

**CALIFORNIA STATE UNIVERSITY
CHANNEL ISLANDS
UNIVERSITY GLEN CORPORATION**

**Financial Statements and Supplementary
Information for the Year Ended June 30, 2014
and Independent Auditors' Report**

**CALIFORNIA STATE UNIVERSITY CHANNEL ISLANDS
UNIVERSITY GLEN CORPORATION
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FINANCIAL STATEMENTS

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INDEPENDENT AUDITORS' REPORT

To the Board of Directors of
California State University Channel Islands
University Glen Corporation
Camarillo, California

We have audited the accompanying financial statements of California State University Channel Islands University Glen Corporation as of and for the year ended June 30, 2014, and the related notes to the financial statements as listed in the table of contents.

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.

Auditors' 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 of 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 auditors' 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 Channel Islands University Glen Corporation as of June 30, 2014, and the respective changes in financial position, and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

INDEPENDENT AUDITORS' REPORT - Continued

Report on Summarized Comparative Information

We have previously audited the California State University Channel Islands University Glen Corporation's 2013 financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated September 4, 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, with the audited financial statements from which it has been derived.

The summary financial statements do not contain all the disclosures required by accounting principles generally accepted in the United States of America. Reading the summary financial statements, therefore, is not a substitute for reading the audited financial statements of California State University Channel Islands University Glen Corporation.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis information on pages 3 through 6 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The GASB schedule of net position, GASB schedule of revenues, expenses and changes in net position, and other information are presented for purposes of additional analysis and are not a required part of the basic financial statements. The GASB schedule of net position, GASB schedule of revenues, expenses and changes in net position, and other information are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. Such 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 GASB schedule of net position, GASB schedule of revenues, expenses and changes in net position, and other information are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Voein, Hryn + Co.

Calabasas, California
September 5, 2014

**CALIFORNIA STATE UNIVERSITY CHANNEL ISLANDS UNIVERSITY GLEN CORPORATION
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
FOR THE YEAR ENDED JUNE 30, 2014**

This section of California State University Channel Islands University Glen Corporation (University Glen Corporation) annual financial report presents our discussion and analysis of the financial performance of University Glen Corporation for the fiscal year ended June 30, 2014. 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 University Glen Corporation.

The financial statements include the statement of net position; the statement of revenues, expenses, and changes in net position; 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 University Glen Corporation.

Statement of Net Position – The statement of net position 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 position of University Glen Corporation.

Statement of Revenues, Expenses, and Changes in Net Position – The statement of revenues, expenses, and changes in net position 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 University Glen Corporation's financial activities. Included are an analysis of current year activities and balances, and a summary of operations.

**CALIFORNIA STATE UNIVERSITY CHANNEL ISLANDS UNIVERSITY GLEN CORPORATION
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
FOR THE YEAR ENDED JUNE 30, 2014**

University Glen Corporation's summary of net position as of June 30, 2014 and 2013 are as follows:

Condensed Summary of Net Position

| | Year ended June 30, | | \$ Change | % Change |
|------------------------------|---------------------|-------------------|------------------|---------------|
| | 2014 | 2013 | | |
| Assets: | | | | |
| Current assets | \$ 809,422 | \$ 823,754 | (14,332) | -1.7% |
| Other noncurrent assets | 291,570 | 307,554 | (15,984) | -5.2% |
| Total assets | <u>1,100,992</u> | <u>1,131,308</u> | <u>(30,316)</u> | <u>-2.7%</u> |
| Liabilities: | | | | |
| Current liabilities | 543,920 | 433,068 | 110,852 | 25.6% |
| Other noncurrent liabilities | 417,571 | 407,519 | 10,052 | 2.5% |
| Total liabilities | <u>961,491</u> | <u>840,587</u> | <u>120,904</u> | <u>14.4%</u> |
| Net position | | | | |
| Restricted, expendable | - | - | - | 0.0% |
| Unrestricted | 139,501 | 290,721 | (151,220) | -52.0% |
| Total net position | <u>\$ 139,501</u> | <u>\$ 290,721</u> | <u>(151,220)</u> | <u>-52.0%</u> |

Assets

Total assets decreased by \$30K compared to prior year. This change is attributed to the change in cash position as a result of the start-up of the Town Center Market.

Liabilities

Total liabilities increased by \$121K compared to the prior year. This change is due to increases in accounts payable accruals of \$41K, accrued compensated absences of \$33K, and accrued salaries and benefits of \$33K.

Net Position

Total net position decreased by \$151K compared to the prior year. This change is a result of the start-up costs associated with the opening of the Town Center Market.

**CALIFORNIA STATE UNIVERSITY CHANNEL ISLANDS UNIVERSITY GLEN CORPORATION
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
FOR THE YEAR ENDED JUNE 30, 2014**

University Glen Corporation's condensed summary of revenues, expenses, and changes in net position for the years ended June 30, 2014 and 2013 is as follows:

