledges receivable	139,708	187,251
Net realized and unrealized gain on investments	(204,795)	(1,503,083)
Contributions restricted for endowment	(3,358,173)	(2,182,810)
Changes in operating assets and liabilities		
Accounts receivable	137,259	(487,070)
Pledges receivable	28,103	(145,544)
Prepaid expenses and other current assets	12,760	169,577
Accounts payable and other liabilities	5,751	(909)
Accounts payable to affiliates	6,782	(263,400)
	<u>(849,584)</u>	<u>(5,772,992)</u>
Net cash used in operating activities		
Cash flows from investing activities		
Purchases of investments	(38,992,608)	(24,536,571)
Proceeds from sale of investments	30,943,554	29,487,827
Proceeds from sale of donated securities	1,557,553	39,875
	<u>(6,491,501)</u>	<u>4,991,131</u>
Net cash provided by (used in) investing activities		
Cash flows from financing activities		
Contributions restricted for endowment	3,358,173	2,182,810
Interest and dividends restricted for long-term investments	27,420	15,363
	<u>3,385,593</u>	<u>2,198,173</u>
Net cash provided by financing activities		
Net change in cash and cash equivalents	(3,955,492)	1,416,312
Cash and cash equivalents, beginning	<u>8,091,193</u>	<u>6,674,881</u>
Cash and cash equivalents, end	<u>\$ 4,135,701</u>	<u>\$ 8,091,193</u>
Cash and cash equivalents components:		
Cash and cash equivalents	\$ 2,022,667	\$ 3,973,524
Restricted cash and cash equivalents	2,113,034	4,117,669
	<u>\$ 4,135,701</u>	<u>\$ 8,091,193</u>

See Notes to Financial Statements.

California State University, Los Angeles Foundation

Notes to Financial Statements June 30, 2020

Note 1 - Business activity and summary of significant accounting policies

Business activity

California State University, Los Angeles Foundation (a California State University Auxiliary Organization) (the "Foundation") is a nonprofit auxiliary corporation organized under the California Nonprofit Public Benefit Corporation Law. It was incorporated on September 9, 1985, for the primary purpose of encouraging and promoting the scientific, literary, educational, and charitable purposes of California State University, Los Angeles (the "University") by providing financial assistance through scholarships, grants, gifts, loans, and other means to the University, its support groups, students, faculty, and staff.

Basis of accounting

The accompanying financial statements have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America ("GAAP").

Financial statement presentation

The Foundation reports information regarding its financial position and activities according to two classes of net assets: without donor restrictions and with donor restrictions. They are described as follows:

Net Assets Without Donor Restrictions - Net assets for use in general operations and not subject to donor (or certain grantor) restrictions. The governing board may designate, from net assets without donor restrictions, net assets for an operating reserve through a board-designated endowment.

Net Assets With Donor Restrictions - Net assets subject to donor (or certain grantor) imposed restrictions. Some donor-imposed restrictions are temporary in nature, such as those that will be met by the passage of time, purpose, or other events specified by the donor. Other donor-imposed restrictions are perpetual in nature where the donor stipulates that resources be maintained in perpetuity. Donor-imposed restrictions are released when a restriction expires, that is, when the stipulated time has elapsed, when the stipulated purpose for which the resource was restricted has been fulfilled, or both.

Contributions

Unconditional promises to give are recorded as pledges receivable when the promise is received and there is no barrier or right of return on the promise. Unconditional promises to give with payments due in future periods are reported as restricted support.

Contributions received are recorded as without donor restrictions or with donor restrictions depending on the existence or nature of any donor restrictions. Contributions for which donors have imposed restrictions, which limit the use of the donated assets, are reported as restricted support if the restrictions are not met in the same reporting period. When such donor-imposed restrictions are met in subsequent reporting periods, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported as net assets released from restrictions. Contributions of assets which donors have stipulated must be maintained in perpetuity, with only the income earned thereon available for current use, are classified as contributions with donor restrictions. Contributions for which donors have not stipulated restrictions, as well as contributions for which donors have stipulated restrictions that are met within the same reporting period, are reported as net assets without donor restrictions.

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Notes to Financial Statements June 30, 2020

Gifts of land, buildings, and equipment are reported as unrestricted support unless explicit donor stipulations specify how the donated assets must be used. Gifts of long-lived assets with explicit restrictions that specify how the assets are to be used and gifts of cash or other assets that must be used to acquire long-lived assets are reported as restricted support. Absent explicit donor stipulation, the Foundation reports expirations of donor restrictions when the donated or acquired long-lived assets are placed in service.

Conditional promises to give, which depend on the occurrence of a specified future and uncertain event to bind the promisor, shall be recognized when the conditions on which they depend are substantially met, that is, when the conditional promise becomes unconditional.

Cash and cash equivalents

Cash and cash equivalents consist of cash in banks and highly liquid investments with original maturities of three months or less unless held for meeting restrictions of a capital or endowment nature.

Investments

Investments are reported at their fair values in the statement of financial position. Realized and unrealized gains and losses are included in the statement of activities as investment income (loss).

