

**CALIFORNIA STATE UNIVERSITY,
CHANNEL ISLANDS FOUNDATION**

**Financial Statements and Supplementary
Information for the Year Ended June 30, 2012
and Independent Auditor's Report**

**CALIFORNIA STATE UNIVERSITY, CHANNEL ISLANDS FOUNDATION
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EXECUTIVE SUMMARY

September 21, 2012

To the Board of Directors of
California State University, Channel Islands Foundation (Foundation)
Camarillo, California

Our independent auditor's report dated September 21, 2012 on the financial statements of California State University, Channel Islands Foundation at June 30, 2012 and for the year ended contains an unqualified opinion. The following summary of selected financial data for 2012 should be read in conjunction with our audit report and the accompanying financial statements:

Revenues	\$ 87,065
Expenses	\$ 1,662,773
Increase(decrease) in net assets	\$ 190,239
Cash	\$ 1,434,086
Total assets	\$ 18,736,782
Restricted net assets	\$ 17,429,722
Unrestricted net assets	\$ 800,824
Net assets	\$ 18,230,546

Yours truly,

Vasin, Heyn + Co.

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of
California State University, Channel Islands Foundation (Foundation)
Camarillo, California

We have audited the accompanying statement of net assets of California State University, Channel Islands Foundation as of June 30, 2012, and the related statements of revenues, expenses, and changes in net assets, and cash flows for the year then ended. These financial statements are the responsibility of the Foundation's management. Our responsibility is to express an opinion on these financial statements based on our audit. The prior year summarized comparative information has been derived from the Foundation's financial statements and, in our report dated September 27, 2011, we expressed an unqualified opinion on those financial statements.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Foundation as of June 30, 2012, and the changes in its net assets and its cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The Management's Discussion and Analysis (MD&A) and supplemental schedules on pages 16 through 31 are presented for the purpose of additional analysis and are not a required part of the basic financial statements. These schedules are the responsibility of the Foundation's management. Such supplemental schedules have been subjected to the auditing procedures applied in our audit of the basic financial statements and, in our opinion, are fairly stated in all material respects when considered in relation to the basic financial statements taken as a whole.

Vasin, Heyn + Co.

September 21, 2012

**CALIFORNIA STATE UNIVERSITY, CHANNEL ISLANDS FOUNDATION
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
FOR THE YEAR ENDED JUNE 30, 2012**

This section of California State University, Channel Islands Foundation (Foundation) annual financial report presents our discussion and analysis of the financial performance of the Foundation for the fiscal year ended June 30, 2012. This discussion has been prepared by management and should be read in conjunction with the financial statements and notes.

Introduction to the Financial Statements

This annual report consists of a series of financial statements prepared in accordance with the Governmental Accounting Standards Board (GASB) Statements No. 34, *Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments*, No. 35, *Basic Financial Statements – and Management's Discussion and Analysis – for Public Colleges and Universities*, No. 37, *Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments: Omnibus*, and No. 38, *Certain Financial Statement Note Disclosures*. For reporting purposes, the University is considered a special-purpose government engaged only in business-type activities, which best represent the activities of the Foundation.

The financial statements include the statement of net assets; the statement of revenues, expenses, and changes in net assets; and the statement of cash flows. These statements are supported by the notes to the financial statements and this section. All sections must be considered together to obtain a complete understanding of the financial picture of the Foundation.

Statement of Net Assets – The statement of net assets includes all assets and liabilities. Assets and liabilities are reported at their book value, on an accrual basis, as of the statement date. It also identifies major categories of restrictions on the net assets of the Foundation.

Statement of Revenues, Expenses, and Changes in Net Assets – The statement of revenues, expenses, and changes in net assets presents the revenues earned and expenses incurred during the year on an accrual basis.

Statement of Cash Flows – The statement of cash flows presents the inflows and outflows of cash for the year and is summarized by operating, noncapital financing, capital and related financing, and investing activities. The statement is prepared using the direct method of cash flows and, therefore, presents gross rather than net amounts for the year's activities.

Analytical Overview

Summary

The following discussion highlights management's understanding of the key financial aspects of the Foundation's financial activities. Included is an analysis of current year activities and balances; a discussion of restrictions of Foundation net assets; a discussion of capital assets and long-term debt; and factors impacting future reporting periods.

**CALIFORNIA STATE UNIVERSITY, CHANNEL ISLANDS FOUNDATION
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
FOR THE YEAR ENDED JUNE 30, 2012**

The Foundation's summary of net assets as of June 30, 2012 and 2011 are as follows:

Condensed Summary of Net Assets

	<u>June 30</u>			
	<u>2012</u>	<u>2011</u>	<u>\$ Change</u>	<u>% Change</u>
Assets:				
Current assets	\$ 2,228,724	\$ 2,621,048	\$ (392,324)	-15.0%
Other noncurrent assets	<u>16,508,058</u>	<u>16,117,450</u>	<u>390,608</u>	<u>2.4%</u>
Total assets	<u>18,736,782</u>	<u>18,738,498</u>	<u>(1,716)</u>	<u>0.0%</u>
Liabilities:				
Current liabilities	237,058	343,104	(106,046)	-30.9%
Other noncurrent liabilities	<u>269,178</u>	<u>355,087</u>	<u>(85,909)</u>	<u>-24.2%</u>
Total liabilities	<u>506,236</u>	<u>698,191</u>	<u>(191,955)</u>	<u>-27.5%</u>
Net assets				
Restricted	17,429,722	17,211,745	217,977	1.3%
Unrestricted	<u>800,824</u>	<u>828,562</u>	<u>(27,738)</u>	<u>-3.3%</u>
Total net assets	<u>\$ 18,230,546</u>	<u>\$ 18,040,307</u>	<u>\$ 190,239</u>	<u>1.1%</u>

Assets

Total assets decreased by \$2K. Current pledges receivable saw a considerable decrease and restricted cash saw an considerable increase due to the transfer of operating cash to investments funds.

Liabilities

Total liabilities decreased by \$192K compared to prior year. Most notably, related party payables decreased by \$77K and liability to beneficiaries decreased by \$86K due to market conditions.

Net Assets

Total net assets increased by \$190K compared to prior year. A significant portion of the increase is in scholarships and fellowships, capital projects, and restricted other. As such, expendable endowment activity increased by \$429K. Instruction decreased by \$87K and non-expendable endowment activity decreased by \$211K. The decrease in the non-expendable endowment is due to a loss on investment earnings.