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

| | Year ended June 30, | | | |
|--|---------------------|-------------------|---------------------|---------------|
| | 2014 | 2013 | \$ Change | % Change |
| Operating Revenues: | | | | |
| Management Fees | \$ 788,937 | \$ 703,572 | \$ 85,365 | 12.1% |
| Food Service Sales, Net | 2,932,119 | 2,311,281 | 620,838 | 26.9% |
| Misc. Income | 12,388 | 14,081 | (1,693) | -12.0% |
| Total Operating Revenues | <u>3,733,444</u> | <u>3,028,934</u> | <u>704,510</u> | <u>23.3%</u> |
| Operating Expenses | | | | |
| Salaries | 3,550,841 | 3,060,649 | 490,192 | 16.0% |
| Other Operating Expenses | <u>1,631,183</u> | <u>1,289,410</u> | <u>341,773</u> | <u>26.5%</u> |
| Total Operating Expenses | 5,182,024 | 4,350,059 | 831,965 | 19.1% |
| Operating Income (loss) | (1,448,580) | (1,321,125) | (127,455) | 9.6% |
| Nonoperating Revenues (expenses): | | | | |
| Investment Income (loss) | 1,097 | 1,840 | (743) | -40.4% |
| Payroll Services | 1,302,445 | 1,255,447 | 46,998 | 3.7% |
| Interest Expense | <u>(6,182)</u> | <u>(3,400)</u> | <u>(2,782)</u> | <u>81.8%</u> |
| Nonoperating Revenues (expenses), net | 1,297,360 | 1,253,887 | 43,473 | 3.5% |
| Increase (decrease) in net position | (151,220) | (67,238) | (83,982) | 124.9% |
| Beginning Net Position | <u>290,721</u> | <u>357,959</u> | <u>(67,238)</u> | <u>-18.8%</u> |
| Ending Net Position | <u>\$ 139,501</u> | <u>\$ 290,721</u> | <u>\$ (151,220)</u> | <u>-52.0%</u> |

Operating Revenues and Expenses

Operating revenues and expenses come from sources that are connected directly to University Glen Corporation's business function. Revenues come from the management fees agreement with Site Authority, food service sales, and miscellaneous income.

**CALIFORNIA STATE UNIVERSITY CHANNEL ISLANDS UNIVERSITY GLEN CORPORATION
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
FOR THE YEAR ENDED JUNE 30, 2014**

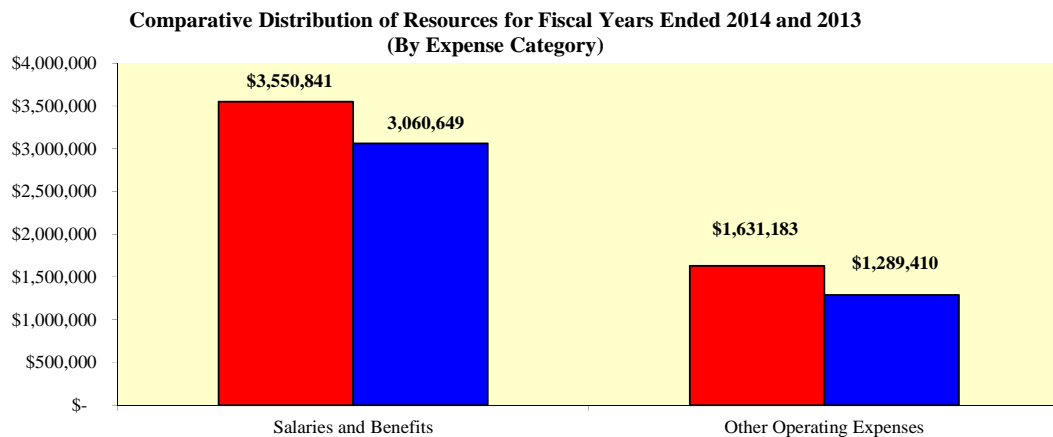
Operating Revenues

Total revenues increased by \$705K compared to prior year due to the increase in the student population and thus food sales and meal plans, and increased management fees based on revenues collected.

Operating Expenses

Total operating expenses increased by \$832K compared to prior year. The increase is attributed to the start-up costs of Town Center Market, and the normal operating costs associated with commercial services and its subsequent increase in food costs.

The following chart presents the distribution of resources in support of University Glen Corporation's mission for fiscal years 2014 and 2013:



Expenses include categories such as salaries, and supplies and other services. 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.

Non-operating Revenues (Expenses)

Non-operating revenues (expenses) come from sources that are not part of University Glen Corporation's primary business functions. Included in this classification are categories such as investment income, payroll services, and transfers to Site Authority.

Payroll Service income increased by \$47K compared to prior year. The increase is the result of additional employees at the Site Authority and Associated Student Inc.

CALIFORNIA STATE UNIVERSITY CHANNEL ISLANDS UNIVERSITY GLEN CORPORATION
STATEMENT OF NET POSITION
JUNE 30, 2014
(WITH COMPARATIVE TOTALS FOR 2013)

