

**CALIFORNIA STATE UNIVERSITY,  
NORTHRIDGE FOUNDATION**

FINANCIAL STATEMENTS

YEAR ENDED JUNE 30, 2014

**CALIFORNIA STATE UNIVERSITY,  
NORTHRIDGE FOUNDATION**

**FINANCIAL STATEMENTS**

**YEAR ENDED JUNE 30, 2014**

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## INDEPENDENT AUDITOR'S REPORT

To the Board of Directors  
California State University, Northridge Foundation

### **Report on the Financial Statements**

We have audited the accompanying financial statements of California State University, Northridge Foundation, which comprise the statement of financial position as of June 30, 2014, and the related statements of activities 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 financial statements referred to above present fairly, in all material respects, the financial position of California State University, Northridge Foundation as of June 30, 2014, 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.

To the Board of Directors  
California State University, Northridge Foundation

**Report on Supplementary Information**

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The schedules of net position, revenues, expenses and changes in net position and other information is presented for purposes of additional analysis and is not a required part of the 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 financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the 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 financial statements as a whole.

**Report on Summarized Comparative Information**

We have previously audited California State University, Northridge Foundation's June 30, 2013 financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated September 12, 2013. In our opinion, the summarized comparative information presented herein as of and for the year ended June 30, 2013, is consistent, in all material respects, subject to the net assets reclassification in Note 6(c) with the audited financial statements from which it has been derived.

*Green Hasson & Janks LLP*

September 16, 2014  
Los Angeles, California

**CALIFORNIA STATE UNIVERSITY,  
NORTHRIDGE FOUNDATION**

STATEMENT OF FINANCIAL POSITION  
June 30, 2014  
With Summarized Totals at June 30, 2013

	2014	As Restated 2013
<b>ASSETS</b>		
Cash and Cash Equivalents	\$ 770,483	\$ 3,587,009
Investments	120,202,524	97,545,302
Restricted Cash and Cash Equivalents	1,910,519	2,499,581
Pledges Receivable (Net)	11,770,420	4,581,076
Prepaid Expenses	37,747	39,281
Gift Annuities Receivable (Net)	218,966	182,854
Beneficial Interest in Charitable Remainder Trusts	1,278,032	1,175,157
Other Receivables	300,640	311,113
Other Assets	884,300	884,300
	<b>\$ 137,373,631</b>	<b>\$ 110,805,673</b>
<b>LIABILITIES AND NET ASSETS</b>		
<b>LIABILITIES:</b>		
Accounts Payable and Accrued Liabilities	\$ 31,123	\$ 114,480
Amounts Payable to the University	1,562	120,905
Amounts Payable to Other University Auxiliary Organization	9,508	269,256
Deferred Revenue	-	57,292
	<b>42,193</b>	<b>561,933</b>
<b>NET ASSETS:</b>		
Unrestricted - Undesignated	14,790,343	8,427,156
Unrestricted - Board-Designated	4,000,000	4,000,000
	<b>18,790,343</b>	<b>12,427,156</b>
Temporarily Restricted	69,838,117	51,688,081
Permanently Restricted	48,702,978	46,128,503
	<b>137,331,438</b>	<b>110,243,740</b>
	<b>\$ 137,373,631</b>	<b>\$ 110,805,673</b>

The Accompanying Notes are an Integral Part of These Financial Statements

**CALIFORNIA STATE UNIVERSITY,  
NORTHRIDGE FOUNDATION**

STATEMENT OF ACTIVITIES  
Year Ended June 30, 2014  
With Summarized Totals for the Year Ended June 30, 2013

	2014				As Restated 2013
	Unrestricted	Temporarily Restricted	Permanently Restricted	Total	Total
<b>REVENUE AND SUPPORT:</b>					
<b>SUPPORT:</b>					
Contributions	\$ 74,632	\$ 14,727,766	\$ 2,301,892	\$ 17,104,290	\$ 10,109,526
Contributed Goods	-	245,240	-	245,240	160,851
Change in Value of Gift Annuities Receivable	-	36,112	-	36,112	13,207
Change in Value of Beneficial Interest in Charitable Remainder Trusts	-	102,875	-	102,875	87,790
<b>TOTAL SUPPORT</b>	<b>74,632</b>	<b>15,111,993</b>	<b>2,301,892</b>	<b>17,488,517</b>	<b>10,371,374</b>
<b>OTHER REVENUE:</b>					
Program Income	-	700,151	-	700,151	577,361
Investment Income (Net)	5,680,994	9,698,580	-	15,379,574	10,121,414
Royalties	132,776	-	-	132,776	90,481
Other	98,196	266,077	-	364,273	545,006
<b>TOTAL OTHER REVENUE</b>	<b>5,911,966</b>	<b>10,664,808</b>	<b>-</b>	<b>16,576,774</b>	<b>11,334,262</b>
<b>TOTAL REVENUE AND SUPPORT</b>	<b>5,986,598</b>	<b>25,776,801</b>	<b>2,301,892</b>	<b>34,065,291</b>	<b>21,705,636</b>
Net Assets Released from Purpose Restrictions	7,716,558	(7,716,558)	-	-	-
Donor Reclassifications	(362,376)	89,793	272,583	-	-
<b>TOTAL REVENUE AND SUPPORT AND NET ASSETS RELEASED FROM RESTRICTIONS</b>	<b>13,340,780</b>	<b>18,150,036</b>	<b>2,574,475</b>	<b>34,065,291</b>	<b>21,705,636</b>
<b>EXPENSES:</b>					
<b>PROGRAM SERVICES:</b>					
Scholarships	1,777,724	-	-	1,777,724	1,702,760
Support for Performing Arts Center	-	-	-	-	475,124
University Departmental Support	4,559,109	-	-	4,559,109	4,498,715
Public Awareness	186,638	-	-	186,638	337,882
<b>TOTAL PROGRAM SERVICES</b>	<b>6,523,471</b>	<b>-</b>	<b>-</b>	<b>6,523,471</b>	<b>7,014,481</b>
<b>SUPPORTING SERVICES:</b>					
General and Administrative	401,676	-	-	401,676	691,697
Fundraising	52,446	-	-	52,446	19,603
<b>TOTAL SUPPORTING SERVICES</b>	<b>454,122</b>	<b>-</b>	<b>-</b>	<b>454,122</b>	<b>711,300</b>
<b>TOTAL EXPENSES</b>	<b>6,977,593</b>	<b>-</b>	<b>-</b>	<b>6,977,593</b>	<b>7,725,781</b>
<b>CHANGE IN NET ASSETS</b>	<b>6,363,187</b>	<b>18,150,036</b>	<b>2,574,475</b>	<b>27,087,698</b>	<b>13,979,855</b>
Net Assets - Beginning of Year - As Restated	12,427,156	51,688,081	46,128,503	110,243,740	96,263,885
<b>NET ASSETS - END OF YEAR</b>	<b>\$ 18,790,343</b>	<b>\$ 69,838,117</b>	<b>\$ 48,702,978</b>	<b>\$ 137,331,438</b>	<b>\$ 110,243,740</b>