**CALIFORNIA STATE UNIVERSITY, CHANNEL ISLANDS FOUNDATION
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
FOR THE YEAR ENDED JUNE 30, 2012**

Restricted Resources

Net assets of the Foundation include funds that are restricted by donor or law. The following table summarizes which funds are restricted, the type of restriction, and the amount:

Restricted Net Assets

	<u>June 30</u>			
	<u>2012</u>	<u>2011</u>	<u>\$ Change</u>	<u>% Change</u>
Non Expendable Endowments	\$ 5,311,623	\$ 5,523,112	\$ (211,489)	-3.8%
Expendable:				
Scholarships and fellowships	1,101,211	1,002,564	98,647	9.8%
Research	35,257	41,591	(6,334)	-15.2%
Instruction	5,689,550	5,776,566	(87,016)	-1.5%
Capital Projects	276,889	40,146	236,743	589.7%
Other	<u>5,015,192</u>	<u>4,827,766</u>	<u>187,426</u>	<u>3.9%</u>
Total restricted net assets	<u>\$17,429,722</u>	<u>\$17,211,745</u>	<u>217,977</u>	<u>1.3%</u>

Designated Resources

The Foundations unrestricted net assets are designated as follows:

	<u>June 30</u>			
	<u>2012</u>	<u>2011</u>	<u>\$ Change</u>	<u>% Change</u>
Designated:				
Working Capital	\$ 700,824	\$ 728,562	\$ (27,738)	-3.8%
Undesignated:				
Foundation Operating Funds	<u>100,000</u>	<u>100,000</u>	<u>-</u>	<u>0.0%</u>
Total Unrestricted Net Assets	<u>\$ 800,824</u>	<u>\$ 828,562</u>	<u>(27,738)</u>	<u>-3.3%</u>

The Foundation has adopted a policy of generally utilizing restricted-expendable funds, prior to unrestricted funds, when an expense is incurred for purposes for which both are available.

**CALIFORNIA STATE UNIVERSITY, CHANNEL ISLANDS FOUNDATION
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
FOR THE YEAR ENDED JUNE 30, 2012**

The Foundation's condensed summary of revenues, expenses, and changes in net assets for the years ended June 30, 2012 and 2011 is as follows:

Condensed Summary of Revenues, Expenses, and Changes in Net Assets

	<u>Year ended June 30</u>			
	<u>2012</u>	<u>2011</u>	<u>\$ Change</u>	<u>% Change</u>
Operating Revenues:				
Other Operating Revenues	\$ 87,065	\$ 90,481	\$ (3,416)	-3.8%
Total operating revenues	87,065	90,481	(3,416)	-15.0%
Operating Expenses	<u>(1,662,773)</u>	<u>(1,557,016)</u>	<u>105,757</u>	<u>6.8%</u>
Operating income (loss)	<u>(1,575,708)</u>	<u>(1,466,535)</u>	<u>(109,173)</u>	<u>7.4%</u>
Nonoperating revenues (expenses):				
Nongovernmental grants, noncapital	372,000	-	372,000	100%
Gifts non Capital	1,673,186	2,277,376	(604,190)	-26.5%
Gifts in-Kind	86,471	24,538	61,933	252.4%
Investment income, net	(426,071)	1,951,152	(2,377,223)	-121.8%
Other nonoperating revenues (expenses), net	<u>-</u>	<u>48,665</u>	<u>(48,665)</u>	<u>-100%</u>
Total nonoperating revenues (expenses)	<u>1,705,586</u>	<u>4,301,731</u>	<u>(2,596,145)</u>	<u>-60.4%</u>
Income (loss) before other additions	129,878	2,835,196	(2,705,318)	-95.4%
Additions to permanent endowment	<u>60,361</u>	<u>40,583</u>	<u>19,778</u>	<u>48.7%</u>
Increase (decrease) in net assets	190,239	2,875,779	(2,685,540)	-93.4%
Beginning net assets	<u>18,040,307</u>	<u>15,164,528</u>	<u>2,875,779</u>	<u>19.0%</u>
Ending net assets	<u>\$ 18,230,546</u>	<u>\$ 18,040,307</u>	<u>\$ 190,239</u>	<u>1.1%</u>

Operating Revenues and Expenses

Operating revenues and expenses come from sources that are connected directly to the Foundation's business function. Revenues come from other operating revenues which include sales of goods and services associated with fundraising activities and other miscellaneous revenue. Expenses include categories such as gift to university, supplies and other services, scholarships and fellowships. In this discussion and analysis, expenses are reported by functional program such as instruction, research, public service, academic support, student services, institutional support, operation and maintenance of plant, student grants and scholarships.

Operating Revenues

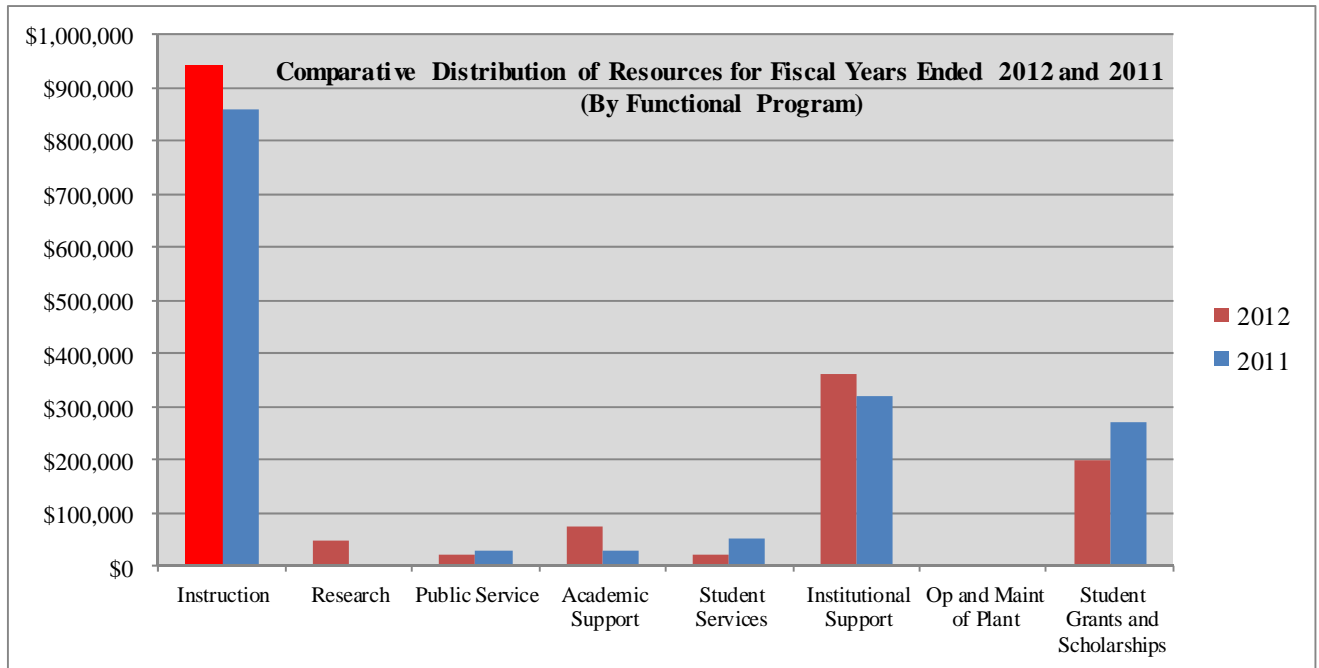
Total operating revenues decreased by \$3K versus prior year and thus reflect no material change.