| | <u>2014</u> | <u>2013</u> |
|--|-------------------|-------------------|
| ASSETS | | |
| Current assets | | |
| Cash | \$ 38,469 | \$ 247,506 |
| Accounts receivable | 167,923 | 39,910 |
| Related party receivables | 466,054 | 467,059 |
| Prepaid expenses | 31,758 | 21,780 |
| Inventory | <u>105,218</u> | <u>47,499</u> |
| Total current assets | 809,422 | 823,754 |
| Non-current assets | | |
| Capital assets, net | <u>291,570</u> | <u>307,554</u> |
| Total non-current assets | <u>291,570</u> | <u>307,554</u> |
| | | |
| Total assets | <u>1,100,992</u> | <u>1,131,308</u> |
| | | |
| LIABILITIES | | |
| Current liabilities | | |
| Accounts payable and accrued liabilities | 161,864 | 120,652 |
| Accrued salaries and benefits | 126,387 | 92,912 |
| Accrued compensated absences | 16,127 | 13,143 |
| Deferred revenue | 7,235 | 4,147 |
| Loans payable | 19,469 | 18,948 |
| Related party payables | <u>212,838</u> | <u>183,266</u> |
| Total current liabilities | 543,920 | 433,068 |
| Noncurrent liabilities | | |
| Accrued compensated absences | 159,546 | 130,025 |
| Loans payable | <u>258,025</u> | <u>277,494</u> |
| Total noncurrent liabilities | <u>417,571</u> | <u>407,519</u> |
| | | |
| Total liabilities | <u>961,491</u> | <u>840,587</u> |
| | | |
| NET POSITION | | |
| Unrestricted | <u>139,501</u> | <u>290,721</u> |
| | | |
| Total net position | <u>\$ 139,501</u> | <u>\$ 290,721</u> |

See accompanying auditors' report and notes to financial statements.

CALIFORNIA STATE UNIVERSITY CHANNEL ISLANDS UNIVERSITY GLEN CORPORATION
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
FOR THE YEAR ENDED JUNE 30, 2014
(WITH COMPARATIVE TOTALS FOR 2013)

| | <u>2014</u> | <u>2013</u> |
|--|-------------------|-------------------|
| REVENUES | | |
| Operating revenues | | |
| Management fees | \$ 788,937 | \$ 703,572 |
| Food service sales, net | 2,932,119 | 2,311,281 |
| Miscellaneous income | <u>12,388</u> | <u>14,081</u> |
| Total operating revenues | 3,733,444 | 3,028,934 |
| EXPENSES | | |
| Operating expenses | | |
| Salaries | 3,550,841 | 3,060,649 |
| Other operating expenses | <u>1,631,183</u> | <u>1,289,410</u> |
| Total operating expenses | <u>5,182,024</u> | <u>4,350,059</u> |
| Operating income (loss) | (1,448,580) | (1,321,125) |
| NONOPERATING REVENUES (EXPENSES) | | |
| Investment income (loss) | 1,097 | 1,840 |
| Cost recovery from auxiliaries | 1,302,445 | 1,255,447 |
| Interest expense | <u>(6,182)</u> | <u>(3,400)</u> |
| Net nonoperating revenues and expenses | <u>1,297,360</u> | <u>1,253,887</u> |
| INCREASE (DECREASE) IN NET POSITION | (151,220) | (67,238) |
| NET POSITION - beginning of year | <u>290,721</u> | <u>357,959</u> |
| NET POSITION - end of year | <u>\$ 139,501</u> | <u>\$ 290,721</u> |

See accompanying auditors' report and notes to financial statements.

CALIFORNIA STATE UNIVERSITY CHANNEL ISLANDS UNIVERSITY GLEN CORPORATION
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2014
(WITH COMPARATIVE TOTALS FOR 2013)

| | <u>2014</u> | <u>2013</u> |
|--|-----------------------|-----------------------|
| Cash flows from operating activities: | | |
| Management fees | \$ 788,937 | \$ 703,572 |
| Commercial services | 2,152,785 | 2,125,093 |
| Payments to suppliers | (2,805,518) | (2,369,517) |
| Payments to students | (1,874,363) | (1,815,221) |
| Other receipts (payments) | <u>231,762</u> | <u>278,566</u> |
| Net Cash Provided (Used) by Operating Activities | (1,506,397) | (1,077,507) |
| Cash flows from noncapital financing activities: | | |
| Reimbursements from related parties | 1,321,390 | 704,533 |
| Other receipts (payments) | <u>(11,264)</u> | <u>1,840</u> |
| Net Cash Provided (Used) by noncapital financing activities | 1,310,126 | 706,373 |
| Cash flows from capital and related financing activities: | | |
| Non cash items | - | 278,000 |
| Principal paid on loan payable | (18,948) | (11,885) |
| Interest paid | <u>6,182</u> | <u>3,400</u> |
| Net Cash Provided (Used) by capital and related financing activities | (12,766) | 269,515 |
| Net increase (decrease) in cash and cash equivalents | (209,037) | (101,619) |
| Cash and cash equivalents at beginning of year | <u>247,506</u> | <u>349,125</u> |
| Cash and cash equivalents at end of year | <u>\$ 38,469</u> | <u>\$ 247,506</u> |
| Reconciliation of net operating income (loss) to net cash provided by (used by) operating activities | | |
| Operating income (loss) | (1,448,580) | (1,321,125) |
| Adjustments to reconcile net operating income (loss) to net cash provided by (used by) operating activities: | | |
| Depreciation | 15,984 | 9,199 |
| (Increase) decrease in: | | |
| Accounts receivable | (128,013) | 4,212 |
| Related party receivables | 1,005 | (185,270) |
| Inventory | (57,719) | (10,664) |
| Prepaid expenses | (9,978) | (21,780) |
| Increase (decrease) in: | | |
| Accounts payable and accrued liabilities | 41,212 | 19,800 |
| Accrued salaries and benefits | 33,475 | 19,672 |
| Accrued compensated absences | 32,505 | 33,136 |
| Deferred revenue | 3,088 | (1,193) |
| Loans payable | (18,948) | 266,115 |
| Related party payables | <u>29,572</u> | <u>110,392</u> |
| Net Cash Provided (Used) by Operating Activities | <u>\$ (1,506,397)</u> | <u>\$ (1,077,506)</u> |

See accompanying auditors' report and notes to financial statements.