Fair value measurements

The Foundation values its financial assets and liabilities based on the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. In order to increase consistency and comparability in fair value measurements, a fair value hierarchy prioritizes observable and unobservable inputs used to measure fair value into three broad levels, which are described below:

- Level 1: Quoted prices (unadjusted) in active markets that are accessible at the measurement date for identical assets or liabilities. The fair value hierarchy gives the highest priority to Level 1 inputs.
- Level 2: Observable inputs other than Level 1 prices, such as quoted prices for similar assets or liabilities; quoted prices in inactive markets; or model-derived valuations in which all significant inputs are observable or can be derived principally from or corroborated with observable market data.
- Level 3: Unobservable inputs are used when little or no market data is available. The fair value hierarchy gives the lowest priority to Level 3 inputs.

Accounts receivable

The balance of the receivables are made up of contributions made to the Foundation on behalf of the California State University, Los Angeles University Auxiliary Services. The balance at June 30, 2020 is \$415,238.

Pledges receivable

Pledges receivable are stated at unpaid balances, less an allowance for doubtful accounts and a discount on those pledges receivable due in greater than one year. The Foundation provides for losses on receivables using the allowance method. The allowance is based on experience and other circumstances. Receivables are considered impaired if full principal payments are not received in accordance with the contractual terms. It is the Foundation's policy to charge off

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Notes to Financial Statements
June 30, 2020

uncollectible receivables when management determines the receivable will not be collected. The balance of the allowance for doubtful accounts at June 30, 2020 is \$0.

Capital assets

Capital assets are recorded at cost at the date of purchase or fair value at the date of donation. Betterments and improvements that significantly enhance an asset or extend the useful life of an asset are capitalized to fixed assets while ordinary repair costs that do not significantly extend the useful life of the asset are expensed as incurred. Depreciation is calculated using the straight-line method over an asset's estimated useful life. All capital assets are fully depreciated.

In-kind contributions

The Foundation records various types of in-kind contributions. Contributions of tangible assets are recognized at fair value when received. Contributed services are recognized at fair value if the services received (a) create or enhance long-lived assets or (b) require specialized skills, are provided by individuals possessing those skills, and would typically need to be purchased if not provided by donation. The amounts reflected in the accompanying financial statements as in-kind contributions are offset by like amounts included in expenses. For the year ended June 30, 2020, the Foundation recorded in-kind contributions of \$12,510. The Foundation had no donated services during the year.

Income taxes

The Foundation is a not-for-profit organization that is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code and Section 23701(d) of the Revenue Taxation Code of California. Accordingly, no provision for income taxes is included in the accompanying financial statements.

The Foundation has no unrecognized tax benefits at June 30, 2020. The Foundation's federal and state income tax returns prior to 2017 and 2016, respectively, are closed and management continually evaluates expiring statutes of limitations, audits, proposed settlements, changes in tax law and new authoritative rulings.

If applicable, the Foundation recognizes interest and penalties associated with tax matters as part of income tax expense and includes accrued interest and penalties with the related tax liability in the statement of financial position.

Functional allocation of expenses

The costs of providing services have been summarized on a functional basis. Accordingly, certain costs have been allocated among the program services and supporting services related to personnel time and space utilized for activities.

Use of estimates

The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Comparative totals

The financial statements include certain prior-year summarized comparative information in total but not by net asset class. Such information does not include sufficient detail to constitute a presentation in conformity with GAAP. Accordingly, such information should be read in conjunction with the Foundation's financial statements for the year ended June 30, 2019, from which the summarized information was derived.

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Notes to Financial Statements June 30, 2020

Adoption of new accounting pronouncement

The Financial Accounting Standards Board ("FASB") issued Accounting Standards Update ("ASU") 2014-09, *Revenue from Contracts with Customers (Topic 606)* in May 2014, providing new revenue recognition guidance that superseded existing revenue recognition guidance. The update, as amended, requires the recognition of revenue related to the transfer of goods or services to customers reflects the consideration to which the entity expects to be entitled in exchange for those goods or services, as well as additional qualitative and quantitative disclosures about revenues.

In June 2020, the FASB issued ASU 2020-05 providing a one year deferral of the effective date of Topic 606 for reporting entities that meet certain criteria. The entire California State University system, including all auxiliary organizations, has elected to defer its implementation of Topic 606 which will now be effective for the annual reporting period beginning after December 15, 2019.

In June 2019, FASB issued ASU 2018-08, *Clarifying the Scope and the Accounting Guidance for Contributions Received and Contributions Made*. This standard assists entities in evaluating whether transactions should be accounted for as contributions or exchange transactions and determining whether a contribution is conditional. The Foundation implemented the provisions of ASU 2018-08 applicable to both contributions received and to contributions made in the accompanying consolidated financial statements under a modified prospective basis. Accordingly, there is no effect on net assets in connection with the implementation of ASU 2018-08.

Subsequent events

The Foundation has evaluated subsequent events through September 24, 2020, which is the date the financial statements were available to be issued.

Note 2 - Liquidity and availability

The Foundation regularly monitors liquidity required to meet its operating needs and other contractual commitments. The Foundation has various sources of liquidity at its disposal, including cash and cash equivalents, receivables and investments.

The emergence of COVID-19 may impact the Foundation's liquidity (see Note 10). Management continues to regularly monitor liquidity and consider all expenditures related to its ongoing activities.