**CALIFORNIA STATE UNIVERSITY, CHANNEL ISLANDS FOUNDATION
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
FOR THE YEAR ENDED JUNE 30, 2012**

Operating Expenses

Total operating expenses increased by \$106K versus prior year and are attributable to the write-off of bad debts.

The following chart presents the distribution of resources in support of the Foundation's mission for fiscal years 2012 and 2011:



Non-operating Revenues (Expenses)

Non-operating revenues (expenses) come from sources that are not part of the Foundation's primary business functions. Included in this classification are categories such as gifts noncapital, gifts in-kind, and investment income. Total nonoperating revenue decreased by \$2.6M and is primarily due to a loss in investment earnings of \$2.4M.

CALIFORNIA STATE UNIVERSITY, CHANNEL ISLANDS FOUNDATION
STATEMENT OF NET ASSETS
JUNE 30, 2012
(WITH COMPARATIVE TOTALS FOR 2011)

	<u>2012</u>	<u>2011</u>
ASSETS		
Current assets		
Cash	\$ 1,434,086	\$ 1,260,886
Short-term investments	97,717	98,606
Accounts receivable	57,637	67,125
Related party receivables	802	95,407
Pledges receivable, net	630,942	1,090,718
Prepaid expenses	<u>7,540</u>	<u>8,306</u>
Total current assets	2,228,724	2,621,048
Non-current assets		
Restricted cash and cash equivalents	3,469,267	2,399,231
Long-term investments	11,628,728	12,165,063
Pledges receivable, net	<u>1,410,063</u>	<u>1,553,156</u>
Total non-current assets	<u>16,508,058</u>	<u>16,117,450</u>
 Total assets	 <u>18,736,782</u>	 <u>18,738,498</u>
LIABILITIES		
Current liabilities		
Accounts payable	18,085	47,599
Related party payable	<u>218,973</u>	<u>295,505</u>
Total current liabilities	237,058	343,104
Noncurrent liabilities		
Liability to beneficiaries	<u>269,178</u>	<u>355,087</u>
Total noncurrent liabilities	<u>269,178</u>	<u>355,087</u>
 Total liabilities	 <u>506,236</u>	 <u>698,191</u>
NET ASSETS		
Restricted for:		
Nonexpendable - endowments	5,311,623	5,523,112
Expendable:		
Scholarships and fellowships	1,101,211	1,002,564
Research	35,257	41,591
Capital projects	276,889	40,146
Other	10,704,742	10,604,332
Unrestricted	<u>800,824</u>	<u>828,562</u>
 Total net assets	 <u>\$ 18,230,546</u>	 <u>\$ 18,040,307</u>

See accompanying auditor's report and
notes to financial statements.

**CALIFORNIA STATE UNIVERSITY, CHANNEL ISLANDS FOUNDATION
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS
FOR THE YEAR ENDED JUNE 30, 2012
(WITH COMPARATIVE TOTALS FOR 2011)**

	<u>2012</u>	<u>2011</u>
REVENUES		
Operating revenues		
Other operating income	\$ 87,065	\$ 90,481
Total operating revenues	87,065	90,481
EXPENSES		
Operating expenses		
Instruction	940,935	857,830
Research	47,119	378
Public service	21,911	27,639
Academic support	72,456	30,202
Student services	19,841	51,435
Institutional support	361,644	319,122
Operation and maintenance of plant	-	83
Student grants and scholarships	198,867	270,327
Total operating expenses	1,662,773	1,557,016
Operating income (loss)	(1,575,708)	(1,466,535)
NONOPERATING REVENUES (EXPENSES)		
Nongovernmental grants, noncapital	372,000	-
Gifts, noncapital	1,673,186	2,277,376
In-kind contributions	86,471	24,538
Investment income (loss)	(426,071)	1,951,152
Other nonoperating revenues (expenses)	-	48,665
Net nonoperating revenues and expenses	1,705,586	4,301,731
INCOME BEFORE ADDITIONS	129,878	2,835,196
ADDITIONS TO PERMANENT ENDOWMENTS	60,361	40,583
INCREASE (DECREASE) IN NET ASSETS	190,239	2,875,779
NET ASSETS - beginning of year	18,040,307	15,164,528
NET ASSETS - end of year	\$ 18,230,546	\$ 18,040,307

See accompanying auditor's report and
notes to financial statements.

CALIFORNIA STATE UNIVERSITY, CHANNEL ISLANDS FOUNDATION
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2012
(WITH COMPARATIVE TOTALS FOR 2011)

	<u>2012</u>	<u>2011</u>
Cash flows from operating activities:		
Payments to suppliers	\$ (1,454,641)	\$ (1,156,621)
Payments to students	(183,375)	(209,177)
Gifts to University	-	-
Other receipts (payments)	<u>61,121</u>	<u>(22,377)</u>
Net Cash Provided (Used) by Operating Activities	(1,576,895)	(1,388,175)
Cash flows from noncapital financing activities:		
Gifts and grants received for other than capital purposes	<u>3,290,341</u>	<u>2,990,336</u>
Net Cash Provided (Used) by noncapital financing activities	3,290,341	2,990,336
Cash flows from investing activities:		
Proceeds from sales and maturities of investments	4,277,268	1,736,099
Purchases of investments	(4,585,756)	(2,192,056)
Investment income received	<u>(161,722)</u>	<u>406,028</u>
Net Cash Provided (Used) by Investing Activities	<u>(470,210)</u>	<u>(49,929)</u>
Net increase (decrease) in cash and cash equivalents	1,243,236	1,552,232
Cash and cash equivalents at beginning of year	<u>3,660,117</u>	<u>2,107,885</u>
Cash and cash equivalents at end of year	<u>\$ 4,903,353</u>	<u>\$ 3,660,117</u>
Reconciliation of net operating income (loss) to net cash provided by (used by) operating activities		
Operating income	(1,575,708)	(1,466,535)
Adjustments to reconcile net operating income (loss) to net cash provided by (used by) operating activities:		
Bad debt	-	-
(Increase) decrease in:		
Accounts receivable	9,488	(95,377)
Related party receivables	94,605	-
Prepaid expenses	766	(8,305)
Increase (decrease) in:		
Accounts payable	(29,514)	323,586
Accrued liabilities	-	(141,544)
Related party payable	<u>(76,532)</u>	<u>-</u>
Net Cash Provided (Used) by Operating Activities	<u>\$(1,576,895)</u>	<u>\$(1,388,175)</u>