**CALIFORNIA STATE UNIVERSITY CHANNEL ISLANDS UNIVERSITY GLEN CORPORATION
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2014**

1. SUMMARY OF OPERATIONS AND SIGNIFICANT ACCOUNTING POLICIES

Nature of Organization

California State University Channel Islands University Glen Corporation (University Glen Corporation) was created on March 18, 2002, 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. University Glen Corporation 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 extended through June 30, 2014 and includes two automatic five-year extensions.

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.

Financial Reporting Entity

The financial statements include the accounts of University Glen Corporation. University Glen Corporation is a government organization under accounting principles generally accepted in the United States of America and is also a component unit of the University, a public university under the California State University system. University Glen Corporation has chosen to use the reporting model for special-purpose governments engage only in business type activities.

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.

Inventory

Inventories, consisting of food service supplies, are stated at the lower of cost (first-in, first-out) or market. Inventory balance at June 30, 2014 was \$105,218.

**CALIFORNIA STATE UNIVERSITY CHANNEL ISLANDS UNIVERSITY GLEN CORPORATION
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2014**

1. SUMMARY OF OPERATIONS AND SIGNIFICANT ACCOUNTING POLICIES -Continued

Capital Assets

Capital assets are recorded at cost and/or fair market value. The minimum dollar amount for capitalizing and depreciating an asset is \$5,000. Depreciation is provided on the straight-line method over estimated useful lives of three to twenty years, as follows:

| | |
|-----------|---------|
| Equipment | 5 years |
| Furniture | 5 years |

Capital assets are reviewed for impairment when a significant change in the asset's use or another indicator of possible impairment is present. No impairment losses were recognized in the financial statements in the current period.

Allocation of Costs

The costs of providing the various programs and other activities have been summarized on a functional basis in the statement of revenues, expenses and changes in net position. Accordingly, certain costs have been allocated among the programs and supporting services benefited.

Income Taxes

University Glen Corporation 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). University Glen Corporation's Forms 990, *Return of Organization Exempt from Income Tax*, for the years ending 2012, 2011, 2010, 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

University Glen Corporation has evaluated events subsequent to June 30, 2014, to assess the need for potential recognition or disclosure in the financial statements. Such events were evaluated through September 5, 2014, 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 UNIVERSITY GLEN CORPORATION
 NOTES TO FINANCIAL STATEMENTS
 FOR THE YEAR ENDED JUNE 30, 2014
 (CONTINUED)**

2. CASH AND CASH EQUIVALENTS

University Glen Corporation's cash and cash equivalents as of June 30, 2014 are classified in the accompanying statement of net position as follows:

| | |
|--------------------------------------|--------------------|
| | <u>Total</u> |
| Cash and cash equivalents | \$ 38,469 |
| Restricted cash and cash equivalents | <u> -</u> |
| Total cash and cash equivalents | <u>\$ 38,469</u> |

(a) Cash and Cash Equivalents

At June 30, 2014, cash and cash equivalents consisted of demand deposits maintained at the bank. Total cash and cash equivalents of \$38,469 had a corresponding carrying value balance with the bank \$33,235 at June 30, 2014. The difference is related to outstanding checks, and deposits in transit.

Custodial Credit Risk for Deposits

Custodial credit risk for deposits is the risk that University Glen Corporation 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 University Glen Corporation's deposits are maintained at financial institutions that are fully insured or collateralized as required by state law.

3. CAPITAL ASSETS

Capital assets for the year ended June 30, 2013 consists of the following:

| | |
|----------------------------|-------------------|
| Equipment | \$ 44,683 |
| Leasehold improvements | <u>278,000</u> |
| | 322,683 |
| Accumulated depreciation | <u>(31,113)</u> |
| Net Property and Equipment | <u>\$ 291,570</u> |

Depreciation expense for the year ended June 30, 2014 \$15,984.

CALIFORNIA STATE UNIVERSITY CHANNEL ISLANDS UNIVERSITY GLEN CORPORATION
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2014
(CONTINUED)

4. RELATED PARTY TRANSACTIONS

University Glen Corporation has entered into certain transactions with the Campus and recognized auxiliary organizations of the Campus relating to commercial food services and payroll services reimbursement. The accompanying financial statements include all such transactions for the year ended June 30, 2014:

Related party receivables consist of the following:

| | <u>June 30, 2014</u> |
|--|----------------------|
| Associated Students of CSU Channel Islands, Inc. | \$ 84,566 |
| CSU Channel Islands | 218,977 |
| CSU Channel Islands Foundation | 1,286 |
| CSU Channel Islands Site Authority | <u>161,225</u> |
| | <u>\$ 466,054</u> |

Related party payables consist of the following:

| | <u>June 30, 2014</u> |
|--|----------------------|
| Associated Students of CSU Channel Islands, Inc. | \$ 2,547 |
| CSU Channel Islands | 183,328 |
| CSU Channel Islands Site Authority | <u>26,963</u> |
| | <u>\$ 212,838</u> |

5. LOANS PAYABLE

Long term liability loans payable activity for the year ended at June 30, 2014 consisted of the following:

| | <u>Current</u> | <u>Noncurrent</u> | <u>Total</u> |
|-------------------------------------|------------------|-------------------|-------------------|
| Vehicle Loan Payable | \$ 7,721 | \$ 8,021 | \$ 15,742 |
| Leasehold Improvements Loan Payable | <u>11,748</u> | <u>250,004</u> | <u>261,752</u> |
| Total | <u>\$ 19,469</u> | <u>\$ 258,025</u> | <u>\$ 277,494</u> |

Total interest expenses paid during the year ended June 30, 2014 were \$6,182.