The Accompanying Notes are an Integral Part of These Financial Statements

**CALIFORNIA STATE UNIVERSITY,  
NORTHRIDGE FOUNDATION**

STATEMENT OF CASH FLOWS  
Year Ended June 30, 2014  
With Summarized Totals for the Year Ended June 30, 2013

	2014	As Restated 2013
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>		
Change in Net Assets	\$ 27,087,698	\$ 13,979,855
Adjustments to Reconcile Change in Net Assets to Net Cash Provided by Operating Activities:		
(Recovery of) Loss on Uncollectible Pledges and Other Receivables	(335,945)	237,966
Realized and Unrealized Gains on Investments	(13,504,981)	(8,165,742)
Contributed Stock	(117,298)	(146,703)
Proceeds from Sale of Contributed Stock	117,546	147,687
Gain on Sale of Contributed Stock	(248)	(984)
Contributions Restricted for Investment in Perpetuity	(2,301,892)	(1,673,303)
Change in Value of Gift Annuities Receivable	(36,112)	(13,207)
Change in Value of Beneficial Interest in Charitable Remainder Trusts	(102,875)	(87,790)
(Increase) Decrease in:		
Pledges Receivable	(6,853,399)	1,004,264
Prepaid Expenses	1,534	324
Gift Annuities Receivable	-	(7,333)
Beneficial Interest in Charitable Remainder Trusts	-	(494,300)
Other Receivables	10,473	(248,119)
Increase (Decrease) in:		
Accounts Payable and Accrued Liabilities	(83,357)	(15,580)
Amounts Payable to the University	(119,343)	115,862
Amounts Payable to Other University Auxiliary Organization	(259,748)	247,867
Deferred Revenue	(57,292)	(67,708)
<b>NET CASH PROVIDED BY OPERATING ACTIVITIES</b>	<b>3,444,761</b>	<b>4,813,056</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>		
Purchases of Investments	(8,050,437)	(2,949,981)
Net Proceeds from Sale and Maturities of Investments	760,000	1,625,000
Interest and Dividends Reinvested	(1,861,804)	(1,955,672)
<b>NET CASH USED IN INVESTING ACTIVITIES</b>	<b>(9,152,241)</b>	<b>(3,280,653)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES:</b>		
Contributions Restricted for Investment in Perpetuity	2,301,892	1,673,303
<b>NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS</b>	<b>(3,405,588)</b>	<b>3,205,706</b>
Cash and Cash Equivalents - Beginning of Year	6,086,590	2,880,884
<b>CASH AND CASH EQUIVALENTS - END OF YEAR</b>	<b>\$ 2,681,002</b>	<b>\$ 6,086,590</b>
Cash and Cash Equivalents	\$ 770,483	\$ 3,587,009
Restricted Cash and Cash Equivalents	1,910,519	2,499,581
<b>TOTAL CASH AND CASH EQUIVALENTS</b>	<b>\$ 2,681,002</b>	<b>\$ 6,086,590</b>

The Accompanying Notes are an Integral Part of These Financial Statements

**CALIFORNIA STATE UNIVERSITY,  
NORTHRIDGE FOUNDATION**

**NOTES TO FINANCIAL STATEMENTS  
June 30, 2014**

**NOTE 1 - ORGANIZATION**

California State University, Northridge Foundation (the Foundation) is a nonprofit 501(c)(3) California corporation that serves as an auxiliary organization to California State University, Northridge with a goal of furthering the purposes and objectives of the University. The Foundation's main function is to administer the receipt and disbursement of gifts, grants, contracts, bequests, and trusts from various donors to different departments of the University. The Foundation also assists the University in various activities, including accumulation and managing life income, annuity and student scholarship funds, and administering funds for various educational related functions, special programs, and other activities.

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**(a) BASIS OF PRESENTATION**

The accompanying financial statements have been prepared on the accrual basis of accounting.

**(b) ACCOUNTING**

To ensure observance of certain constraints and restrictions placed on the use of resources, the accounts of the Foundation are maintained in accordance with the principles of net assets accounting. This is the procedure by which resources for various purposes are classified for accounting and reporting purposes into net asset classes that are in accordance with specified activities or objectives. Accordingly, all financial transactions have been recorded and reported by net asset class as follows:

- **Unrestricted - Undesignated.** These generally result from revenues generated by receiving unrestricted contributions, providing services, and receiving income from investments less expenses incurred in providing program related services, raising contributions and performing administrative functions.
- **Unrestricted - Board-Designated.** The Board has adopted a policy regarding operating reserves and annually reviews the policy and amount. As of June 30, 2014, the Board has designated \$4,000,000 as an operating fund reserve as mandated by the Board of Trustees of the California State University.
- **Temporarily Restricted.** The Foundation reports gifts of cash and other assets as temporarily restricted support if they are received with donor stipulations that limit the use of the donated assets. When a donor restriction expires, that is, when a stipulated time restriction ends or the purpose of the restriction is accomplished, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities as net assets released from purpose or time restrictions. The Foundation has \$69,838,117 of temporarily restricted net assets at June 30, 2014.
- **Permanently Restricted.** These net assets are from donors who stipulate that resources are to be maintained permanently, but permit the Foundation to expend all of the income (or other economic benefits) derived from the donated assets. The Foundation has \$48,702,978 of permanently restricted net assets at June 30, 2014.



