

**CALIFORNIA STATE UNIVERSITY
DOMINGUEZ HILLS FOUNDATION**

FINANCIAL STATEMENTS

YEAR ENDED JUNE 30, 2020



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INDEPENDENT AUDITORS' REPORT

Board of Directors
California State University, Dominguez Hills Foundation
Carson, California

Report on the Financial Statements

We have audited the accompanying financial statements of the business-type activities of the California State University, Dominguez Hills Foundation (the Foundation), a component unit of California State University, Dominguez Hills, for the year ended June 30, 2020, which comprise the organization's basic 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 audits. We conducted our audits in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Governmental Auditing Standards* issued by the Comptroller General of the United States. 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 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 the business-type activities of the Foundation as of June 30, 2020, and the changes in financial position and cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Report on Summarized Comparative Information

We have previously audited the Foundation's 2019 financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated September 20, 2019. In our opinion, the summarized comparative information presented herein as of and for the year ended June 30, 2019, is consistent, in all material respects, with the audited financial statements from which it has been derived.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis information, schedule of changes in net OPEB liability and related ratios, and schedule of plan contributions – GASB 75, 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 opinions on the financial statements that collectively comprise the Foundation's basic financial statements. The schedule of net position, the schedule of revenues, expenses, and changes in net position, and other information as listed in the table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements. The supplementary information, including the schedule of expenditures of federal awards, as required by Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards, is presented for purposes of additional analysis and is not a required part of the basic financial statements. This information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedules referred to above, are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Board of Directors
California State University, Dominguez Hills Foundation

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report October 13, 2020 on our consideration of the Foundation's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Foundation's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Foundation's internal control over financial reporting and compliance.

A handwritten signature in cursive script that reads "CliftonLarsonAllen LLP".

CliftonLarsonAllen LLP

Glendora, California
October 13, 2020

**CALIFORNIA STATE UNIVERSITY, DOMINGUEZ HILLS FOUNDATION
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEARS ENDED JUNE 30, 2020 AND 2019**

This section of the California State University, Dominguez Hills Foundation (the Foundation) annual financial report presents our discussion and analysis of the financial performance of the Foundation for the fiscal year ended June 30, 2020. 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) Statement No. 35, *Basic Financial Statements – and Management's Discussion and Analysis – for Public Colleges and Universities*. For reporting purposes, the University is considered a special-purpose government engaged only in business-type activities, which best represent the activities of the Foundation.

The financial statements include the statement of net 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 the Foundation.

Statement of Net Position – The statement of net position includes all assets, deferred outflows, liabilities, and deferred inflows. It is prepared on an accrual basis as of the statement date. It also identifies major categories of restrictions on the net position of the Foundation.

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 Foundation's net position decreased by approximately \$2,451,222. This is primarily due to the decrease in operating revenues and an increase in expenses related to research, academic support and auxiliaries.

**CALIFORNIA STATE UNIVERSITY, DOMINGUEZ HILLS FOUNDATION
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEARS ENDED JUNE 30, 2020 AND 2019**

Comparative Analysis of Current and Prior Year Activities and Balances

The Foundation's summary of net position as of June 30, 2020 and 2019 are as follows:

	<u>2020</u>	<u>2019</u>	<u>Change</u>
ASSETS			
Current Assets	\$ 11,399,883	\$ 12,238,971	\$ (839,088)
Long-Term Assets	10,626,385	11,134,246	(507,861)
Capital Assets	615,378	270,275	345,103
Total Assets	<u>22,641,646</u>	<u>23,643,492</u>	<u>(1,001,846)</u>
DEFERRED OUTFLOWS OF RESOURCES	122,320	191,241	(68,921)
LIABILITIES			
Current Liabilities	1,513,724	1,303,814	209,910
Noncurrent Liabilities	13,813,163	12,952,556	860,607
Total Liabilities	<u>15,326,887</u>	<u>14,256,370</u>	<u>1,070,517</u>
DEFERRED INFLOWS OF RESOURCES	<u>335,622</u>	<u>25,684</u>	<u>309,938</u>
NET POSITION			
Net Investments in Capital Assets	615,378	270,275	345,103
Unrestricted	6,486,079	9,282,404	(2,796,325)
Total Net Position	<u>\$ 7,101,457</u>	<u>\$ 9,552,679</u>	<u>\$ (2,451,222)</u>

Assets

Total assets decreased by \$1,001,846 compared to prior year. This change can be attributed to the decrease in accounts receivable.

Liabilities

Total liabilities increased by \$1,070,517, compared to the prior year. This increase is primarily due to the increase in depository accounts and agency funds held on behalf of the others at year-end.