Maturity for the vehicle loan payable is as follows:

| | |
|---------------------|------------------|
| Year ended June 30, | |
| 2015 | \$ 7,721 |
| 2016 | <u>8,021</u> |
| | <u>\$ 15,742</u> |

**CALIFORNIA STATE UNIVERSITY CHANNEL ISLANDS UNIVERSITY GLEN CORPORATION
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2014**

5. LOANS PAYABLE - Continued

Maturity for the leasehold improvements loan payable is as follows:

| | |
|---------------------|-------------------|
| Year ended June 30, | |
| 2015 | \$ 16,876 |
| 2016 | 16,876 |
| 2017 | 16,876 |
| 2018 | 16,876 |
| 2019 and thereafter | <u>194,248</u> |
| | <u>\$ 261,752</u> |

6. CLASSIFICATION OF OPERATING EXPENSES

University Glen Corporation has elected not to report operating expenses by functional classification in the statements of revenues, expenses, and changes in net position, but to provide the natural classification of those expenses as an additional disclosure. For the year ended June 30, 2014, operating expenses by natural classification consisted of the following:

| | <u>Salaries</u> | <u>Benefits</u> | <u>Fellowships</u> | <u>Supplies & Services</u> | <u>Depreciation</u> | <u>Total</u> |
|------------------------------------|--------------------|-------------------|--------------------|------------------------------------|---------------------|---------------------|
| Functional Classification: | | | | | | |
| Instruction | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Public service | 1,526,243 | 309,612 | - | 1,195,335 | 15,984 | 3,047,174 |
| Academic support | - | - | - | - | - | - |
| Student services | - | - | - | - | - | - |
| Institutional support | 1,200,641 | 514,345 | - | 356,040 | - | 2,071,026 |
| Operation and maintenance of plant | - | - | - | 63,824 | - | 63,824 |
| Student grants and scholarships | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Total | <u>\$2,726,884</u> | <u>\$ 823,957</u> | <u>\$ -</u> | <u>\$ 1,615,199</u> | <u>\$ 15,984</u> | <u>\$ 5,182,024</u> |

**CALIFORNIA STATE UNIVERSITY CHANNEL ISLANDS UNIVERSITY GLEN CORPORATION
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2014
(CONTINUED)**

7. TRANSACTIONS WITH RELATED PARTIES

As discussed in Note 1, University Glen Corporation 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 Associated Students, Inc., Foundation, and Site Authority as of and for the year ended June 30, 2014:

| | | |
|--|----|-----------|
| Payments to University for salaries of University personnel working on contracts, grants, and other programs | \$ | - |
| Payments to Associated Students, Inc. for other than salaries of Associated Students, Inc. personnel | | 32,851 |
| Payments to University for other than salaries of University personnel | | 648,215 |
| Payments to Foundation for other than salaries of Foundation personnel | | - |
| Payments to Site Authority for other than salaries of Site Authority personnel | | 280,671 |
| Payments received from Associated Students, Inc. for services, space, and program | | 564,069 |
| Payments received from University for services, space, and program | | 899,842 |
| Payments received from Foundation for services, space, and program | | 45,756 |
| Payments received from Site Authority for services, space, and program | | 1,362,038 |
| Accounts receivable from Associated Students, Inc. | | 84,566 |
| Accounts receivable from University | | 218,977 |
| Accounts receivable from Foundation | | 1,286 |
| Accounts receivable from Site Authority | | 161,225 |