See accompanying auditor's report and
notes to financial statements.

**CALIFORNIA STATE UNIVERSITY, CHANNEL ISLANDS FOUNDATION
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2012**

1. SUMMARY OF OPERATIONS AND SIGNIFICANT ACCOUNTING POLICIES

Nature of Organization

California State University, Channel Islands Foundation (Foundation) was created on August 28, 1996, pursuant to the General Nonprofit Corporation Law of the State of California and was organized to promote and assist education, administration and related services of the California State University, Channel Islands. The Foundation operates as an auxiliary organization of the California State University, Channel Islands (University) under an operating agreement with the Trustees of the California State University (the Trustees), which goes through June 30, 2015.

Basis of Accounting and Presentation

The accompanying financial statements have been prepared using the economic resources measurement focus and the accrual basis of accounting in accordance with U.S. generally accepted accounting principles, as prescribed by the Governmental Accounting Standards Board (GASB). Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows.

Cash and Cash Equivalents

For purposes of the statement of cash flows, cash and cash equivalents include all highly liquid debt instruments with a maturity of three months or less from date of purchase.

Investments

Investments in marketable securities with readily determinable fair values and all investments in debt securities are reported at their fair values in the statement of financial position. Unrealized gains and losses are included in the change in net assets in the accompanying Statement of Revenue, Expenses, and Changes in Net Assets.

The fair value of investments in securities is based on the quoted market price of the underlying securities.

Investment income is reported net of related expenses as increases or decreases in unrestricted net assets unless a donor temporarily or permanently restricts their use.

Net Assets

The Foundation's net assets are classified into the following net asset categories:

Restricted – non expendable endowments – Net assets resulted from contributions restricted by the donor for investment in perpetuity. The investment incomes generated by the endowments are to be used for scholarships for University students and programs described by the respective donors.

**CALIFORNIA STATE UNIVERSITY, CHANNEL ISLANDS FOUNDATION
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2012**

1. SUMMARY OF OPERATIONS AND SIGNIFICANT ACCOUNTING POLICIES – Continued

Restricted – expendable – Net assets subject to externally imposed conditions that can be fulfilled by the actions of the Foundation or by the passage of time.

Unrestricted – All other categories of net assets. In addition, unrestricted net assets may be designated for use by management of the Foundation or have legislative or bond indenture requirements associated with their use. These requirements limit the area of operations for which expenditures of net assets may be made and require that unrestricted net assets be designated to support future operations in these areas.

The Foundation has adopted a policy of generally utilizing restricted-expendable funds, prior to unrestricted funds when an expense is incurred for purposes for which both are related.

Revenues

The Foundation derives its operating revenues primarily from sales and services of goods through fundraising activities; raffle tickets, bizarre and art sales.

Classification of Revenues

The Foundation considers operating revenues and expenses in the statement of revenues, expenses, and changes in net assets to be those revenues and expenses that result from exchange transactions or from other activities that are connected directly to the Foundation's primary functions. Exchange transactions include charges for services rendered and the acquisition of goods and services. Certain other transactions are reported as nonoperating revenues and expenses or in accordance with GASB Statement No. 35.

Income Taxes

The Foundation is a Not-for-Profit tax-exempt corporation under Internal Revenue Code Section 501(c)(3). Accordingly, income taxes are not significant to the financial statements. The IRS classified the organization as one that is not a private foundation within the meaning of section 509(a) of the Code because it is an organization described in section(s) 509(a)(1) and 170(b)(1)(A)(vi). The Foundation's Forms 990, *Return of Organization Exempt from Income Tax*, for the years ending 2010, 2009, 2008, are subject to examination by the IRS, generally for 3 years after they were filed.

Estimates

The preparation of these financial statements requires management to make estimates and assumptions. Those estimates and assumptions affect the reported amounts of assets, liabilities, revenues and expenses, as well as the disclosure of contingent assets and liabilities. Actual results could differ from those estimates. Management also determines the accounting principles to be used in the preparation of the financial statements. A description of the significant accounting policies employed in the preparation of these financial statements follows.

Subsequent Events

The Foundation has evaluated events subsequent to June 30, 2012, to assess the need for potential recognition or disclosure in the financial statements. Such events were evaluated through September 21, 2012, the date the financial statements were available to be issued. Events occurring after that date have not been evaluated to determine whether a change in the financial statements would be required. Based upon this evaluation, it was determined that no subsequent events occurred that require recognition or additional disclosure in the financial statements.

**CALIFORNIA STATE UNIVERSITY, CHANNEL ISLANDS FOUNDATION
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2012
(CONTINUED)**

2. CASH AND CASH EQUIVALENTS

The Foundation's cash and cash equivalents as of June 30, 2012 are classified in the accompanying statement of net assets as follows:

Cash and cash equivalents	\$ 1,434,086
Restricted cash and cash equivalents	<u>3,469,267</u>
Total cash and cash equivalents	<u>\$ 4,903,353</u>

(a) Cash and Cash Equivalents

At June 30, 2012, cash and cash equivalents consisted of demand deposits maintained at the bank. Total cash and cash equivalents of \$4,903,353 had a corresponding carrying value balance with the bank of \$4,740,691 at June 30, 2012. The difference is related to deposits in transit (\$160K).

(b) Custodial Credit Risk for Deposits

Custodial credit risk for deposits is the risk that the Foundation will not be able to recover deposits or will not be able to recover collateral securities that are in possession of an outside party. The California Government Code and Education Code do not contain legal or policy requirements that would limit the exposure to custodial credit risk for deposits, other than the provision that a financial institution must secure deposits made by state or local governmental units by pledging securities in an undivided collateral pool held by a depository regulated under state law. This risk is mitigated in that the Foundation's deposits are maintained at financial institutions that are fully insured or collateralized as required by state law.