At June 30, 2020, the Foundation had the following financial assets and liquidity resources available over the next 12 months:

Cash and cash equivalents	\$	2,022,667
Short-term investments		3,549,557
Accounts receivable		415,238
Pledges receivable due in one year or less, net		<u>1,552,785</u>
	\$	<u>7,540,247</u>

Note 3 - Concentrations of credit risk

Financial instruments which potentially subject the Foundation to concentrations of credit risk include cash and cash equivalents. The Foundation maintains its cash and cash equivalents and investments with high-credit quality financial institutions, which typically exceeds the federally insured limits. The Foundation has not experience any losses on such accounts and believes it is not exposed to any significant credit risk on cash and cash equivalents.

California State University, Los Angeles Foundation

**Notes to Financial Statements
June 30, 2020**

The Foundation's investments are subject to various risks, such as interest rate, credit and overall market volatility risks. Further, because of the significance of the investments to the Foundation's financial position and the level of risk inherent in most investments, it is reasonably possible that changes in the values of these investments could occur in the near term and such changes could materially affect the amounts reported in the financial statements. Management is of the opinion that the diversification of its invested assets among the various asset classes should mitigate the impact of changes.

At June 30, 2020, three donors accounted for approximately 82% of the Foundation's total pledges receivable. For the year ended June 30, 2020, one donor accounted for approximately 12% of the Foundation's contributions.

Note 4 - Investments

At June 30, 2020, investments consist of the following:

Common stocks	\$ 28,183,787
Exchanged-traded funds	3,486,992
Corporate bonds	794,667
U.S. treasury securities	421,135
U.S. agency securities	1,299,401
Certificates of deposits	6,258,984
Mutual funds	7,419,609
Hedge funds	2,733,204
Alternative investments	<u>988,100</u>
 Total investments	 51,585,879
 Less short-term investments	 <u>3,549,557</u>
 Long-term investments	 <u><u>\$ 48,036,322</u></u>

At June 30, 2020, the Foundation has the following investments in limited partnerships that calculate net asset value ("NAV") per share:

<u>Investment strategy</u>	<u>NAV</u>	<u>Redemption terms</u>	<u>Redemption restrictions</u>	<u>Redemption restrictions in place at year-end</u>	<u>Unfunded commitments</u>
Multi-strategy	<u><u>\$ 3,721,304</u></u>	Annually	None	None	<u><u>\$ -</u></u>

California State University, Los Angeles Foundation

**Notes to Financial Statements
June 30, 2020**

Note 5 - Fair value measurements

At June 30, 2020, financial assets that are carried at fair value are classified in the table below in one of the three categories as described in Note 1:

	Level 1	Level 2	Level 3	Investments measured at NAV	Total
Common stocks	\$ 28,183,787	\$ -	\$ -	\$ -	\$ 28,183,787
Exchanged-traded funds	3,486,992	-	-	-	3,486,992
Corporate bonds	794,667	-	-	-	794,667
U.S. treasury securities	421,135	-	-	-	421,135
U.S. agency securities	1,299,401	-	-	-	1,299,401
Certificates of deposits	-	6,258,984	-	-	6,258,984
Mutual funds	7,419,609	-	-	-	7,419,609
Hedge funds	-	-	-	2,733,204	2,733,204
Alternative investments	-	-	-	988,100	988,100
Total	\$ 41,605,591	\$ 6,258,984	\$ -	\$ 3,721,304	\$ 51,585,879

Financial assets valued using Level 1 inputs are based on quoted market prices within active markets and are valued on a recurring basis. Financial assets valued using Level 2 inputs are valued based on investment yields. The fair value of alternative investments is determined using the NAV of shares held by the Foundation. In some instances, the NAV may not equal the fair value that would be calculated under fair value accounting standards. For the year ended June 30, 2020, there have been no changes in the valuation methodologies.

The preceding methods may produce a fair value calculation that may not be indicative of net realizable value or reflective of future fair values. Furthermore, although the Foundation believes its valuation methods are appropriate and consistent with other market participants, the use of different methodologies or assumptions to determine the fair value of certain financial instruments could result in a different fair value measurement at the reporting date.

California State University, Los Angeles Foundation

**Notes to Financial Statements
June 30, 2020**

Note 6 - Pledges receivable

At June 30, 2020, pledges receivable consists of unconditional promises to give and have been recorded at their present values. Those receivables that are due in future periods have been discounted to their present values, using a discount rate of 1.90%. The receivables are recorded as follows:

2021	\$ 1,552,785
2022	1,334,045
2023	1,254,199
2024	603,584
2025	598,726
Thereafter	<u>2,437,317</u>
	7,780,656
Less discount for present value	<u>(565,652)</u>
Net realizable value	7,215,004
Less current portion	<u>(1,552,785)</u>
	<u><u>\$ 5,662,219</u></u>

Note 7 - Related party transactions

The Foundation reimbursed the University \$595,849 for services performed and other expenses incurred during the year ended June 30, 2020. The reimbursed amount was comprised of \$73,960 for accounting services and \$521,889 for construction, supplies, and outside expenses incurred by the University.

University personnel performed administrative services for the Foundation, and the charges related to such services totaled \$117,901 during the year ended June 30, 2020, of which the Foundation reimbursed the University.

The University Student Union at California State University, Los Angeles ("USU") provides the staff used during the Annual Fund Drive. The Foundation reimburses these personnel costs along with an administrative fee. For the year ended June 30, 2020, the total personnel costs were \$86,105. Total administrative fees paid were \$4,347 for the year ended June 30, 2020.