SUPPLEMENTARY INFORMATION

CALIFORNIA STATE UNIVERSITY CHANNEL ISLANDS UNIVERSITY GLEN CORPORATION
GASB SCHEDULE OF NET POSITION
JUNE 30, 2014

| | |
|---|-------------------|
| Assets: | |
| Current assets: | |
| Cash and cash equivalents | \$ 38,469 |
| Short-term investments | — |
| Accounts receivable, net | 633,977 |
| Leases receivable, current portion | — |
| Notes receivable, current portion | — |
| Pledges receivable, net | — |
| Prepaid expenses and other assets | 136,976 |
| Total current assets | <u>809,422</u> |
| Noncurrent assets: | |
| Restricted cash and cash equivalents | — |
| Accounts receivable, net | — |
| Leases receivable, net of current portion | — |
| Notes receivable, net of current portion | — |
| Student loans receivable, net | — |
| Pledges receivable, net | — |
| Endowment investments | — |
| Other long-term investments | — |
| Capital assets, net | 291,570 |
| Other assets | — |
| Total noncurrent assets | <u>291,570</u> |
| Total assets | <u>1,100,992</u> |
| Deferred outflows of resources: | |
| Unamortized loss on refunding(s) | — |
| Total deferred outflows of resources | <u>—</u> |
| Liabilities: | |
| Current liabilities: | |
| Accounts payable | 161,864 |
| Accrued salaries and benefits payable | 126,387 |
| Accrued compensated absences— current portion | 16,127 |
| Unearned revenue | 7,235 |
| Capitalized lease obligations – current portion | — |
| Long-term debt obligations – current portion | 19,469 |
| Claims Liability for losses and LAE - current portion | — |
| Depository accounts | — |
| Other liabilities | 212,838 |
| Total current liabilities | <u>543,920</u> |
| Noncurrent liabilities: | |
| Accrued compensated absences, net of current portion | 159,546 |
| Unearned revenue | — |
| Grants refundable | — |
| Capitalized lease obligations, net of current portion | — |
| Long-term debt obligations, net of current portion | 258,025 |
| Claims Liability for losses and LAE, net of current portion | — |
| Depository accounts | — |
| Other postemployment benefits obligation | — |
| Other liabilities | — |
| Total noncurrent liabilities | <u>417,571</u> |
| Total liabilities | <u>961,491</u> |
| Deferred inflows of resources: | |
| Deferred inflows from SCAs, grants, and others | — |
| Total deferred inflows of resources | <u>—</u> |
| Net Position: | |
| Net investment in capital assets | 14,076 |
| Restricted for: | |
| Nonexpendable – endowments | — |
| Expendable: | |
| Scholarships and fellowships | — |
| Research | — |
| Loans | — |
| Capital projects | — |
| Debt service | — |
| Other | — |
| Unrestricted | 125,425 |
| Total net position | <u>\$ 139,501</u> |

**CALIFORNIA STATE UNIVERSITY CHANNEL ISLANDS UNIVERSITY GLEN CORPORATION
 GASB SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
 FOR THE YEAR ENDED JUNE 30, 2014**

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 | | 3,733,444 |
| Total operating revenues | | 3,733,444 |

Expenses:

Operating expenses:

| | | |
|------------------------------------|--|-------------|
| Instruction | | — |
| Research | | — |
| Public service | | 3,031,190 |
| Academic support | | — |
| Student services | | — |
| Institutional support | | 2,071,026 |
| Operation and maintenance of plant | | 63,824 |
| Student grants and scholarships | | — |
| Auxiliary enterprise expenses | | — |
| Depreciation and amortization | | 15,984 |
| Total operating expenses | | 5,182,024 |
| Operating income (loss) | | (1,448,580) |

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 | | — |
| Investment income (loss), net | | 1,097 |
| Endowment income (loss), net | | — |
| Interest Expenses | | (6,182) |
| Other nonoperating revenues (expenses) | | 1,302,445 |
| Net nonoperating revenues (expenses) | | 1,297,360 |
| Income (loss) before other additions | | (151,220) |

State appropriations, capital

| | | |
|--|--|-----------|
| Grants and gifts, capital | | — |
| Additions (reductions) to permanent endowments | | — |
| Increase (decrease) in net position | | (151,220) |

Net position:

| | | |
|---|----|---------|
| Net position at beginning of year, as previously reported | | 290,721 |
| Restatements | | — |
| Net position at beginning of year, as restated | | 290,721 |
| Net position at end of year | \$ | 139,501 |

**CALIFORNIA STATE UNIVERSITY CHANNEL ISLANDS UNIVERSITY GLEN CORPORATION
OTHER INFORMATION
FOR THE YEAR ENDED JUNE 30, 2014**

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

| | | |
|---|----|-------|
| Portion of restricted cash and cash equivalents related to endowments | \$ | - |
| All other restricted cash and cash equivalents | | - |
| | | <hr/> |
| Total restricted cash and cash equivalents | \$ | - |
| | | <hr/> |

**CALIFORNIA STATE UNIVERSITY CHANNEL ISLANDS UNIVERSITY GLEN CORPORATION
OTHER INFORMATION
FOR THE YEAR ENDED JUNE 30, 2014
(CONTINUED)**

2.2 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 :

2.3 Restricted current investments at June 30, 2014 related to:

| | Amount |
|--|----------|
| Add description | — |
| Add description | — |
| Add description | — |
| Add description | — |
| Add description | — |
| Add description | — |
| Add description | — |
| Total restricted current investments at June 30, 2014 | — |

2.4 Restricted noncurrent investments at June 30, 2014 related to:

| | Amount |
|---|----------|
| Endowment investment | — |
| Add description | — |
| Add description | — |
| Add description | — |
| Add description | — |
| Add description | — |
| Add description | — |
| Add description | — |
| Total restricted noncurrent investments at June 30, 2014 | — |

CALIFORNIA STATE UNIVERSITY CHANNEL ISLANDS UNIVERSITY GLEN CORPORATION
OTHER INFORMATION
FOR THE YEAR ENDED JUNE 30, 2014
(CONTINUED)

3.1 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: | - | - | - | - | - | - | - | - |
| | - | - | - | - | - | - | - | - |
| | - | - | - | - | - | - | - | - |
| | - | - | - | - | - | - | - | - |
| | - | - | - | - | - | - | - | - |
| | - | - | - | - | - | - | - | - |
| Total intangible assets | - | - | - | - | - | - | - | - |
| Total nondepreciable/nonamortizable capital assets | - | - | - | - | - | - | - | - |
| Depreciable/amortizable capital assets: | | | | | | | | |
| Buildings and building improvements | - | - | - | - | - | - | - | - |
| Improvements, other than buildings | - | - | - | - | - | - | - | - |
| Infrastructure | - | - | - | - | - | - | - | - |
| Leasehold improvements | 278,000 | - | - | 278,000 | - | - | - | 278,000 |
| Personal property: | | | | | | | | |
| Equipment | 44,682 | - | - | 44,682 | - | - | - | 44,682 |
| 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 | 322,682 | - | - | 322,682 | - | - | - | 322,682 |
| Total capital assets | 322,682 | - | - | 322,682 | - | - | - | 322,682 |