Net Position

Total net position decreased by \$2,451,222 compared to the prior year. This change is a result of an decrease in operating revenue and an increase in capital assets.

**CALIFORNIA STATE UNIVERSITY, DOMINGUEZ HILLS FOUNDATION
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEARS ENDED JUNE 30, 2020 AND 2019**

Comparative Analysis of Current and Prior Year Activities and Balances (Continued)

The Foundation's condensed summary of revenues, expenses, and changes in net position for the years ended June 30, 2020 and 2019 is as follows:

	<u>2020</u>	<u>2019</u>	<u>Change</u>
OPERATING REVENUES			
Grants and Contracts, Noncapital:	\$ 11,212,571	\$ 13,456,418	\$ (2,243,847)
Sales and Services of Auxiliary Enterprises	3,597,458	4,500,599	(903,141)
Other Operating Revenues	1,257,571	1,781,024	(523,453)
Total Operating Revenue	<u>16,067,600</u>	<u>19,738,041</u>	<u>(3,670,441)</u>
NONOPERATING REVENUES			
Investment Income (net of fees)	-	490,672	(490,672)
Other Nonoperating Revenues	-	529,735	(529,735)
Total Revenue	<u>16,067,600</u>	<u>20,758,448</u>	<u>(4,690,848)</u>
OPERATING EXPENSES			
Instruction	4,249,961	5,235,192	(985,231)
Research	3,281,919	5,346,795	(2,064,876)
Academic Support	2,689,902	1,485,913	1,203,989
Student Services	1,985,121	2,019,993	(34,872)
Institutional Support	170,880	52,166	118,714
Auxiliary Enterprise Expenses	5,438,624	6,804,385	(1,365,761)
Depreciation	97,751	73,366	24,385
Total Operating Expenses	<u>17,914,158</u>	<u>21,017,810</u>	<u>(3,103,652)</u>
NONOPERATING EXPENSES			
Loss on Investment	603,873	-	603,873
Interest on Capital-Related Debt	791	885	(94)
Total Expenses	<u>18,518,822</u>	<u>21,018,695</u>	<u>(2,499,873)</u>
INCREASE IN NET POSITION	(2,451,222)	(260,247)	(2,190,975)
Net Position - Beginning of Year	<u>9,552,679</u>	<u>9,812,926</u>	<u>(260,247)</u>
NET POSITION - END OF YEAR	<u>\$ 7,101,457</u>	<u>\$ 9,552,679</u>	<u>\$ (2,451,222)</u>

Operating Revenues

Total operating revenues decreased by \$4,690,848 compared to prior year. The overall decrease in total revenues is attributable to the decrease in grants and contracts and sales and services revenue.

Operating Expenses

Operating expenses showed a decrease of \$3,103,652 when compared to the prior year. The decrease can be attributed to a decrease in instructional activities and in research.

**CALIFORNIA STATE UNIVERSITY, DOMINGUEZ HILLS FOUNDATION
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEARS ENDED JUNE 30, 2020 AND 2019**

Capital Assets and Debt Administration

The Foundation has \$615,378 in capital assets, net of accumulated depreciation. In fiscal year 2019, the Foundation sold the home that was leased to the University for the use of University President. A gain on sale of \$512,977 was realized as a result of this transaction in fiscal year 2019.

Factors Affecting Future Periods

The Governmental Accounting Standards Board (GASB) has issued pronouncements prior to June 30, 2020, that have effective dates that impact future financial presentations; however, the impact of the implementation of each of the statements below to the Foundation's financial statements has not been assessed at this time. The objective of the statement is to improve guidance regarding the recognition of fiduciary activities for accounting and financial reporting purposes by establishing criteria for identifying fiduciary activities of all state, local governments and auxiliaries. The statement is effective for the fiscal year 2020-21.

Grants and Contracts

Graduate Studies and Research is leading the University's efforts to garner additional grants and contracts research at the institution. In addition, the University finished its Presidential Taskforce to examine ways in which the institution can better engage faculty in the development of new research activities at the institution and is actively implementing its recommendations. The University and Foundation have reorganized the Post Award Administration of grants and contracts. While the Foundation is still the official recipient of the funds, the Dean of Graduate Studies and Research, through the Director of Sponsored Research and Programs, now has responsibility for compliance with Uniform Guidance, OMB Circulars, and other federal, state, and local policies and procedures related to grants and contracts administration.