Accounts payable between the Foundation and its affiliated parties as of June 30, 2020 is as follows:

USU	\$ -
University	<u>107,816</u>
	<u><u>\$ 107,816</u></u>

California State University, Los Angeles Foundation

Notes to Financial Statements
June 30, 2020

Note 8 - Net assets

Board designated net assets without restrictions

Board designated net assets without restrictions consist of funds that are to be used for scholarships. Additionally, earnings have also been designated for scholarships. At June 30, 2020, Board designated net assets without restrictions was \$978,560.

Net assets with donor restrictions

At June 30, 2020, net assets with donor restrictions consist of the following:

Time or purpose:		
Cal State LA environment science fund, LaKretz	\$	333,963
Guglielmo endowed chair		380,845
Honor college		23,603
Luckman fine arts complex		626,940
Other college grants		1,080,831
Rongxiang Xu		5,609,210
Scholarships		11,452,671
Simulation lab		950,000
Student investment fund, Marshall Geller		293,947
Tennis projects		<u>363,355</u>
		21,115,365
Perpetual:		
Endowment investments		<u>39,945,546</u>
	\$	<u><u>61,060,911</u></u>

Net assets totaling \$39,945,546 are restricted for investments in perpetuity, primarily for scholarships and program services, which represents the Foundation's endowment funds. At the request of the donor, any interest not awarded to any qualified candidates should be retained as perpetually restricted in the same year. The amount of investment income to be retained as perpetually restricted was \$27,420 for the year ended June 30, 2020.

Net assets released from restrictions

Net assets with donor restrictions were released from restrictions for the following purposes:

Scholarships	\$	1,310,434
College grants		983,377
Annual general fund support		316,952
Others		<u>(223,571)</u>
	\$	<u><u>2,387,192</u></u>

Note 9 - Endowments

General board policy on administration of endowment funds

The Board of Trustees of the Foundation has interpreted the Uniform Prudent Management of Institutional Funds Act ("UPMIFA") as requiring the preservation of the fair value of the original gift

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Notes to Financial Statements June 30, 2020

as of the gift date of the donor-restricted endowment funds absent explicit donor stipulations to the contrary. As a result of this interpretation, the Foundation classifies as permanently restricted net assets (a) the original value of gifts donated to the permanent endowment, (b) the original value of subsequent gifts donated to the permanent endowment, and (c) accumulations to the permanent endowment made in accordance with the direction of the applicable donor gift instrument at the time the accumulation is added to the fund. The remaining portion of the donor-restricted endowment fund that is not classified in permanently restricted net assets is classified as temporarily restricted net assets until those amounts are appropriated for spending by the Foundation in a manner consistent with the standard of prudence prescribed by UPMIFA.

In accordance with UPMIFA, the organization considers the following factors in making a determination to appropriate or accumulate donor-restricted endowment funds:

- (1) The duration and preservation of the fund
- (2) The purposes of the organization and the donor-restricted endowment fund
- (3) General economic conditions
- (4) The possible effect of inflation and deflation
- (5) The expected total return from income and the appreciation of investments
- (6) Other resources of the organization
- (7) The investment policies of the organization

Investment policy for endowment funds

The Foundation has adopted investment and spending policies, approved by the Board of Trustees, for endowment assets that attempt to provide a predictable stream of funding for the scholarships supported by its endowment assets, while also maintaining the purchasing power of those endowment assets over the long-term. Accordingly, the investment process seeks to achieve an after-cost total rate of return, including investment income as well as capital appreciation, which exceeds the annual distribution with acceptable levels of risk. Endowment assets are invested in a well-diversified asset mix, which includes equity, debt securities and mutual funds, that is intended to result in a consistent inflation-protected rate of return that has sufficient liquidity to make annual scholarship distributions of approximately 3% to 5% of the fair value of the endowment investments as of December 31, while growing the funds if possible. Investment assets and allocation between asset classes and strategies are managed to not expose the fund to unacceptable levels of risk.

Spending policy for endowment funds

The Foundation has a policy of appropriating for distribution for scholarships each year approximately 3% to 5% of its endowed investments' fair value as of December 31. In establishing this policy, the Foundation considered the long-term expected return on its investment assets, the nature and duration of the endowment fund which must be maintained in perpetuity because of donor restrictions, and the possible effects of inflation. The policy is consistent with the Foundation's objective to maintain the purchasing power of the endowment assets as well as to provide additional real growth through new gifts and investment return. For the year ended June 30, 2020, appropriation of \$677,563 was made from the endowment fund for scholarship distributions.

California State University, Los Angeles Foundation

**Notes to Financial Statements
June 30, 2020**

The Foundation has a policy of appropriating 5% of all contributions received for the endowment fund annually to cover general operating expenses of the Foundation of which donors are notified of upon gift acceptance. The amount appropriated from the endowment for general operations as of June 30, 2020, was \$146,151, which represented 5% of endowed contributions received.

Additionally, the Foundation has a policy of appropriating up to 1.5% of its endowment fund's fair value as of June 30 of the prior year, for general operating expenses of the Foundation as established in the annual budget for the Foundation in July of the subsequent year. During the year ended June 30, 2020, a \$316,952 appropriation was made from the endowment fund for general operations expenses.