**CALIFORNIA STATE UNIVERSITY,  
NORTHRIDGE FOUNDATION**

**NOTES TO FINANCIAL STATEMENTS  
June 30, 2014**

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

**(c) CASH AND CASH EQUIVALENTS**

Cash and cash equivalents are short-term, highly liquid investments with maturities of three months or less at the time of purchase. The carrying value of cash and cash equivalents at June 30, 2014 approximates its fair value.

The Foundation maintains its cash and cash equivalents in bank deposit accounts and other investment accounts, which, at times, may exceed federally insured limits. The Foundation has not experienced any losses in such accounts and believes it is not exposed to any significant credit risk on cash and cash equivalents.

**(d) INVESTMENTS**

Investments in equity and debt securities with readily determinable market values are reported at fair value. The fair value of investments is valued at the closing price on the last business day of the fiscal year. Realized gains and losses are calculated based upon the underlying cost of the securities traded. Interest and dividend income is recorded when earned.

Investment securities, in general, are exposed to various risks, such as interest rate, credit, and overall market volatility. Due to the level of risk associated with certain long-term investments, it is reasonably possible that changes in the values of these investments will occur in the near term and that such changes could materially affect the amounts reported in the statement of financial position.

Investments are made according to the investment policies, guidelines, and objectives adopted by the Foundation's Board of Directors. These guidelines provide for investments in equities, fixed income, and other securities with performance measured against appropriate indices. The investments are generally managed by outside investment managers contracted by the Foundation. Market values of such investments and credit ratings of bond issuers are routinely reviewed by the Board of Directors.

**(e) PLEDGES RECEIVABLE**

Pledges receivable are unconditional promises to give and are recognized as receivables and as revenues in the period in which the Foundation is notified by the donor of his or her commitment to make a contribution. The Foundation reports unconditional contributions as restricted support if they are received with donor stipulations that limit the use of the donated assets. Pledges are discounted to their present value when payments are expected in future periods exceeding one year. These discounts are recorded as reductions to contribution revenue and pledges receivable and are adjusted annually. At June 30, 2014, the Foundation evaluated the collectability of pledges receivable. Pledges receivable at June 30, 2014 are net of an allowance for uncollectible pledges of \$253,411.

**CALIFORNIA STATE UNIVERSITY,  
NORTHRIDGE FOUNDATION**

**NOTES TO FINANCIAL STATEMENTS  
June 30, 2014**

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

**(f) GIFT ANNUITIES RECEIVABLE**

The Foundation is the beneficiary of twelve charitable gift annuities administered on the Foundation's behalf by the California State University Foundation, an auxiliary of the California State University Office of the Chancellor. These annuities represent the assets received in the form of contributions in exchange for distributions of a fixed amount for a specific period of time to the donor or other beneficiaries. The fair market value of the donated assets at June 30, 2014 was \$518,499, the annuitant liability, at present value adjusted to reflect changes in life expectancies, was \$299,533. The net receivable due from the California State University Foundation at June 30, 2014 was \$218,966.

**(g) BENEFICIAL INTEREST IN CHARITABLE REMAINDER TRUSTS**

The Foundation has been designated as the beneficiary of assets held in four charitable remainder trusts administered by other trustees. A receivable is recorded at the present value of the amount held by the trustee that is expected to be received by the Foundation. The Foundation uses an interest rate commensurate with the risks involved to discount the contribution receivable. The discount rate used during the year ended June 30, 2014 was 2.0%. The amortization of this discount and changes in actuarial assumptions are reflected in the statement of activities as a change in value of beneficial interest in charitable remainder trusts.

**(h) OTHER RECEIVABLES**

The Foundation is the irrevocable beneficiary or owner of other assets, including an interest in a life estate, a note receivable payable to the Foundation and two life insurance policies in which the Foundation is both the owner and beneficiary. The life estate is presented at the present value of the underlying real estate. The note receivable and life insurance policies are presented at their current market value.

**(i) COLLECTIONS**

The collections, which were acquired through contributions since the Foundation's inception, are not recognized as assets on the statement of financial position. Purchases of collection items are recorded as decreases in unrestricted net assets in the year in which the items are acquired, or as temporarily or permanently restricted net assets if the assets used to purchase the items are restricted by donors. Contributed collection items are not reflected on the financial statements. Proceeds from deaccessions or insurance recoveries are reflected as increases in the appropriate net asset classes. There were no collection items acquired or deaccessioned during the year ended June 30, 2014.

The Foundation's collections are made up of rare Chinese artifacts that are held for educational, research, scientific, and curatorial purposes. Each of the items is cataloged, preserved, and cared for, and activities verifying their existence and assessing their condition are performed continuously. The collections are subject to a policy that requires proceeds from deaccessioning to be used to acquire other items for collections.

**CALIFORNIA STATE UNIVERSITY,  
NORTHRIDGE FOUNDATION**

**NOTES TO FINANCIAL STATEMENTS  
June 30, 2014**

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

**(j) DEFERRED REVENUE**

In a prior year, the Foundation received a contribution that was conditional upon a continuing operating agreement between the donor and the University. The term of the operating agreement expired during the year ended June 30, 2014 and the remaining unamortized portion in the amount of \$57,292 has been recognized as contribution revenue during the year ended June 30, 2014.

**(k) CONTRIBUTED GOODS AND SERVICES**

Contributions of donated non-cash assets are recorded at fair value in the period received. Contributions of donated services are recognized 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. For the year ended June 30, 2014, the Foundation recorded in-kind contributions of \$245,240 (See Note 5).

The Foundation has an arrangement with the University whereby the Foundation receives support from the University to assist in the payment of salaries, use of office space and certain administrative expenses. In return, the Foundation provides services to the University primarily related to fundraising support, management of donated funds, and departmental support. These amounts are not included in the financial statements of the Foundation; however for the year ended June 30, 2014, University support for the Foundation totaled \$322,826.

**(l) INCOME TAXES**

The Foundation is exempt from taxation under Internal Revenue Code Section 501(c)(3) and California Revenue and Taxation Code Section 23701d.

**(m) FUNCTIONAL ALLOCATION OF EXPENSES**

The direct costs of providing the Foundation's programs and other activities which are identifiable have been allocated to the related programs or supporting services. Indirect or shared costs are allocated among program and supporting services by the method that best measures the relative degree of benefit.