3. ACCOUNTS RECEIVABLE

Accounts Receivable at June 30, 2012 consisted of the following:

	<u>Current</u>	<u>Non Current</u>	<u>Total</u>
Accounts Receivable - Other	\$ 57,637	\$ -	\$ 57,637
Pledges Receivable	<u>630,942</u>	<u>1,410,063</u>	<u>2,041,005</u>
	688,579	1,410,063	2,098,642
Less allowance for Doubtful Accounts	<u>-</u>	<u>-</u>	<u>-</u>
Total	<u>\$ 688,579</u>	<u>\$ 1,410,063</u>	<u>\$ 2,098,642</u>

**CALIFORNIA STATE UNIVERSITY, CHANNEL ISLANDS FOUNDATION
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2012
(CONTINUED)**

4. RELATED PARTY TRANSACTIONS

Related party receivables consist of the following:

	<u>June 30, 2012</u>
CSU Channel Islands	<u>\$ 802</u>
	<u>\$ 802</u>

Related party payables consist of the following:

	<u>June 30, 2012</u>
CSU Channel Islands	\$ 217,303
CSU Channel Islands University Glen Corporation	<u>1,670</u>
	<u>\$ 218,973</u>

5. LONG TERM LIABILITIES ACTIVITY

Long term liability activity for the year ended at June 30 2012 consisted of the following:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Total</u>
Liability to Beneficiary	\$ 355,087	\$ -	\$ (85,909)	\$ 269,178

**CALIFORNIA STATE UNIVERSITY, CHANNEL ISLANDS FOUNDATION
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2012
(CONTINUED)**

6. CLASSIFICATION OF OPERATING EXPENSES

The University has elected to report operating expenses by functional classification in the statements of revenues, expenses, and changes in net assets, but to provide the natural classification of those expenses as an additional disclosure. For the year ended June 30, 2012, operating expenses by natural classification consisted of the following:

2012	Salaries	Benefits	Fellowships	Other services	Depreciation	Total
Functional Classification:						
Instruction	\$ -	\$ -	\$ -	\$ 940,935	\$ -	\$ 940,935
Research				47,119		47,119
Public service	-	-	-	21,911	-	21,911
Academic support	-	-	-	72,456	-	72,456
Student services	-	-	-	19,841	-	19,841
Institutional support	-	-	-	361,644	-	361,644
Operation and maintenance of plant	-	-	-	-	-	-
Student grants and scholarships	-	-	198,867	-	-	198,867
Total	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 198,867</u>	<u>\$ 1,463,907</u>	<u>\$ -</u>	<u>\$ 1,662,773</u>

7. TRANSACTIONS WITH RELATED PARTIES

As discussed in Note 1, the Foundation operates under an agreement with the Trustees as an auxiliary organization of the University. Accordingly, essentially all revenues, and realization of certain assets, are dependent upon the continuation of this agreement.

The accompanying financial statements also include the following transactions with the Site Authority and other related parties as of and for the year ended June 30, 2012:

Payments to University for salaries of University personnel working on contracts, grants, and other programs	\$ 469,582
Payments to University for other than salaries of University personnel	707,159
Accounts (payable to) University	(217,303)
Capital Gifts to University	28,529
Accounts receivable from University	802

SUPPLEMENTARY INFORMATION

CALIFORNIA STATE UNIVERSITY, CHANNEL ISLANDS FOUNDATION
GASB SCHEDULE OF NET ASSETS
JUNE 30, 2012

Assets:	
Current assets:	
Cash and cash equivalents	\$ 1,434,086
Short-term investments	97,717
Accounts receivable, net	58,439
Leases receivable, current portion	—
Notes receivable, current portion	—
Pledges receivable, net	630,942
Prepaid expenses and other assets	7,540
Total current assets	<u>2,228,724</u>
Noncurrent assets:	
Restricted cash and cash equivalents	3,469,267
Accounts receivable, net	—
Leases receivable, net of current portion	—
Notes receivable, net of current portion	—
Student loans receivable, net	—
Pledges receivable, net	1,410,063
Endowment investments	5,311,623
Other long-term investments	6,317,105
Capital assets, net	—
Other assets	—
Total noncurrent assets	<u>16,508,058</u>
Total assets	<u>18,736,782</u>
Liabilities:	
Current liabilities:	
Accounts payable	18,085
Accrued salaries and benefits payable	—
Accrued compensated absences- current portion	—
Deferred revenue	—
Capitalized lease obligations – current portion	—
Long-term debt obligations – current portion	—
Self-insurance claims liability - current portion	—
Depository accounts	—
Other liabilities	218,973
Total current liabilities	<u>237,058</u>
Noncurrent liabilities:	
Accrued compensated absences, net of current portion	—
Deferred revenue	—
Grants refundable	—
Capitalized lease obligations, net of current portion	—
Long-term debt obligations, net of current portion	—
Self-insurance claims liabilities, net of current portion	—
Depository accounts	—
Other postemployment benefits obligation	—
Other liabilities	269,178
Total noncurrent liabilities	<u>269,178</u>
Total liabilities	<u>506,236</u>
Net assets:	
Invested in capital assets, net of related debt	—
Restricted for:	
Nonexpendable – endowments	5,311,623
Expendable:	
Scholarships and fellowships	1,101,211
Research	35,257
Loans	—
Capital projects	276,889
Debt service	—
Other	10,704,742
Unrestricted	800,824
Total net assets	<u>\$ 18,230,546</u>

See accompanying auditor's report and
notes to financial statements.