CALIFORNIA STATE UNIVERSITY CHANNEL ISLANDS UNIVERSITY GLEN CORPORATION
OTHER INFORMATION
FOR THE YEAR ENDED JUNE 30, 2014
(CONTINUED)

| | | | | | | | | |
|---|-------------------|----------|----------|-----------------|-----------------|----------|----------|-----------------|
| Less accumulated depreciation/amortization: | | | | | | | | |
| Buildings and building improvements | - | - | - | - | - | - | - | - |
| Improvements, other than buildings | - | - | - | - | - | - | - | - |
| Infrastructure | - | - | - | - | - | - | - | - |
| Leasehold improvements | (4,731) | - | - | (4,731) | (11,516) | - | - | (16,247) |
| Personal property: | | | | | | | | |
| Equipment | (10,397) | - | - | (10,397) | (4,468) | - | - | (14,865) |
| Library books and materials | - | - | - | - | - | - | - | - |
| Intangible assets: | | | | | | | | |
| Software and websites | - | - | - | - | - | - | - | - |
| Rights and easements | - | - | - | - | - | - | - | - |
| Patents, copyright and trademarks | - | - | - | - | - | - | - | - |
| Licenses and permits | - | - | - | - | - | - | - | - |
| Other intangible assets: | | | | | | | | |
| Add description | - | - | - | - | - | - | - | - |
| Add description | - | - | - | - | - | - | - | - |
| Add description | - | - | - | - | - | - | - | - |
| Add description | - | - | - | - | - | - | - | - |
| Add description | - | - | - | - | - | - | - | - |
| Total intangible assets | - | - | - | - | - | - | - | - |
| Total accumulated depreciation/amortization | <u>(15,128)</u> | <u>-</u> | <u>-</u> | <u>(15,128)</u> | <u>(15,984)</u> | <u>-</u> | <u>-</u> | <u>(31,112)</u> |
| Total capital assets, net | <u>\$ 307,554</u> | <u>-</u> | <u>-</u> | <u>307,554</u> | <u>(15,984)</u> | <u>-</u> | <u>-</u> | <u>291,570</u> |

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

| | |
|---|------------------|
| Depreciation and amortization expense related to capital assets | \$ 15,984 |
| Amortization expense related to other assets | <u>—</u> |
| Total depreciation and amortization | <u>\$ 15,984</u> |

CALIFORNIA STATE UNIVERSITY CHANNEL ISLANDS UNIVERSITY GLEN CORPORATION
OTHER INFORMATION
FOR THE YEAR ENDED JUNE 30, 2014
(CONTINUED)

4 Long-term liabilities activity schedule:

| | Balance June 30, 2013 | Prior period adjustments | Reclassifications | Balance June 30, 2013 (restated) | Additions | Reductions | Balance June 30, 2014 | Current portion | Long-term portion |
|---|--------------------------|-----------------------------|-------------------|--|-----------|------------|--------------------------|--------------------|----------------------|
| Accrued compensated absences | \$ 143,168 | — | — | 143,168 | 32,505 | - | 175,673 | 16,127 | 159,546 |
| 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 | — | — | — | — | - | - | — | — | — |
| Note Payable related to SRB | — | — | — | — | - | - | — | — | — |
| Other: | | | | | | | | | |
| Vehicle loan | 23,173 | — | — | 23,173 | - | (7,432) | 15,741 | 7,721 | 8,020 |
| Loan payable to ASI for leasehold improvements | 273,269 | — | — | 273,269 | - | (11,516) | 261,753 | 11,748 | 250,005 |
| Add description | — | — | — | — | - | - | — | — | — |
| Add description | — | — | — | — | - | - | — | — | — |
| Add description | — | — | — | — | - | - | — | — | — |
| Add description | — | — | — | — | - | - | — | — | — |
| Total long-term debt obligations | 296,442 | — | — | 296,442 | - | (18,948) | 277,494 | 19,469 | 258,025 |
| Unamortized bond premium / (discount) | — | — | — | — | - | - | — | — | — |
| Total long-term debt obligations, net | 296,442 | — | — | 296,442 | — | (18,948) | 277,494 | 19,469 | 258,025 |
| Total long-term liabilities | \$ 439,610 | — | — | 439,610 | 32,505 | (18,948) | 453,167 | 35,596 | 417,571 |

CALIFORNIA STATE UNIVERSITY CHANNEL ISLANDS UNIVERSITY GLEN CORPORATION
OTHER INFORMATION
FOR THE YEAR ENDED JUNE 30, 2014
(CONTINUED)

5 Future minimum lease payments - capital lease obligations:

| | 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 | - | - | — |
| | - | - | — |
| 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 | | | \$ — |