**(n) USE OF ESTIMATES**

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect reported amounts of assets, liabilities, revenues and expenses as of the date and for the period presented. Accordingly, actual results could differ from those estimates.

**CALIFORNIA STATE UNIVERSITY,  
NORTHRIDGE FOUNDATION**

**NOTES TO FINANCIAL STATEMENTS  
June 30, 2014**

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

**(o) 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 accounting principles generally accepted in the United States of America. Accordingly, such information should be read in conjunction with the Foundation's financial statements for the year ended June 30, 2013, from which the summarized information was derived.

**(p) RECLASSIFICATION**

For comparability, certain June 30, 2013 amounts have been reclassified, where appropriate, to conform to the financial statement presentation used at June 30, 2014.

**(q) SUBSEQUENT EVENTS**

The Foundation has evaluated events and transactions occurring subsequent to the statement of financial position date of June 30, 2014, for items that should potentially be recognized or disclosed in these financial statements. The evaluation was conducted through September 16, 2014, the date these financial statements were available to be issued. No such material events or transactions were noted to have occurred.

**NOTE 3 - FAIR VALUE MEASUREMENTS**

The Foundation has implemented the fair value accounting standard for those assets (and liabilities) that are re-measured and reported at fair value at each reporting period. This standard establishes a single authoritative definition of fair value, sets out a framework for measuring fair value based on inputs used, and requires additional disclosures about fair value measurements.

In general, fair values determined by Level 1 inputs utilize quoted prices (unadjusted) in active markets for identical assets (or liabilities). Fair values determined by Level 2 inputs utilize data points that are observable such as quoted prices, interest rates and yield curves. Fair values determined by Level 3 inputs are unobservable data points for the asset (or liability) and include situations where there is little, if any, market activity for the asset (or liability).

**CALIFORNIA STATE UNIVERSITY,  
NORTHRIDGE FOUNDATION**

**NOTES TO FINANCIAL STATEMENTS  
June 30, 2014**

**NOTE 3 - FAIR VALUE MEASUREMENTS** (continued)

The following table presents information about the Foundation's assets that are measured at fair value on a recurring basis at June 30, 2014 and indicates the fair value hierarchy of the valuation techniques utilized to determine such fair value:

	Year Ended June 30, 2014	Fair Value Measurements Using		
		Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Cash and Cash Equivalents	\$ 764,781	\$ 764,781	\$ -	\$ -
U.S. Equities	32,587,012	28,526,813	4,060,199	-
Non U.S. Equities	28,939,438	14,440,660	14,498,778	-
U.S. Fixed Income	38,294,921	19,307,351	18,987,570	-
Real Estate	3,490,402	3,490,402	-	-
Hedge Fund of Funds	209,121	-	-	209,121
Limited Partnership	15,916,849	-	-	15,916,849
<b>TOTAL INVESTMENTS</b>	<b>120,202,524</b>	<b>66,530,007</b>	<b>37,546,547</b>	<b>16,125,970</b>
Gift Annuities Receivable	218,966	-	-	218,966
Other Receivables	300,640	-	224,630	76,010
Beneficial Interest in Charitable Remainder Trusts	1,278,032	-	-	1,278,032
<b>TOTAL</b>	<b>\$ 122,000,162</b>	<b>\$ 66,530,007</b>	<b>\$ 37,771,177</b>	<b>\$ 17,698,978</b>

The fair values of investments within Level 1 were obtained based on quoted market prices at the closing of the last business day of the fiscal year.

The fair values of fixed income securities within Level 2 were obtained based on data points that are observable, such as quoted prices in active markets, interest rates and yield curves.

Equity investments within Level 2 are in proprietary funds with strategies ranging from small to large cap value and international securities. Investments are valued using the net asset value (NAV) provided by the fund managers. Redemptions occur by contract and there are no unfunded commitments at June 30, 2014.

The fair value of the hedge fund of funds within Level 3 was based on the NAV of units held by the Foundation. The NAV is determined by the asset managers based on the value of underlying investments within the funds, with reference to liquidity restrictions.

The fair values of the gift annuities receivable, other receivables, and the beneficial interest in charitable remainder trusts within Level 3 were determined as described in Notes 2(f), 2(g) and 2(h).

**CALIFORNIA STATE UNIVERSITY,  
NORTHRIDGE FOUNDATION**

**NOTES TO FINANCIAL STATEMENTS  
June 30, 2014**

**NOTE 3 - FAIR VALUE MEASUREMENTS** (continued)

The fair value of the limited partnership interest within Level 3 is valued at the amount reported to the Foundation by the general partner, which can lag from 45 days to six months. The limited partnership investment offers a large endowment investment model that invests through funds and limited partnerships in a global multi-asset portfolio that includes global public equity, tactical/hedged equity, private equity, natural resources, absolute return and fixed income. The investment is subject to an initial 2 year lock-up period and distributions begin the January following the request for withdrawal. Distribution of the pro-rata share of the liquid investments would be received that January and the pro-rata share of any illiquid investments would be determined at that time and distributed quarterly over a range of eight to ten years. There are no unfunded commitments at June 30, 2014.

The Foundation recognizes transfers at the beginning of each reporting period. Transfers between Level 1 and 2 generally relate to whether a market becomes active or inactive. The transfers between level 2 and 3 investments relate to whether significant relevant observable inputs are available for the fair value measurement in their entirety and when redemption rules become more or less restrictive. There were no transfers between levels during the year ended June 30, 2014.

The table below sets forth a summary of changes in the fair value of the Foundation's Level 3 assets for the year ended June 30, 2014.

	Fair Value Measurements Using Significant Unobservable Inputs (Level 3)					Total
	Unrestricted	Temporarily Restricted	Temporarily Restricted	Temporarily Restricted	Temporarily Restricted	
	Investment in Hedge Fund of Funds	Limited Partnership	Gift Annuities Receivable	Other Receivables	Beneficial Interest in Charitable Remainder Trusts	
Beginning Balance	\$ 209,121	\$ 14,664,288	\$ 182,854	\$ 62,304	\$ 1,175,157	\$ 16,293,724
Change in Value	-	-	36,112	12,284	102,875	151,271
Additions	-	-	-	1,422	-	1,422
Sales	-	-	-	-	-	-
Purchases	-	-	-	-	-	-
Realized and Unrealized Gains	-	1,252,561	-	-	-	1,252,561
<b>ENDING BALANCE</b>	<u>\$ 209,121</u>	<u>\$ 15,916,849</u>	<u>\$ 218,966</u>	<u>\$ 76,010</u>	<u>\$ 1,278,032</u>	<u>\$ 17,698,978</u>

Net investment income for the year ended June 30, 2014 consists of the following:

Net Realized and Unrealized Gains	\$ 13,503,247
Interest and Dividends	2,345,666
Investment Management Expense	<u>(469,339)</u>
<b>INVESTMENT INCOME (NET)</b>	<u>\$ 15,379,574</u>

Included in investments at June 30, 2014 is \$47,728,366 of investments restricted in perpetuity.