Endowment net asset composition by type of fund as of June 30, 2020 is as follows:

	Without donor restrictions	With donor restrictions		Total
		Time or purpose	Perpetual	
Donor-restricted endowment funds	\$ -	\$ 5,570,689	\$ 39,945,546	\$ 45,516,235
Board designated endowment funds	978,560	2,614,595	-	3,593,155
Total funds	\$ 978,560	\$ 8,185,284	\$ 39,945,546	\$ 49,109,390

Changes in endowment net assets for the year ended June 30, 2020 are as follows:

	Without donor restrictions	With donor restrictions		Total
		Time or purpose	Perpetual	
Balance, beginning	\$ 975,554	\$ 7,954,361	\$ 36,559,954	\$ 45,489,869
Investment income, net	3,006	1,218,969	27,420	1,249,395
Contributions	-	6,846	3,514,584	3,521,430
Transfers in	199,972	-	(10,261)	189,711
Administrative fees	-	(377)	(146,151)	(146,528)
Appropriated for expenditure	(199,972)	(994,515)	-	(1,194,487)
Balance, end	\$ 978,560	\$ 8,185,284	\$ 39,945,546	\$ 49,109,390

Note 10 - Commitments and contingencies

Coronavirus

In December 2019, a novel strain of the coronavirus (COVID-19) was reported. On March 11, 2020, the World Health Organization declared the COVID-19 a global pandemic and recommended containment and mitigation measures worldwide. The COVID-19 outbreak in the United States has caused business disruption through mandated and voluntary closures. As a result of mandates issued by government officials, the campus of California State University, Los Angeles and the Foundation transitioned to virtual learning and programming in late March 2020. While the disruption is expected to be temporary, there is considerable uncertainty around the duration of this disruption. Therefore, while the Foundation expects this matter to continue to temporarily impact the Foundation's financial condition, the extent of the financial impact and duration cannot be reasonably estimated at this time.

Supplementary Information

California State University, Los Angeles Foundation

**Schedule of Net Position
June 30, 2020
(for inclusion in the California State University)**

Assets:	
Current assets:	
Cash and cash equivalents	\$ 2,022,667
Short-term investments	3,549,557
Accounts receivable, net	415,238
Capital lease receivable, current portion	-
Notes receivable, current portion	-
Pledges receivable, net	1,552,785
Prepaid expenses and other current assets	900
Total current assets	<u>7,541,147</u>
Noncurrent assets:	
Restricted cash and cash equivalents	2,113,034
Accounts receivable, net	-
Capital lease receivable, net of current portion	-
Notes receivable, net of current portion	-
Student loans receivable, net	-
Pledges receivable, net	5,662,219
Endowment investments	48,036,322
Other long-term investments	-
Capital assets, net	-
Other assets	-
Total noncurrent assets	<u>55,811,575</u>
Total assets	<u>63,352,722</u>
Deferred outflows of resources:	
Unamortized loss on debt refunding	-
Net pension liability	-
Net OPEB liability	-
Others	-
Total deferred outflows of resources	<u>-</u>
Liabilities:	
Current liabilities:	
Accounts payable	114,341
Accrued salaries and benefits	-
Accrued compensated absences, current portion	-
Unearned revenues	-
Capital lease obligations, current portion	-
Long-term debt obligations, current portion	-
Claims liability for losses and loss adjustment expenses, current portion	-
Depository accounts	-
Other liabilities	-
Total current liabilities	<u>114,341</u>
Noncurrent liabilities:	
Accrued compensated absences, net of current portion	-
Unearned revenues	-
Grants refundable	-
Capital lease obligations, net of current portion	-
Long-term debt obligations, net of current portion	-
Claims liability for losses and loss adjustment expenses, net of current portion	-
Depository accounts	-
Net other postemployment benefits liability	-
Net pension liability	-
Other liabilities	-
Total noncurrent liabilities	<u>-</u>
Total liabilities	<u>114,341</u>
Deferred inflows of resources:	
Service concession arrangements	-
Net pension liability	-
Net OPEB liability	-
Unamortized gain on debt refunding	-
Nonexchange transactions	-
Others	-
Total deferred inflows of resources	<u>-</u>
Net position:	
Net investment in capital assets	-
Restricted for:	
Nonexpendable – endowments	39,945,545
Expendable:	
Scholarships and fellowships	21,115,366
Research	-
Loans	-
Capital projects	-
Debt service	-
Others	-
Unrestricted	2,177,470
Total net position	<u>\$ 63,238,381</u>

See Independent Auditor's Report.

California State University, Los Angeles Foundation

**Schedule of Revenues, Expenses and Changes in Net Position
Year Ended June 30, 2020
(for inclusion in the California State University)**