CALIFORNIA STATE UNIVERSITY CHANNEL ISLANDS UNIVERSITY GLEN CORPORATION
OTHER INFORMATION
FOR THE YEAR ENDED JUNE 30, 2014
(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: | | | | | | | | |
| 2015 | \$ - | - | - | 19,469 | 5,660 | 25,129 | 19,469 | 5,660 | 25,129 |
| 2016 | - | - | - | 20,007 | 5,123 | 25,130 | 20,007 | 5,123 | 25,130 |
| 2017 | - | - | - | 12,228 | 4,649 | 16,877 | 12,228 | 4,649 | 16,877 |
| 2018 | - | - | - | 12,474 | 4,402 | 16,876 | 12,474 | 4,402 | 16,876 |
| 2019 | - | - | - | 66,252 | 18,129 | 84,381 | 66,252 | 18,129 | 84,381 |
| 2020 - 2024 | - | - | - | 73,214 | 11,168 | 84,382 | 73,214 | 11,168 | 84,382 |
| 2025 - 2029 | - | - | - | 73,850 | 3,498 | 77,348 | 73,850 | 3,498 | 77,348 |
| 2030 - 2034 | - | - | - | - | - | - | - | - | - |
| 2035 - 2039 | - | - | - | - | - | - | - | - | - |
| 2040 - 2044 | - | - | - | - | - | - | - | - | - |
| 2045 - 2049 | - | - | - | - | - | - | - | - | - |
| 2050 - 2054 | - | - | - | - | - | - | - | - | - |
| 2055 - 2059 | - | - | - | - | - | - | - | - | - |
| 2060 - 2064 | - | - | - | - | - | - | - | - | - |
| Total | \$ - | - | - | 277,494 | 52,629 | 330,123 | 277,494 | 52,629 | 330,123 |

CALIFORNIA STATE UNIVERSITY CHANNEL ISLANDS UNIVERSITY GLEN CORPORATION
OTHER INFORMATION
FOR THE YEAR ENDED JUNE 30, 2014
(CONTINUED)

7 Calculation of net position

| | <u>Auxiliary Organizations</u> | | <u>Total</u> |
|--|--------------------------------|-------------|--------------------|
| | <u>GASB</u> | <u>FASB</u> | <u>Auxiliaries</u> |
| 7.1 Calculation of net position - Net investment in capital assets | | | |
| Capital assets, net of accumulated depreciation | \$ 291,570 | — | 291,570 |
| Capitalized lease obligations - current portion | — | — | — |
| Capitalized lease obligations, net of current portion | — | — | — |
| Long-term debt obligations - current portion | (19,469) | — | (19,469) |
| Long-term debt obligations, net of current portion | (258,025) | — | (258,025) |
| 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 position - net investment in capital asset | <u>\$ 14,076</u> | <u>—</u> | <u>14,076</u> |
| 7.2 Calculation of net position - Restricted for nonexpendable - endowments | | | |
| Portion of restricted cash and cash equivalents related to endowments | \$ — | — | — |
| Endowment investments | — | — | — |
| 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 position - Restricted for nonexpendable - endowments per SNP | <u>\$ —</u> | <u>—</u> | <u>—</u> |

**CALIFORNIA STATE UNIVERSITY CHANNEL ISLANDS UNIVERSITY GLEN CORPORATION
OTHER INFORMATION
FOR THE YEAR ENDED JUNE 30, 2014
(CONTINUED)**

8 Transactions with Related Entities

| | Amount |
|--|---------------|
| Payments to University for salaries of University personnel working on contracts, grants, and other programs | \$ — |
| Payments to University for other than salaries of University personnel | 648,215 |
| Payments received from University for services, space, and programs | 899,842 |
| Gifts-in-kind to the University from discretely presented component units | — |
| Gifts (cash or assets) to the University from discretely presented component units | — |
| Accounts (payable to) University (enter as negative number) | (183,328) |
| Other amounts (payable to) University (enter as negative number) | — |
| Accounts receivable from University | 218,977 |
| Other amounts receivable from University | — |

**CALIFORNIA STATE UNIVERSITY CHANNEL ISLANDS UNIVERSITY GLEN CORPORATION
OTHER INFORMATION
FOR THE YEAR ENDED JUNE 30, 2014
(CONTINUED)**

9 Other Postemployment Benefits Obligation (OPEB)

| | | |
|--|----|-------------|
| Annual required contribution (ARC) | \$ | — |
| Contributions during the year | | — |
| | | <hr/> |
| Increase (decrease) in net OPEB obligation (NOO) | | — |
| NOO - beginning of year | | — |
| NOO - end of year | \$ | <hr/> <hr/> |

**CALIFORNIA STATE UNIVERSITY CHANNEL ISLANDS UNIVERSITY GLEN CORPORATION
OTHER INFORMATION
FOR THE YEAR ENDED JUNE 30, 2014
(CONTINUED)**

10 Pollution remediation liabilities under GASB Statement No. 49:

| <u>Description</u> | <u>Amount</u> |
|---|---------------|
| Add description | \$ — |
| Add description | — |
| Add description | — |
| Add description | — |
| Add description | — |
| Add description | — |
| Add description | — |
| Add description | — |
| Add description | — |
| Add description | — |
| | <hr/> |
| Total pollution remediation liabilities | \$ — |
| Less: current portion | <hr/> — |
| Pollution remediation liabilities, net of current portion | <hr/> — <hr/> |

CALIFORNIA STATE UNIVERSITY CHANNEL ISLANDS UNIVERSITY GLEN CORPORATION
OTHER INFORMATION
FOR THE YEAR ENDED JUNE 30, 2014
(CONTINUED)

| | | |
|-----------|---|-------------------|
| 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 | \$ 290,721 |
| | 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>\$ 290,721</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) | — | — |