**CALIFORNIA STATE UNIVERSITY,  
NORTHRIDGE FOUNDATION**

**NOTES TO FINANCIAL STATEMENTS  
June 30, 2014**

**NOTE 4 - PLEDGES RECEIVABLE**

Pledges receivable at June 30, 2014 are due to be received as follows:

	Temporarily Restricted	Permanently Restricted	Total
Due in 1 Year	\$ 3,406,087	\$ 404,810	\$ 3,810,897
Due in 2-5 Years	7,849,074	601,545	8,450,619
Due in over 5 Years	100,000	-	100,000
<b><i>TOTAL</i></b>	<b><u>\$ 11,355,161</u></b>	<b><u>\$ 1,006,355</u></b>	<b>12,361,516</b>
Less:			
Allowance for Uncollectible Pledges Receivable			(253,411)
Discount to Reflect Present Value of Pledges Receivable (Discount Rate at 3%)			<u>(337,685)</u>
<b><i>PLEDGES RECEIVABLE (NET)</i></b>			<b><u>\$ 11,770,420</u></b>

**NOTE 5 - UNIVERSITY DEPARTMENTAL SUPPORT EXPENSE**

University departmental support expense is dependent on the annual requirements of the various University faculties and departments and on contributed goods received during the year. Contributed goods that have a value that will depreciate, or that have a short useful life, are transferred to the University. Contributed goods with a cultural or artistic life are retained by the Foundation. Contributed goods transferred to the University during the year ended June 30, 2014, and included in University departmental support expense, amounted to \$245,240.

**NOTE 6 - NET ASSETS**

**(a) TEMPORARILY RESTRICTED NET ASSETS**

Temporarily restricted net assets at June 30, 2014 consist of the following:

University Programs	\$	38,361,746
Scholarships		22,794,211
Capital Projects		3,370,707
Research		1,785,401
Other		<u>3,526,052</u>
<b><i>TOTAL TEMPORARILY RESTRICTED NET ASSETS</i></b>	<b><u>\$</u></b>	<b><u>69,838,117</u></b>

**CALIFORNIA STATE UNIVERSITY,  
NORTHRIDGE FOUNDATION**

**NOTES TO FINANCIAL STATEMENTS  
June 30, 2014**

**NOTE 6 - NET ASSETS** (continued)

**(b) PERMANENTLY RESTRICTED NET ASSETS**

Permanently restricted net assets at June 30, 2014 totaled \$48,702,978, which includes contributions restricted by donors for investment in perpetuity. The earnings from the investments are available for the general support of the Foundation's programs and operations, unless otherwise designated by the donor. Restricted cash and cash equivalents of \$1,910,519 at June 30, 2014 are part of the permanent endowment investment portfolio.

**(c) NET ASSETS RESTATEMENT**

During the year ended June 30, 2014, management noted that the provisions of certain pledge agreements received in earlier years had been misinterpreted and as a result, the related contributions had been incorrectly classified. The effect of the net assets reclassification of these contributions is as follows, and the beginning balance of net assets, in total, is unchanged.

	Unrestricted Net Assets	Temporarily Restricted Net Assets	Permanently Restricted Net Assets
Balance as Previously Reported	\$ 12,528,484	\$ 57,923,959	\$ 39,791,297
Reclassification of Net Assets	(101,328)	(6,235,878)	6,337,206
<b><i>BEGINNING BALANCE AS RESTATED</i></b>	<b><i>\$ 12,427,156</i></b>	<b><i>\$ 51,688,081</i></b>	<b><i>\$ 46,128,503</i></b>

**NOTE 7 - ENDOWMENTS**

The Foundation's endowments consist of funds established for a variety of purposes. Endowment funds are established by donor-restricted gifts and bequests to either provide a permanent endowment, which is to provide a permanent source of income to the Foundation, or a term endowment, which is to provide income for a specified period to the Foundation (See Note 6). Beneficial interests in charitable remainder trusts and gift annuities are not considered part of the Foundation's endowments, nor are Board designated net assets, since they are designated for particular programs or capital projects. Endowment pledges receivable are not considered part of the Foundation's endowments until collected.

The Foundation's management and Board of Directors understands California State law as (1) requiring the preservation of the fair value of the original gifts as of the gift date of the donor restricted endowment funds, absent donor stipulations to the contrary and (2) allowing the spending of income and gains on permanently restricted endowments, absent explicit donor stipulations that all or a portion of such gains be maintained in perpetuity.



**CALIFORNIA STATE UNIVERSITY,  
NORTHRIDGE FOUNDATION**

**NOTES TO FINANCIAL STATEMENTS  
June 30, 2014**

**NOTE 7 - ENDOWMENTS** (continued)

The primary long-term financial objective for the Foundation's endowments is to preserve the real (inflation-adjusted) purchasing power of endowment assets and income after accounting for endowment spending, inflation and costs of portfolio management. Performance of the overall endowment against this objective is measured over an investment horizon of five to seven years. The endowments are also managed to optimize the long run total rate of return on invested assets, assuming a prudent level of risk. The goal for this rate of return is one that funds the Foundation's existing spending policy and allows sufficient reinvestment to grow the endowment principal at a rate that exceeds inflation (as measured by the Consumer Price Index). Over the short term, the return for each element of the endowment portfolio should match or exceed each of the returns for the broader capital markets in which assets are invested.

At times, the fair value of assets associated with these endowment funds may fall below the level that the donors require the Foundation to retain as funds of perpetual duration. These deficiencies result from unfavorable market fluctuations. In accordance with generally accepted accounting principles, there were no deficiencies of this nature reported in unrestricted net assets at June 30, 2014.