**CALIFORNIA STATE UNIVERSITY, CHANNEL ISLANDS FOUNDATION
GASB SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS
FOR THE YEAR ENDED JUNE 30, 2012**

Revenues:	
Operating revenues:	
Student tuition and fees (net of scholarship allowances of \$_____)	\$ —
Grants and contracts, noncapital:	
Federal	—
State	—
Local	—
Nongovernmental	—
Sales and services of educational activities	—
Sales and services of auxiliary enterprises (net of scholarship allowances of \$_____)	—
Other operating revenues	87,065
Total operating revenues	<u>87,065</u>
Expenses:	
Operating expenses:	
Instruction	940,935
Research	47,119
Public service	21,911
Academic support	72,456
Student services	19,841
Institutional support	361,644
Operation and maintenance of plant	—
Student grants and scholarships	198,867
Auxiliary enterprise expenses	—
Depreciation and amortization	—
Total operating expenses	<u>1,662,773</u>
Operating income (loss)	<u>(1,575,708)</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	372,000
Other federal nonoperating grants, noncapital	—
Gifts, noncapital	1,759,657
Investment income (loss), net	(426,071)
Endowment income (loss), net	—
Interest Expenses	—
Other nonoperating revenues (expenses)	—
Net nonoperating revenues (expenses)	<u>1,705,586</u>
Income (loss) before other additions	129,878
State appropriations, capital	—
Grants and gifts, capital	—
Additions (reductions) to permanent endowments	60,361
Increase (decrease) in net assets	190,239
Net assets:	
Net assets at beginning of year, as previously reported	18,040,307
Restatements	—
Net assets at beginning of year, as restated	<u>18,040,307</u>
Net assets at end of year	<u>\$ 18,230,546</u>

See accompanying auditor's report and
notes to financial statements.

**CALIFORNIA STATE UNIVERSITY, CHANNEL ISLANDS FOUNDATION
EXPENSES BY NATURAL CLASSIFICATION
FOR THE YEAR ENDED JUNE 30, 2012**

	<u>2012</u>	<u>2011</u>
EXPENSES		
Accounting fees and other CSUCI services	\$ 85,000	\$ 129,127
Advertising and promotion	12,410	50,418
Audit and tax services	-	31,450
Awards and recognition items	12,999	25,988
Bad debt expense	117,383	3,645
Bank and credit card fees	5,766	3,630
Books and subscriptions	964	70
Business meals and hospitality	101,676	10,052
Conferences and meetings	2,544	-
Consultant fees	-	35,000
Contributions to the University	-	225,173
Education and training	4,072	-
Equipment	18,778	-
Event catering services	-	99,278
Grants made	23,218	14,795
Honoraria	1,950	950
Insurance	2,558	2,668
Investment fees	52,096	42,220
Membership dues and fees	12,745	-
Miscellaneous expense	-	1,801
Office expense	10,277	-
Office supplies	-	2,305
OPC chargebacks	4,051	-
Other services	-	458,331
Other supplies	-	66,009
Outside services	496,791	-
Postage	7,584	6,829
Printing	36,189	38,270
Professional fees	33,774	-
Registration and dues	-	17,211
Rent	10,974	14,634
Repairs and maintenance	252	-
Scholarships	243,375	252,677
Software	331	-
Supplies	343,394	-
Telephone	527	1,378
Travel	<u>21,095</u>	<u>23,107</u>
 Total expenses	 <u>\$1,662,773</u>	 <u>\$1,557,016</u>

See accompanying auditor's report and
notes to financial statements.

**CALIFORNIA STATE UNIVERSITY, CHANNEL ISLANDS FOUNDATION
OTHER INFORMATION
FOR THE YEAR ENDED JUNE 30, 2012**

1	Restricted cash and cash equivalents at June 30, 2012:	
	Portion of restricted cash and cash equivalents related to endowments	\$ 162,157
	All other restricted cash and cash equivalents	<u>3,307,110</u>
	Total restricted cash and cash equivalents	<u>\$ 3,469,267</u>

See accompanying auditor's report and
notes to financial statements.

**CALIFORNIA STATE UNIVERSITY, CHANNEL ISLANDS FOUNDATION
OTHER INFORMATION
FOR THE YEAR ENDED JUNE 30, 2012**

2.1 Composition of investments at June 30, 2012:

	Current			Noncurrent Unrestricted	Noncurrent Restricted	Total Noncurrent	Total
	Unrestricted	Current Restricted	Total Current				
State of California Surplus Money Investment Fund (SMIF)	\$ -	-	-	-	-	-	-
State of California Local Agency Investment Fund (LAIF)	-	-	-	-	-	-	-
Wachovia Short Term Fund	-	-	-	-	-	-	-
Wachovia Medium Term Fund	-	-	-	-	-	-	-
Wachovia Equity Fund	-	-	-	-	-	-	-
US Bank SWIFT pool	-	-	-	-	-	-	-
Common Fund - Short Term Fund	-	-	-	-	-	-	-
Common Fund - Others	-	-	-	-	-	-	-
Debt securities	-	-	-	-	-	-	-
Equity securities	-	-	-	-	7,138,207	7,138,207	7,138,207
Fixed income securities (Treasury notes, GNMA's)	-	-	-	-	-	-	-
Land and other real estate	-	-	-	-	-	-	-
Certificates of deposit	-	-	-	-	-	-	-
Notes receivable	-	-	-	-	-	-	-
Mutual funds	-	97,717	97,717	-	4,490,521	4,490,521	4,588,238
Money Market funds	-	-	-	-	-	-	-
Collateralized mortgage obligations:							
Inverse floaters	-	-	-	-	-	-	-
Interest-only strips	-	-	-	-	-	-	-
Agency pass-through	-	-	-	-	-	-	-
Private pass-through	-	-	-	-	-	-	-
Other major investments:							
Add description	-	-	-	-	-	-	-
Add description	-	-	-	-	-	-	-
Add description	-	-	-	-	-	-	-
Add description	-	-	-	-	-	-	-
Add description	-	-	-	-	-	-	-
Total investments	-	97,717	97,717	-	11,628,728	11,628,728	11,726,445
Less endowment investments (enter as negative number)					(5,311,623)	(5,311,623)	(5,311,623)
Total investments	-	97,717	97,717	-	6,317,105	6,317,105	6,414,822

See accompanying auditor's report and notes to financial statements.

**CALIFORNIA STATE UNIVERSITY, CHANNEL ISLANDS FOUNDATION
OTHER INFORMATION
FOR THE YEAR ENDED JUNE 30, 2012**

2.2 Investments held by the University under contractual agreements at June 30, 2012:

Portion of investments in note 2.1 held by the University under contractual agreements at June 30, 2012 :

2.3 Restricted current investments at June 30, 2012 related to:

	Amount
Mutual Funds	\$ 97,717
Add description	—
Add description	—
Add description	—
Add description	—
Add description	—
Add description	—
Add description	—
Add description	—
Add description	—
Total restricted current investments at June 30, 2012	\$ 97,717

2.4 Restricted noncurrent investments at June 30, 2012 related to:

	Amount
Endowment investment	\$ 5,311,623
Equities	1,826,584
Mutual Funds	4,490,521
Add description	—
Add description	—
Add description	—
Add description	—
Add description	—
Add description	—
Add description	—
Total restricted noncurrent investments at June 30, 2012	\$ 11,628,728

See accompanying auditor's report and notes to financial statements.