Revenues:		
Operating revenues:		
Student tuition and fees, gross	\$	-
Scholarship allowances (enter as negative)		-
Grants and contracts, noncapital:		
Federal		-
State		-
Local		-
Nongovernmental		-
Sales and services of educational activities		-
Sales and services of auxiliary enterprises, gross		-
Scholarship allowances (enter as negative)		-
Other operating revenues		-
Total operating revenues		<u>-</u>
Expenses:		
Operating expenses:		
Instruction		-
Research		-
Public service		-
Academic support		-
Student services		-
Institutional support		594,863
Operation and maintenance of plant		-
Student grants and scholarships		1,510,406
Auxiliary enterprise expenses		-
Depreciation and amortization		-
Total operating expenses		<u>2,105,269</u>
Operating income (loss)		<u>(2,105,269)</u>
Nonoperating revenues (expenses):		
State appropriations, noncapital		-
Federal financial aid grants, noncapital		-
State financial aid grants, noncapital		-
Local financial aid grants, noncapital		-
Nongovernmental and other financial aid grants, noncapital		-
Other federal nonoperating grants, noncapital		-
Gifts, noncapital		2,232,841
Investment income (loss), net		227,438
Endowment income (loss), net		1,210,770
Interest expense		-
Other nonoperating revenues (expenses) - excl. interagency transfers		<u>(983,377)</u>
Net nonoperating revenues (expenses)		<u>2,687,672</u>
Income (loss) before other revenues (expenses)		<u>582,403</u>
State appropriations, capital		-
Grants and gifts, capital		-
Additions (reductions) to permanent endowments		<u>3,358,171</u>
Increase (decrease) in net position		3,940,574
Net position:		
Net position at beginning of year, as previously reported		-
Restatements		-
Net position at beginning of year, as restated		<u>59,297,807</u>
Net position at end of year		<u>\$ 63,238,381</u>

See Independent Auditor's Report.

California State University, Los Angeles Foundation

**Other Information
June 30, 2020
(for inclusion in the California State University)**

1 Cash and cash equivalents:

Portion of restricted cash and cash equivalents related to endowments	\$ 2,113,034
All other restricted cash and cash equivalents	
Noncurrent restricted cash and cash equivalents	<u>2,113,034</u>
Current cash and cash equivalents	<u>2,022,667</u>
Total	<u>\$ 4,135,701</u>

2.1 Composition of investments:

<u>Investment Type</u>	<u>Current</u>	<u>Noncurrent</u>	<u>Fair Value</u>
Money market funds	\$ -	\$ -	\$ -
Repurchase agreements	-	-	-
Certificates of deposit	3,549,557	2,709,427	6,258,984
U.S. agency securities	-	1,299,401	1,299,401
U.S. treasury securities	-	421,135	421,135
Municipal bonds	-	-	-
Corporate bonds	-	794,667	794,667
Asset backed securities	-	-	-
Mortgage backed securities	-	-	-
Commercial paper	-	-	-
Mutual funds	-	7,419,609	7,419,609
Exchange traded funds	-	3,486,992	3,486,992
Equity securities	-	28,183,787	28,183,787
Alternative investments:	-	-	-
Private equity (including limited partnerships)	-	-	-
Hedge funds	-	2,733,204	2,733,204
Managed futures	-	-	-
Real estate investments (including REITs)	-	-	-
Commodities	-	-	-
Derivatives	-	-	-
Other alternative investment	-	988,100	988,100
Other external investment pools	-	-	-
CSU Consolidated Investment Pool (formerly SWIFT)	-	-	-
State of California Local Agency Investment Fund (LAIF)	-	-	-
State of California Surplus Money Investment Fund (SMIF)	-	-	-
Other investments:	-	-	-
Total Other investments	-	-	-
Total investments	<u>3,549,557</u>	<u>48,036,322</u>	<u>51,585,879</u>
Less endowment investments (enter as negative number)	-	(48,036,322)	(48,036,322)
Total investments, net of endowments	<u>\$ 3,549,557</u>	<u>\$ -</u>	<u>\$ 3,549,557</u>

See Independent Auditor's Report.

California State University, Los Angeles Foundation

**Other Information
June 30, 2020
(for inclusion in the California State University)**

2.2 Fair value hierarchy in investments:

Investment Type	Fair Value	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)	Net Asset Value (NAV)
Money market funds	\$ -	\$ -	\$ -	\$ -	\$ -
Repurchase agreements	-	-	-	-	-
Certificates of deposit	6,258,984	-	6,258,984	-	-
U.S. agency securities	1,299,401	1,299,401	-	-	-
U.S. treasury securities	421,135	421,135	-	-	-
Municipal bonds	-	-	-	-	-
Corporate bonds	794,667	794,667	-	-	-
Asset backed securities	-	-	-	-	-
Mortgage backed securities	-	-	-	-	-
Commercial paper	-	-	-	-	-
Mutual funds	7,419,609	7,419,609	-	-	-
Exchange traded funds	3,486,992	3,486,992	-	-	-
Equity securities	28,183,787	28,183,787	-	-	-
Alternative investments:					
Private equity (including limited partnerships)	-	-	-	-	-
Hedge funds	2,733,204	-	-	-	2,733,204
Managed futures	-	-	-	-	-
Real estate investments (including REITs)	-	-	-	-	-
Commodities	-	-	-	-	-
Derivatives	-	-	-	-	-
Other alternative investment	988,100	-	-	-	988,100
Other external investment pools	-	-	-	-	-
CSU Consolidated Investment Pool (formerly SWIFT)	-	-	-	-	-
State of California Local Agency Investment Fund (LAIF)	-	-	-	-	-
State of California Surplus Money Investment Fund (SMIF)	-	-	-	-	-
Other investments:					
Total Other investments	-	-	-	-	-
Total investments	\$ 51,585,879	\$ 41,605,591	\$ 6,258,984	\$ -	\$ 3,721,304

2.3 Investments held by the University under contractual agreements:

Instruction: Amounts should agree with University's investments held on behalf of Discretely Presented Component Units.