**Endowment Net Asset  
Composition by Type of  
Fund at June 30, 2014**

	Unrestricted	Temporarily Restricted	Permanently Restricted	Total
Donor-Restricted	\$ -	\$ 37,132,184	\$ 48,702,978	\$ 85,835,162

**Changes in Endowment Net  
Assets for the Year Ended  
June 30, 2014**

	Unrestricted	Temporarily Restricted	Permanently Restricted	Total
Endowment Net Assets - Beginning of Year - As Restated	\$ -	\$ 17,600,306	\$ 45,479,185	\$ 63,079,491
Contributions	-	2,844,389	1,976,598	4,820,987
Donor Reclassifications	-	615,593	272,583	888,176
Investment Income (Net)	-	8,717,527	-	8,717,527

***ENDOWMENT NET  
ASSETS - END OF YEAR***

	-	29,777,815	47,728,366	77,506,181
Endowment Pledges Receivable (Net)	-	7,354,369	974,612	8,328,981

***TOTAL ENDOWMENT  
ASSETS***

	\$ -	\$ 37,132,184	\$ 48,702,978	\$ 85,835,162
--	------	---------------	---------------	---------------

The endowment net assets are held as follows at June 30 2014:

	Investments	Restricted Cash	Total
Endowment Portfolio	\$ 75,595,662	\$ 928,816	\$ 76,524,478
Short Term Portfolio	-	981,703	981,703
<b><i>TOTAL</i></b>	<b><i>\$ 75,595,662</i></b>	<b><i>\$ 1,910,519</i></b>	<b><i>\$ 77,506,181</i></b>

**CALIFORNIA STATE UNIVERSITY,  
NORTHRIDGE FOUNDATION**

**NOTES TO FINANCIAL STATEMENTS  
June 30, 2014**

**NOTE 7 - ENDOWMENTS** (continued)

The Foundation's Board of Directors has developed a spending policy to distribute accumulated earnings on an annual basis to further the purposes of the individual donor-designated funds. The intent of this policy is to provide a stable spending distribution to allow university departments to effectively manage programs funded by endowment funds, while maintaining the purchasing power of the endowment funds' assets. The Foundation's Board of Directors annually approves the spending rate, which is distributed quarterly. For the year ended June 30, 2014, the spending rate was 4.0% of the market value of those endowments without deficiencies or deficits as described above. The amount to be distributed for program use during the year ended June 30, 2015 is \$2,787,253.

**CALIFORNIA STATE UNIVERSITY,  
NORTHRIDGE FOUNDATION**

**SUPPLEMENTARY INFORMATION**

**YEAR ENDED JUNE 30, 2014**

**CALIFORNIA STATE UNIVERSITY, NORTHRIDGE FOUNDATION**

Schedule of Net Position

June 30, 2014

(for inclusion in the California State University)

Assets:

Current assets:

Cash and cash equivalents	\$ 770,483
Short-term investments	44,606,862
Accounts receivable, net	-
Leases receivable, current portion	-
Notes receivable, current portion	4,438
Pledges receivable, net	3,810,897
Prepaid expenses and other assets	<u>37,747</u>
Total current assets	<u>49,230,427</u>

Noncurrent assets:

Restricted cash and cash equivalents	1,910,519
Accounts receivable, net	1,573,009
Leases receivable, net of current portion	-
Notes receivable, net of current portion	220,191
Student loans receivable, net	-
Pledges receivable, net	7,959,523
Endowment investments	75,595,662
Other long-term investments	-
Capital assets, net	-
Other assets	<u>884,300</u>
Total noncurrent assets	<u>88,143,204</u>

Total assets

137,373,631

Deferred outflows of resources:

Unamortized loss on refunding(s)	<u>-</u>
Total deferred outflows of resources	<u>-</u>

Liabilities:

Current liabilities:

Accounts payable	42,193
Accrued salaries and benefits payable	-
Accrued compensated absences— current portion	-
Unearned revenue	-
Capitalized lease obligations – current portion	-
Long-term debt obligations – current portion	-
Claims Liability for losses and LAE - current portion	-
Depository accounts	-
Other liabilities	<u>-</u>
Total current liabilities	<u>42,193</u>

Noncurrent liabilities:

Accrued compensated absences, net of current portion	-
Unearned revenue	-
Grants refundable	-
Capitalized lease obligations, net of current portion	-
Long-term debt obligations, net of current portion	-
Claims Liability for losses and LAE, net of current portion	-
Depository accounts	-
Other postemployment benefits obligation	-
Other liabilities	<u>-</u>
Total noncurrent liabilities	<u>-</u>

Total liabilities

-

Deferred inflows of resources:

Deferred inflows from SCAs, grants, and others	<u>-</u>
Total deferred inflows of resources	<u>-</u>

Net Position:

Net investment in capital assets	-
Restricted for:	
Nonexpendable – endowments	48,702,978
Expendable:	
Scholarships and fellowships	22,794,211
Research	1,785,401
Loans	
Capital projects	3,370,707
Debt service	
Other	41,887,798
Unrestricted	<u>18,790,343</u>
Total net position	<u>\$ 137,331,438</u>

**CALIFORNIA STATE UNIVERSITY, NORTHRIDGE FOUNDATION**

## Schedule of Revenues, Expenses, and Changes in Net Position

Year Ended June 30, 2014

(for inclusion in the California State University)

## 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		-
<b>Total operating revenues</b>		<b>-</b>

## Expenses:

## Operating expenses:

Instruction		453,749
Research		336,483
Public service		696,215
Academic support		521,407
Student services		907,793
Institutional support		2,284,222
Operation and maintenance of plant		-
Student grants and scholarships		1,777,724
Auxiliary enterprise expenses		-
Depreciation and amortization		-
<b>Total operating expenses</b>		<b>6,977,593</b>
<b>Operating income (loss)</b>		<b>(6,977,593)</b>

## 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		15,198,910
Investment income (loss), net		15,366,785
Endowment income (loss), net		-
Interest Expenses		-
Other nonoperating revenues (expenses)		1,197,704