CALIFORNIA STATE UNIVERSITY, CHANNEL ISLANDS FOUNDATION
OTHER INFORMATION
FOR THE YEAR ENDED JUNE 30, 2012
(CONTINUED)

3.1 Composition of capital assets at June 30, 2012:

	Balance June 30, 2011	Prior period Adjustments	Reclassifications	Balance June 30, 2011 (restated)	Additions	Reductions	Transfers of Completed CWIP	Balance June 30, 2012
Nondepreciable/nonamortizable 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	-	-	-	-	-	-	-	-
Internally generated intangible assets in progress	-	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-	-
Other intangible assets:								
	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-
Total intangible assets	-	-	-	-	-	-	-	-
Total nondepreciable/nonamortizable capital assets	-	-	-	-	-	-	-	-
Depreciable/amortizable capital assets:								
Buildings and building improvements	-	-	-	-	-	-	-	-
Improvements, other than buildings	-	-	-	-	-	-	-	-
Infrastructure	-	-	-	-	-	-	-	-
Leasehold improvements	-	-	-	-	-	-	-	-
Personal property:								
Equipment	-	-	-	-	-	-	-	-
Library books and materials	-	-	-	-	-	-	-	-
Intangible assets:								
Software and websites	-	-	-	-	-	-	-	-
Rights and easements	-	-	-	-	-	-	-	-
Patents, copyright and trademarks	-	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-	-
Other intangible assets:								
	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-
Total intangible assets	-	-	-	-	-	-	-	-
Total depreciable/amortizable capital assets	-	-	-	-	-	-	-	-
Total capital assets	-	-	-	-	-	-	-	-

See accompanying auditor's report and
notes to financial statements.

CALIFORNIA STATE UNIVERSITY, CHANNEL ISLANDS FOUNDATION
OTHER INFORMATION
FOR THE YEAR ENDED JUNE 30, 2012
(CONTINUED)

Less accumulated depreciation/amortization:								
Buildings and building improvements	-	-	-	-	-	-	-	-
Improvements, other than buildings	-	-	-	-	-	-	-	-
Infrastructure	-	-	-	-	-	-	-	-
Leasehold improvements	-	-	-	-	-	-	-	-
Personal property:								
Equipment	-	-	-	-	-	-	-	-
Library books and materials	-	-	-	-	-	-	-	-
Intangible assets:								
Software and websites	-	-	-	-	-	-	-	-
Rights and easements	-	-	-	-	-	-	-	-
Patents, copyright and trademarks	-	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-	-
Other intangible assets:	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-
Total intangible assets	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total accumulated depreciation/amortization	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total capital assets, net	<u>\$ -</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

3.2 Detail of depreciation and amortization expense for the year ended June 30, 2012:

Depreciation and amortization expense related to capital assets	\$	—
Amortization expense related to other assets		<u>—</u>
Total depreciation and amortization	\$	<u>—</u>

See accompanying auditor's report and
notes to financial statements.

CALIFORNIA STATE UNIVERSITY, CHANNEL ISLANDS FOUNDATION
OTHER INFORMATION
FOR THE YEAR ENDED JUNE 30, 2012
(CONTINUED)

4 Long-term liabilities activity schedule:

	Balance June 30, 2011	Prior period adjustments	Reclassifications	Balance June 30, 2011 (restated)	Additions	Reductions	Balance June 30, 2012	Current portion	Long-term portion
Accrued compensated absences	\$ —	—	—	—	-	-	—	—	—
Capitalized lease obligations:									
Gross balance	—	—	—	—	-	-	—	—	—
Unamortized premium / (discount) on capitalized lease obligations	—	—	—	—	-	-	—	—	—
Total capitalized lease obligations	—	—	—	—	-	-	—	—	—
Long-term debt obligations:									
Revenue Bonds	—	—	—	—	-	-	—	—	—
Other bonds (non-Revenue Bonds)	—	—	—	—	-	-	—	—	—
Commercial Paper	—	—	—	—	-	-	—	—	—
Other:									
Add description	—	—	—	—	-	-	—	—	—
Add description	—	—	—	—	-	-	—	—	—
Add description	—	—	—	—	-	-	—	—	—
Add description	—	—	—	—	-	-	—	—	—
Add description	—	—	—	—	-	-	—	—	—
Add description	—	—	—	—	-	-	—	—	—
Total long-term debt obligations	—	—	—	—	-	-	—	—	—
Unamortized bond premium / (discount)	—	—	—	—	-	-	—	—	—
Unamortized loss on refunding	—	—	—	—	-	-	—	—	—
Total long-term debt obligations, net	—	—	—	—	—	—	—	—	—
Total long-term liabilities	\$ —	—	—	—	—	—	—	—	—

See accompanying auditor's report and
notes to financial statements.

**CALIFORNIA STATE UNIVERSITY, CHANNEL ISLANDS FOUNDATION
OTHER INFORMATION
FOR THE YEAR ENDED JUNE 30, 2012
(CONTINUED)**

5 Future minimum lease payments - capital lease obligations:

	Principal	Interest	Principal and Interest
Year ending June 30:			
2013	-	-	—
2014	-	-	—
2015	-	-	—
2016	-	-	—
2017	-	-	—
2018 - 2022	-	-	—
2023 - 2027	-	-	—
2028 - 2032	-	-	—
2033 - 2037	-	-	—
2038 - 2042	-	-	—
2043 - 2047	-	-	—
2048 - 2052	-	-	—
2053 - 2057	-	-	—
2058 - 2062	-	-	—
	-	-	—
Total minimum lease payments			—
Less amounts representing interest			—
Present value of future minimum lease payments			—
Less: current portion			—
Capitalized lease obligation, net of current portion			\$ —

See accompanying auditor's report and
notes to financial statements.