Investments held by the University under contractual agreements e.g - CSU Consolidated Investment Pool (formerly SWIFT):

	Current	Noncurrent	Total
	\$ -	\$ -	\$ -

See Independent Auditor's Report.

California State University, Los Angeles Foundation

Other Information June 30, 2020 (for inclusion in the California State University)

3.1 Composition of capital assets:

	Balance June 30, 2019	Reclassifications	Prior Period Additions	Prior Period Retirements	Balance June 30, 2019 (Restated)	Additions	Retirements	Transfer of completed CWIP/PWIP	Balance June 30, 2020
Non-depreciable/Non-amortizable capital assets:									
Land and land improvements	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Works of art and historical treasures	-	-	-	-	-	-	-	-	-
Construction work in progress (CWIP)	-	-	-	-	-	-	-	-	-
Intangible assets:	-	-	-	-	-	-	-	-	-
Rights and easements	-	-	-	-	-	-	-	-	-
Patents, copyrights and trademarks	-	-	-	-	-	-	-	-	-
Intangible assets in progress (PWIP)	-	-	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-	-	-
Other intangible assets:	-	-	-	-	-	-	-	-	-
Total Other intangible assets	-	-	-	-	-	-	-	-	-
Total intangible assets	-	-	-	-	-	-	-	-	-
Total non-depreciable/non-amortizable capital assets	-	-	-	-	-	-	-	-	-
Depreciable/Amortizable capital assets:									
Buildings and building improvements	77,900	-	-	-	77,900	-	-	-	77,900
Improvements, other than buildings	-	-	-	-	-	-	-	-	-
Infrastructure	-	-	-	-	-	-	-	-	-
Leasehold improvements	-	-	-	-	-	-	-	-	-
Personal property:	-	-	-	-	-	-	-	-	-
Equipment	-	-	-	-	-	-	-	-	-
Library books and materials	-	-	-	-	-	-	-	-	-
Intangible assets:	-	-	-	-	-	-	-	-	-
Software and websites	-	-	-	-	-	-	-	-	-
Rights and easements	-	-	-	-	-	-	-	-	-
Patents, copyrights and trademarks	-	-	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-	-	-
Other intangible assets:	-	-	-	-	-	-	-	-	-
Total Other intangible assets	-	-	-	-	-	-	-	-	-
Total intangible assets	-	-	-	-	-	-	-	-	-
Total depreciable/amortizable capital assets	77,900	-	-	-	77,900	-	-	-	77,900
Total capital assets	77,900	-	-	-	77,900	-	-	-	77,900
negative number, except for reductions enter as positive number)									
Buildings and building improvements	(77,900)	-	-	-	(77,900)	-	-	-	(77,900)
Improvements, other than buildings	-	-	-	-	-	-	-	-	-
Infrastructure	-	-	-	-	-	-	-	-	-
Leasehold improvements	-	-	-	-	-	-	-	-	-
Personal property:	-	-	-	-	-	-	-	-	-
Equipment	-	-	-	-	-	-	-	-	-
Library books and materials	-	-	-	-	-	-	-	-	-
Intangible assets:	-	-	-	-	-	-	-	-	-
Software and websites	-	-	-	-	-	-	-	-	-
Rights and easements	-	-	-	-	-	-	-	-	-
Patents, copyrights and trademarks	-	-	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-	-	-
Other intangible assets:	-	-	-	-	-	-	-	-	-
Total Other intangible assets	-	-	-	-	-	-	-	-	-
Total intangible assets	-	-	-	-	-	-	-	-	-
Total accumulated depreciation/amortization	(77,900)	-	-	-	(77,900)	-	-	-	(77,900)
Total capital assets, net	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

3.2 Detail of depreciation and amortization expense:

Depreciation and amortization expense related to capital assets	\$ -
Amortization expense related to other assets	-
Total depreciation and amortization	\$ -

See Independent Auditor's Report.

California State University, Los Angeles Foundation

**Other Information
June 30, 2020
(for inclusion in the California State University)**

4 Long-term liabilities:

	Balance June 30, 2019	Prior Period Adjustments/ Reclassifications	Balance June 30, 2019 (Restated)	Additions	Reductions	Balance June 30, 2020	Current Portion	Noncurrent Portion
1. Accrued compensated absences	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2. Claims liability for losses and loss adjustment expenses	-	-	-	-	-	-	-	-
3. Capital lease obligations:								
Gross balance	-	-	-	-	-	-	-	-
Unamortized net premium/(discount)	-	-	-	-	-	-	-	-
Total capital lease obligations	-	-	-	-	-	-	-	-
4. Long-term debt obligations:								
4.1 Auxiliary revenue bonds (non-SRB related)	-	-	-	-	-	-	-	-
4.2 Commercial paper	-	-	-	-	-	-	-	-
4.3 Notes payable (SRB related)	-	-	-	-	-	-	-	-
4.4 Others:	-	-	-	-	-	-	-	-
Total others	-	-	-	-	-	-	-	-
Sub-total long-term debt	-	-	-	-	-	-	-	-
4.5 Unamortized net bond premium/(discount)	-	-	-	-	-	-	-	-
Total long-term debt obligations	-	-	-	-	-	-	-	-
Total long-term liabilities	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