**Net nonoperating revenues (expenses)** **31,763,399**

**Income (loss) before other additions** **24,785,806**

## State appropriations, capital

## Grants and gifts, capital

Additions (reductions) to permanent endowments **2,301,892**

**Increase (decrease) in net position** **27,087,698**

## Net position:

Net position at beginning of year, as previously reported		110,243,740
Restatements		-
<b>Net position at beginning of year, as restated</b>		<b>110,243,740</b>
<b>Net position at end of year</b>	<b>\$</b>	<b>137,331,438</b>

**CALIFORNIA STATE UNIVERSITY, NORTHRIDGE FOUNDATION**

Other Information

June 30, 2014

(for inclusion in the California State University)

**1 Restricted cash and cash equivalents at June 30, 2014:**

Portion of restricted cash and cash equivalents related to endowments	\$	1,910,519
All other restricted cash and cash equivalents		<u>-</u>
Total restricted cash and cash equivalents	\$	<u>1,910,519</u>

**2.1 Composition of investments at June 30, 2014:**

	<u>Current Unrestricted</u>	<u>Current Restricted</u>	<u>Total Current</u>	<u>Noncurrent Unrestricted</u>	<u>Noncurrent Restricted</u>	<u>Total Noncurrent</u>	<u>Total</u>
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	-	-	-	-	-	-	-
CSU Consolidated Investment Pool (includes SWIFT and 0948 SMIF)	-	-	-	-	-	-	-
Common Fund - Short Term Fund	-	-	-	-	-	-	-
Common Fund - Others	-	-	-	-	-	-	-
Debt securities	-	-	-	-	-	-	-
Equity securities	-	-	-	-	-	-	-
Fixed income securities (Treasury notes, GNMA's)	-	-	-	-	-	-	-
Land and other real estate	-	-	-	-	-	-	-
Certificates of deposit	-	-	-	-	-	-	-
Notes receivable	-	-	-	-	-	-	-
Mutual funds	38,501,437	-	38,501,437	-	65,575,117	65,575,117	104,076,554
Money Market funds	-	-	-	-	-	-	-
Collateralized mortgage obligations:	-	-	-	-	-	-	-
Inverse floaters	-	-	-	-	-	-	-
Interest-only strips	-	-	-	-	-	-	-
Agency pass-through	-	-	-	-	-	-	-
Partnership interests (includes private pass-through)	6,038,769	-	6,038,769	-	9,878,080	9,878,080	15,916,849
Alternative investments	-	-	-	-	-	-	-
Hedge funds	66,656	-	66,656	-	142,465	142,465	209,121
Other major investments:	-	-	-	-	-	-	-
Add description	-	-	-	-	-	-	-
Add description	-	-	-	-	-	-	-
Add description	-	-	-	-	-	-	-
Add description	-	-	-	-	-	-	-
Add description	-	-	-	-	-	-	-
Add description	-	-	-	-	-	-	-
Total investments	<u>44,606,862</u>	<u>-</u>	<u>44,606,862</u>	<u>-</u>	<u>75,595,662</u>	<u>75,595,662</u>	<u>120,202,524</u>
Less endowment investments (enter as negative number)	-	-	-	-	(75,595,662)	(75,595,662)	(75,595,662)
Total investments	\$ <u>44,606,862</u>	\$ <u>-</u>	\$ <u>44,606,862</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>44,606,862</u>

**2 Investments held by the University under contractual agreements at June 30, 2014:**

Portion of investments in note 2.1 held by the University under contractual agreements at June 30, 2014:	\$	-	\$	-	\$	-	\$	-	\$	-
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**2 Restricted current investments at June 30, 2014 related to:**

	<u>Amount</u>
Add description	-
Add description	-
Add description	-
Add description	-
Add description	-
Add description	-
Add description	-
Add description	-
<b>Total restricted current investments at June 30, 2014</b>	<u>\$ -</u>

**2 Restricted noncurrent investments at June 30, 2014 related to:**

	<u>Amount</u>
Endowment investment	\$ 75,595,662
Add description	-
Add description	-
Add description	-
Add description	-
Add description	-
Add description	-
Add description	-
<b>Total restricted noncurrent investments at June 30, 2014</b>	<u>\$ 75,595,662</u>

**CALIFORNIA STATE UNIVERSITY, NORTHRIDGE FOUNDATION**  
Other Information  
June 30, 2014  
(for inclusion in the California State University)

**3 Composition of capital assets at June 30, 2014:**

	Balance June 30, 2013	Prior period Adjustments	Reclassifications	Balance June 30, 2013 (restated)	Additions	Reductions	Transfers of Completed CWIP	Balance June 30, 2014
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:	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-
<b>Total intangible assets</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total nondepreciable/nonamortizable capital assets</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
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	828,979	-	-	828,979	-	-	-	828,979
Rights and easements	-	-	-	-	-	-	-	-
Patents, copyright and trademarks	-	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-	-
Other intangible assets:	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-
<b>Total intangible assets</b>	<b>828,979</b>	<b>-</b>	<b>-</b>	<b>828,979</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>828,979</b>
<b>Total depreciable/amortizable capital assets</b>	<b>828,979</b>	<b>-</b>	<b>-</b>	<b>828,979</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>828,979</b>
<b>Total capital assets</b>	<b>828,979</b>	<b>-</b>	<b>-</b>	<b>828,979</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>828,979</b>
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	(828,979)	-	-	(828,979)	-	-	-	(828,979)
Rights and easements	-	-	-	-	-	-	-	-
Patents, copyright and trademarks	-	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-	-
Other intangible assets:	-	-	-	-	-	-	-	-
Add description	-	-	-	-	-	-	-	-
Add description	-	-	-	-	-	-	-	-
Add description	-	-	-	-	-	-	-	-
Add description	-	-	-	-	-	-	-	-
Add description	-	-	-	-	-	-	-	-
<b>Total intangible assets</b>	<b>(828,979)</b>	<b>-</b>	<b>-</b>	<b>(828,979)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(828,979)</b>
<b>Total accumulated depreciation/amortization</b>	<b>(828,979)</b>	<b>-</b>	<b>-</b>	<b>(828,979)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(828,979)</b>
<b>Total capital assets, net</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

**CALIFORNIA STATE UNIVERSITY, NORTHRIDGE FOUNDATION**

Other Information

June 30, 2014

(for inclusion in the California State University)