**CALIFORNIA STATE UNIVERSITY, CHANNEL ISLANDS FOUNDATION
OTHER INFORMATION
FOR THE YEAR ENDED JUNE 30, 2012
(CONTINUED)**

6 Long-term debt obligation schedule

	Revenue Bonds			All other long-term debt obligations			Total		
	Principal	Interest	Principal and Interest	Principal	Interest	Principal and Interest	Principal	Interest	Principal and Interest
Year ending June 30:									
2013	\$ -	-	-	-	-	-	-	-	-
2014	-	-	-	-	-	-	-	-	-
2015	-	-	-	-	-	-	-	-	-
2016	-	-	-	-	-	-	-	-	-
2017	-	-	-	-	-	-	-	-	-
2018 - 2022	-	-	-	-	-	-	-	-	-
2023 - 2027	-	-	-	-	-	-	-	-	-
2028 - 2032	-	-	-	-	-	-	-	-	-
2033 - 2037	-	-	-	-	-	-	-	-	-
2038 - 2042	-	-	-	-	-	-	-	-	-
2043 - 2047	-	-	-	-	-	-	-	-	-
2048 - 2052	-	-	-	-	-	-	-	-	-
2053 - 2057	-	-	-	-	-	-	-	-	-
2058 - 2062	-	-	-	-	-	-	-	-	-
Total	\$ -	-	-	-	-	-	-	-	-

See accompanying auditor's report and notes to financial statements.

CALIFORNIA STATE UNIVERSITY, CHANNEL ISLANDS FOUNDATION
OTHER INFORMATION
FOR THE YEAR ENDED JUNE 30, 2012
(CONTINUED)

7 Calculation of net assets

	<u>Auxiliary Organizations</u>		<u>Total</u>
	<u>GASB</u>	<u>FASB</u>	<u>Auxiliaries</u>
7.1 Calculation of net assets - Invested in capital assets, net of related debt			
Capital assets, net of accumulated depreciation	\$ —	—	—
Capitalized lease obligations - current portion	—	—	—
Capitalized lease obligations, net of current portion	—	—	—
Long-term debt obligations - current portion	—	—	—
Long-term debt obligations, net of current portion	—	—	—
Portion of outstanding debt that is unspent at year-end	—	—	—
Other adjustments: (please list)			
Add description	—	—	—
Add description	—	—	—
Add description	—	—	—
Add description	—	—	—
Add description	—	—	—
Add description	—	—	—
Net assets - invested in capital assets, net of related debt	<u>\$ —</u>	<u>—</u>	<u>—</u>
7.2 Calculation of net assets - Restricted for nonexpendable - endowments			
Portion of restricted cash and cash equivalents related to endowments	\$ 162,157	—	162,157
Endowment investments	5,149,466	—	5,149,466
Other adjustments: (please list)			
Add description	—	—	—
Add description	—	—	—
Add description	—	—	—
Add description	—	—	—
Add description	—	—	—
Add description	—	—	—
Add description	—	—	—
Add description	—	—	—
Add description	—	—	—
Add description	—	—	—
Net assets - Restricted for nonexpendable - endowments per SNA	<u>\$ 5,311,623</u>	<u>—</u>	<u>5,311,623</u>

See accompanying auditor's report and notes to financial statements.

**CALIFORNIA STATE UNIVERSITY, CHANNEL ISLANDS FOUNDATION
OTHER INFORMATION
FOR THE YEAR ENDED JUNE 30, 2012
(CONTINUED)**

8 Transactions with Related Entities

	Amount
Payments to University for salaries of University personnel working on contracts, grants, and other programs	\$ 469,582
Payments to University for other than salaries of University personnel	707,159
Payments received from University for services, space, and programs	—
Gifts-in-kind to the University from Auxiliary Organizations	61,294
Gifts (cash or assets) to the University from recognized Auxiliary Organizations	28,529
Accounts (payable to) University (enter as negative number)	(217,303)
Other amounts (payable to) University (enter as negative number)	—
Accounts receivable from University	802
Other amounts receivable from University	—

See accompanying auditor's report and
notes to financial statements.

**CALIFORNIA STATE UNIVERSITY, CHANNEL ISLANDS FOUNDATION
OTHER INFORMATION
FOR THE YEAR ENDED JUNE 30, 2012
(CONTINUED)**

9 Other Postemployment Benefits Obligation (OPEB)

Annual required contribution (ARC)	\$	—
Contributions during the year		—
		<hr style="border: 1px solid black;"/>
Increase (decrease) in net OPEB obligation (NOO)		—
NOO - beginning of year		—
NOO - end of year	\$	<hr style="border: 1px solid black;"/> <hr style="border: 1px solid black;"/>

See accompanying auditor's report and
notes to financial statements.

CALIFORNIA STATE UNIVERSITY, CHANNEL ISLANDS FOUNDATION
OTHER INFORMATION
FOR THE YEAR ENDED JUNE 30, 2012
(CONTINUED)

10 Pollution remediation liabilities under GASB Statement No. 49:

Description	Amount
Add description	\$ —
Add description	—
Add description	—
Add description	—
Add description	—
Add description	—
Add description	—
Add description	—
Add description	—
Add description	—
Total pollution remediation liabilities	\$ —
Less: current portion	—
Pollution remediation liabilities, net of current portion	—

See accompanying auditor's report and notes to financial statements.

**CALIFORNIA STATE UNIVERSITY, CHANNEL ISLANDS FOUNDATION
OTHER INFORMATION
FOR THE YEAR ENDED JUNE 30, 2012
(CONTINUED)**

11 The nature and amount of the prior period adjustment(s) recorded to beginning net assets

	Net Asset Class	Amount Dr. (Cr.)
Net assets as of June 30, 2011, as previously reported		\$ 18,040,307
Prior period adjustments:		
1 (list description of each adjustment)		—
2 (list description of each adjustment)		—
3 (list description of each adjustment)		—
4 (list description of each adjustment)		—
5 (list description of each adjustment)		—
6 (list description of each adjustment)		—
7 (list description of each adjustment)		—
8 (list description of each adjustment)		—
9 (list description of each adjustment)		—
10 (list description of each adjustment)		—
Net assets as of June 30, 2011, as restated		\$ 18,040,307

Provide a detailed breakdown of the journal entries (at the financial statement line item level) booked to record each prior period adjustment:

	Debit	Credit
Net asset class: _____ 1 (breakdown of adjusting journal entry)	\$ —	—
Net asset class: _____ 2 (breakdown of adjusting journal entry)	—	—
Net asset class: _____ 3 (breakdown of adjusting journal entry)	—	—
Net asset class: _____ 4 (breakdown of adjusting journal entry)	—	—
Net asset class: _____ 5 (breakdown of adjusting journal entry)	—	—
Net asset class: _____ 6 (breakdown of adjusting journal entry)	—	—
Net asset class: _____ 7 (breakdown of adjusting journal entry)	—	—
Net asset class: _____ 8 (breakdown of adjusting journal entry)	—	—
Net asset class: _____ 9 (breakdown of adjusting journal entry)	—	—
Net asset class: _____ 10 (breakdown of adjusting journal entry)	—	—

See accompanying auditor's report and
notes to financial statements.