5 Capital lease obligations schedule:

	Capital lease obligations related to SRB			All other capital lease obligations			Total capital lease obligations		
	Principal Only	Interest Only	Principal and Interest	Principal Only	Interest Only	Principal and Interest	Principal Only	Interest Only	Principal and Interest
Year ending June 30:									
2021	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2022	-	-	-	-	-	-	-	-	-
2023	-	-	-	-	-	-	-	-	-
2024	-	-	-	-	-	-	-	-	-
2025	-	-	-	-	-	-	-	-	-
2026 - 2030	-	-	-	-	-	-	-	-	-
2031 - 2035	-	-	-	-	-	-	-	-	-
2036 - 2040	-	-	-	-	-	-	-	-	-
2041 - 2045	-	-	-	-	-	-	-	-	-
2046 - 2050	-	-	-	-	-	-	-	-	-
Thereafter	-	-	-	-	-	-	-	-	-
Total minimum lease payments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Less: amounts representing interest									-
Present value of future minimum lease payments									-
Unamortized net premium/(discount)									-
Total capital lease obligations									-
Less: current portion									-
Capital lease obligations, net of current portion									\$ -

See Independent Auditor's Report.

California State University, Los Angeles Foundation

**Other Information
June 30, 2020
(for inclusion in the California State University)**

6 Long-term debt obligations schedule:

	Auxiliary revenue bonds (non-SRB related)			All other long-term debt obligations			Total long-term debt obligations		
	Principal	Interest	Principal and Interest	Principal	Interest	Principal and Interest	Principal	Interest	Principal and Interest
Year ending June 30:									
2021	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2022	-	-	-	-	-	-	-	-	-
2023	-	-	-	-	-	-	-	-	-
2024	-	-	-	-	-	-	-	-	-
2025	-	-	-	-	-	-	-	-	-
2026 - 2030	-	-	-	-	-	-	-	-	-
2031 - 2035	-	-	-	-	-	-	-	-	-
2036 - 2040	-	-	-	-	-	-	-	-	-
2041 - 2045	-	-	-	-	-	-	-	-	-
2046 - 2050	-	-	-	-	-	-	-	-	-
Thereafter	-	-	-	-	-	-	-	-	-
Total minimum payments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Less: amounts representing interest									-
Present value of future minimum payments									-
Unamortized net premium/(discount)									-
Total long-term debt obligations									-
Less: current portion									-
Long-term debt obligations, net of current portion									\$ -

7 Transactions with related entities:

Payments to University for salaries of University personnel working on contracts, grants, and other programs	117,901
Payments to University for other than salaries of University personnel	581,321
Payments received from University for services, space, and programs	206
Gifts-in-kind to the University from discretely presented component units	-
Gifts (cash or assets) to the University from discretely presented component units	
Accounts (payable to) University (enter as negative number)	(107,814)
Other amounts (payable to) University (enter as negative number)	
Accounts receivable from University (enter as positive number)	
Other amounts receivable from University (enter as positive number)	

8 Restatements

Provide a detailed breakdown of the journal entries (at the financial statement line items level) booked to record each restatement:

	Debit/(Credit)
Restatement #1	Enter transaction description
Restatement #2	Enter transaction description

See Independent Auditor's Report.

California State University, Los Angeles Foundation

Other Information
June 30, 2020
(for inclusion in the California State University)

9 Natural classifications of operating expenses:

	Salaries	Benefits - Other	Benefits - Pension	Benefits - OPEB	Scholarships and fellowships	Supplies and other services	Depreciation and amortization	Total operating expenses
Instruction	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Research	-	-	-	-	-	-	-	-
Public service	-	-	-	-	-	-	-	-
Academic support	-	-	-	-	-	-	-	-
Student services	-	-	-	-	-	-	-	-
Institutional support	-	-	-	-	-	594,863	-	594,863
Operation and maintenance of plant	-	-	-	-	-	-	-	-
Student grants and scholarships	-	-	-	-	1,510,406	-	-	1,510,406
Auxiliary enterprise expenses	-	-	-	-	-	-	-	-
Depreciation and amortization	-	-	-	-	-	-	-	-
Total operating expenses	\$ -	-	-	-	1,510,406	594,863	-	2,105,269

10 Deferred outflows/inflows of resources:

1. Deferred Outflows of Resources

Deferred outflows - unamortized loss on refunding(s)	\$ -
Deferred outflows - net pension liability	-
Deferred outflows - net OPEB liability	-
Deferred outflows - others:	-
Sales/intra-entity transfers of future revenues	-
Gain/loss on sale leaseback	-
Loan origination fees and costs	-
Change in fair value of hedging derivative instrument	-
Irrevocable split-interest agreements	-
Total deferred outflows - others	-
Total deferred outflows of resources	\$ -

2. Deferred Inflows of Resources

Deferred inflows - service concession arrangements	\$ -
Deferred inflows - net pension liability	-
Deferred inflows - net OPEB liability	-
Deferred inflows - unamortized gain on debt refunding(s)	-
Deferred inflows - nonexchange transactions	-
Deferred inflows - others:	-
Sales/intra-entity transfers of future revenues	-
Gain/loss on sale leaseback	-
Loan origination fees and costs	-
Change in fair value of hedging derivative instrument	-
Irrevocable split-interest agreements	-
Total deferred inflows - others	-
Total deferred inflows of resources	\$ -

See Independent Auditor's Report.



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