CALIFORNIA STATE UNIVERSITY, DOMINGUEZ HILLS FOUNDATION
STATEMENT OF NET POSITION
YEAR ENDED JUNE 30, 2020
(WITH COMPARATIVE TOTALS FOR 2019)

	2020	2019
ASSETS		
CURRENT ASSETS		
Cash and Cash Equivalents	\$ 2,008,243	\$ 1,185,441
Short-Term Investments	7,363,516	8,262,534
Accounts Receivable, Net	1,929,690	2,707,607
Prepaid Expenses and Other Assets	98,434	83,389.00
Total Current Assets	11,399,883	12,238,971
NONCURRENT ASSETS		
Long-Term Investments	10,522,386	11,134,246
Other Assets	103,999	-
Capital Assets, Net	615,378	270,275
Total Noncurrent Assets	11,241,763	11,404,521
Total Assets	\$ 22,641,646	\$ 23,643,492
DEFERRED OUTFLOWS OF RESOURCES		
Total Deferred Outflows of Resources	122,320	191,241
LIABILITIES		
CURRENT LIABILITIES		
Accounts Payable	\$ 202,096	\$ 443,781
Accrued Salaries and Benefits Payable	96,869	100,832
Accrued Compensated Absences	299,751	221,842
Unearned Revenue	100,000	79,994
Due to California State University, Dominguez Hills	328,122	219,725
Other Liabilities	486,886	237,640
Total Current Liabilities	1,513,724	1,303,814
NONCURRENT LIABILITIES		
Postemployment Benefits Other than Pensions	772,339	1,445,354
Loan Payable	525,791	-
Depository Accounts	10,972,534	10,467,896
Agency Funds Held	1,542,499	1,039,306
Total Noncurrent Liabilities	13,813,163	12,952,556
Total Liabilities	15,326,887	14,256,370
DEFERRED INFLOWS OF RESOURCES		
Net Other Postemployment Benefit Obligation	335,622	25,684
Total Deferred Inflows of Resources	335,622	25,684
NET POSITION		
Invested in Capital Assets	615,378	270,275
Unrestricted	6,486,079	9,282,404
Total Net Position	\$ 7,101,457	\$ 9,552,679

See accompanying Notes to Financial Statements.

CALIFORNIA STATE UNIVERSITY, DOMINGUEZ HILLS FOUNDATION
STATEMENT OF REVENUES EXPENSES AND CHANGES IN NET POSITION
YEAR ENDED JUNE 30, 2020
(WITH COMPARATIVE TOTALS FOR 2019)

	2020	2019
REVENUES		
Operating Revenues		
Grants and Contracts, Noncapital:		
Federal	\$ 10,988,173	\$ 13,089,502
State and Local	188,623	67,085
Nongovernmental	35,775	299,831
Sales and Services of Auxiliary Enterprises	3,597,458	4,500,599
Other Operating Revenues	1,257,571	1,781,024
Total Operating Revenues	16,067,600	19,738,041
EXPENSES		
Operating Expenses		
Instruction	4,249,961	5,235,192
Research	3,281,919	5,346,795
Academic Support	2,689,902	1,485,913
Student Services	1,985,121	2,019,993
Institutional Support	170,880	52,166
Auxiliary Enterprise Expenses	5,438,624	6,804,385
Depreciation	97,751	73,366
Total Operating Expenses	17,914,158	21,017,810
Operating Income (Loss)	(1,846,558)	(1,279,769)
Nonoperating Revenues (Expenses)		
Gifts, Noncapital	-	16,758
Gain on Sale of Capital Assets	-	512,977
Investment Income/(Loss)- Net of Fees	(603,873)	490,672
Interest on Capital-Related Debt	(791)	(885)
Total Nonoperating Revenues (Expenses)	(604,664)	1,019,522
CHANGE IN NET POSITION	(2,451,222)	(260,247)
Net Position - Beginning of Year	9,552,679	9,812,926
NET POSITION - END OF YEAR	\$ 7,101,457	\$ 9,552,679

See accompanying Notes to Financial Statements.

CALIFORNIA STATE UNIVERSITY, DOMINGUEZ HILLS FOUNDATION
STATEMENT OF CASH FLOWS
YEAR ENDED JUNE 30, 2020
(WITH COMPARATIVE TOTALS FOR 2019)