**3 Detail of depreciation and amortization expense for the year ended June 30, 2014:**

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

**4 Long-term liabilities activity schedule:**

	<u>Balance June 30, 2013</u>	<u>Prior period adjustments</u>	<u>Reclassifications</u>	<u>Balance June 30, 2013 (restated)</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance June 30, 2014</u>	<u>Current portion</u>	<u>Long-term portion</u>
Accrued compensated absences	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Capitalized lease obligations:									
Gross balance	-	-	-	-	-	-	-	-	-
Unamortized premium / (discount) on capitalized lease obligations	-	-	-	-	-	-	-	-	-
Total capitalized lease obligations	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Long-term debt obligations:									
Revenue Bonds	-	-	-	-	-	-	-	-	-
Other bonds (non-Revenue Bonds)	-	-	-	-	-	-	-	-	-
Commercial Paper	-	-	-	-	-	-	-	-	-
Note Payable related to SRB	-	-	-	-	-	-	-	-	-
Other:									
Add description	-	-	-	-	-	-	-	-	-
Add description	-	-	-	-	-	-	-	-	-
Add description	-	-	-	-	-	-	-	-	-
Add description	-	-	-	-	-	-	-	-	-
Add description	-	-	-	-	-	-	-	-	-
Add description	-	-	-	-	-	-	-	-	-
Total long-term debt obligations	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Unamortized bond premium / (discount)	-	-	-	-	-	-	-	-	-
Total long-term debt obligations, net	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total long-term liabilities	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**5 Future minimum lease payments - capital lease obligations:**

	<u>Principal</u>	<u>Interest</u>	<u>Principal and Interest</u>
Year ending June 30:			
2015	\$ -	\$ -	\$ -
2016	-	-	-
2017	-	-	-
2018	-	-	-
2019	-	-	-
2020 - 2024	-	-	-
2025 - 2029	-	-	-
2030 - 2034	-	-	-
2035 - 2039	-	-	-
2040 - 2044	-	-	-
2045 - 2049	-	-	-
2050 - 2054	-	-	-
2055 - 2059	-	-	-
2060 - 2064	<u>-</u>	<u>-</u>	<u>-</u>
Total minimum lease payments			-
Less amounts representing interest			<u>-</u>
Present value of future minimum lease payments			-
Less: current portion			<u>-</u>
<b>Capitalized lease obligation, net of current portion</b>			<u><u>\$ -</u></u>



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**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:									
2015	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2016	-	-	-	-	-	-	-	-	-
2017	-	-	-	-	-	-	-	-	-
2018	-	-	-	-	-	-	-	-	-
2019	-	-	-	-	-	-	-	-	-
2020 - 2024	-	-	-	-	-	-	-	-	-
2025 - 2029	-	-	-	-	-	-	-	-	-
2030 - 2034	-	-	-	-	-	-	-	-	-
2035 - 2039	-	-	-	-	-	-	-	-	-
2040 - 2044	-	-	-	-	-	-	-	-	-
2045 - 2049	-	-	-	-	-	-	-	-	-
2050 - 2054	-	-	-	-	-	-	-	-	-
2055 - 2059	-	-	-	-	-	-	-	-	-
2060 - 2064	-	-	-	-	-	-	-	-	-
<b>Total</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

**7 Calculation of net position**

	Auxiliary Organizations		Total
	GASB	FASB	Auxiliaries

**7.1 Calculation of net position - Net investment in capital assets**

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	-	-	-
<b>Net position - net investment in capital asset</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

**7.2 Calculation of net position - Restricted for nonexpendable - endowments**

Portion of restricted cash and cash equivalents related to endowments	\$ 1,910,519	\$ -	\$ 1,910,519
Endowment investments	75,595,662	-	75,595,662
Other adjustments: (please list)			
Temporarily Restricted Assets included in Endowment Investment	(28,803,203)	-	(28,803,203)
Add description	-	-	-
Add description	-	-	-
Add description	-	-	-
Add description	-	-	-
Add description	-	-	-
Add description	-	-	-
Add description	-	-	-
Add description	-	-	-
Add description	-	-	-
<b>Net position - Restricted for nonexpendable - endowments per SNP</b>	<b>\$ 48,702,978</b>	<b>\$ -</b>	<b>\$ 48,702,978</b>

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**8 Transactions with Related Entities**

	<b>Amount</b>
Payments to University for salaries of University personnel working on contracts, grants, and other programs	\$ 1,198,371
Payments to University for other than salaries of University personnel	504,073
Payments received from University for services, space, and programs	57,566
Gifts-in-kind to the University from discretely presented component units	245,240
Gifts (cash or assets) to the University from discretely presented component units	42,445
Accounts (payable to) University (enter as negative number)	(1,562)
Other amounts (payable to) University (enter as negative number)	-
Accounts receivable from University	-
Other amounts receivable from University	-

**9 Other Postemployment Benefits Obligation (OPEB)**

Annual required contribution (ARC)	\$	-
Contributions during the year		-
Increase (decrease) in net OPEB obligation (NOO)		-
NOO - beginning of year		-
NOO - end of year	\$	-

**10 Pollution remediation liabilities under GASB Statement No. 49:**

<b>Description</b>	<b>Amount</b>
Add description	\$ -
Add description	-
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	-

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

	<u>Net Position</u>	<u>Amount</u>
	<u>Class</u>	<u>Dr. (Cr.)</u>
Net position as of June 30, 2013, as previously reported		\$ 110,243,740
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 position as of June 30, 2013, as restated		\$ <u>110,243,740</u>

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

	<u>Debit</u>	<u>Credit</u>
Net position class: _____		
1 (breakdown of adjusting journal entry)	\$ -	\$ -
Net position class: _____		
2 (breakdown of adjusting journal entry)	-	-
Net position class: _____		
3 (breakdown of adjusting journal entry)	-	-
Net position class: _____		
4 (breakdown of adjusting journal entry)	-	-
Net position class: _____		
5 (breakdown of adjusting journal entry)	-	-
Net position class: _____		
6 (breakdown of adjusting journal entry)	-	-
Net position class: _____		
7 (breakdown of adjusting journal entry)	-	-
Net position class: _____		
8 (breakdown of adjusting journal entry)	-	-
Net position class: _____		
9 (breakdown of adjusting journal entry)	-	-
Net position class: _____		
10 (breakdown of adjusting journal entry)	-	-