	2020	2019
CASH FLOWS FROM OPERATING ACTIVITIES		
Federal Grants and Contracts	\$ 10,988,173	\$ 13,089,502
State and Local Grants and Contracts	188,623	67,085
Nongovernmental Grants and contracts	35,775	299,831
Payments to Suppliers	(8,939,165)	(13,670,443)
Payments to Employees	(8,518,951)	(12,091,547)
Sales and Services of Auxiliary Enterprises	3,597,458	4,428,969
Other Receipts	1,257,571	4,780,516
Net Cash Provided (Used) by Operating Activities	(1,390,516)	(3,096,087)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
PPP Loan Proceeds	525,000	-
Monies Received (Disbursed) on Behalf of Others (Net)	504,638	(2,576,556)
Net Provided (Used) by Noncapital Financing Activities	1,029,638	(2,576,556)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Acquisition of Capital Assets	(345,103)	(116,164)
Principal Paid on capital Debt and Lease	-	-
Interest Paid on Capital Debt and Lease	(791)	(885)
Net Cash Provided (Used) by Capital and Related Financing Activities	(345,894)	(117,049)
CASH FLOWS FROM INVESTING ACTIVITIES		
Disposal Gain (Loss) on Capital Assets	-	512,977
Investment Income (Net)	(603,873)	490,672
Net Sale of Investments	2,133,447	(7,013,200)
Net Cash Provided (Used) by Investing Activities	1,529,574	(6,009,551)
Net Increase (Decrease) in Cash and Cash Equivalents	822,802	(11,799,243)
Cash and Cash Equivalents - Beginning of Year	1,185,441	12,984,684
CASH AND CASH EQUIVALENTS - END OF YEAR	\$ 2,008,243	\$ 1,185,441
	2020	2019
RECONCILIATION OF NET OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES		
Operating Income (Loss)	\$ (1,846,558)	\$ (1,279,769)
Adjustments to Reconcile Net Operating Income (Loss to Net Cash Provided (Used) by Operating Activities		
Depreciation	97,751	73,366
Deferred Inflows of Resources	335,622	25,684
Deferred Outflows of Resources	(122,320)	
Change in Assets and Liabilities		
Accounts Receivable, Net	777,917	(1,253,496)
Prepaid Expenses and Other Assets	(15,045)	16,427
Accounts payable	(779,165)	137,461
Accrued Salaries and Benefits payable	(3,963)	16,632
Accrued Compensated Absences	77,909	(2,344)
Unearned Revenue	20,006	(128,884)
Other Liabilities	357,643	(107,848)
Postemployment Benefits Other Than Pensions	(673,015)	(633,119)
Agency Funds Held	382,702	39,803
Net Cash Provided (Used) by Operating Activities	\$ (1,390,516)	\$ (3,096,087)

See accompanying Notes to Financial Statements.

CALIFORNIA STATE UNIVERSITY, DOMINGUEZ HILLS FOUNDATION
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020 AND 2019

NOTE 1 ORGANIZATION

Nature of Organization

The California State University Dominguez Hills Foundation (the Foundation) is a nonprofit California public benefit corporation, which is an auxiliary organization of California State University, Dominguez Hills (the University). A wholly owned subsidiary, the Dominguez Hills Corporation (the Corporation), is a California for-profit corporation which administers certain research and educational grants and contracts. Together, these entities (collectively referred to as the Foundation) assist the University in various activities including developing and administering research and educational grants and contracts; conducting the bookstore, food service, and vending machine operations on the campus; developing land and commercial enterprises; administering various educationally related functions, special programs, and other activities. The Corporation is included in the reporting entity of the Foundation, and accordingly, its operations are blended with the operations of the Foundation in the accompanying basic financial statements.

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Presentation

The accompanying basic financial statements have been prepared using the economic resources measurement focus and the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America, 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. Grants and similar items are recognized as revenue as soon as all eligibility requirements have been met.

Basis of Accounting

The Foundation records revenue in part from assisting the University in various activities including developing and administering research and educational grants and contracts, conducting the bookstore, food service, and vending machine operations on the campus; developing land and commercial enterprises; administering various educationally related functions, special programs, and other activities. Accordingly, the Foundation has chosen to present its basic financial statements using the reporting model for special-purpose governments engaged only in business-type activities. This model allows all financial information for the Foundation to be reported in a single column in each of the basic financial statements. The effect of any internal activity between funds or groups of funds has been eliminated from these basic financial statements.

Classification of Current and Noncurrent Assets and Liabilities

The Foundation considers assets to be current that can reasonably be expected, as part of its normal business operations, to be converted to cash and be available for liquidation of current liabilities within 12 months of the statement of net position date. Liabilities that reasonably can be expected, as part of normal Foundation business operations, to be liquidated within 12 months of the statement of net position date are considered to be current. All other assets and liabilities are considered to be noncurrent.

CALIFORNIA STATE UNIVERSITY, DOMINGUEZ HILLS FOUNDATION
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020 AND 2019

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Net Position

The Foundation's net position is classified into the following categories:

Invested in Capital Assets, Net of Related Debt – Capital assets, net of accumulated depreciation, amortization, and outstanding principal balances of debt attributable to the acquisition, construction, or improvement of those assets.

Restricted – Nonexpendable – Net position subject to externally imposed conditions that the Foundation retains them in perpetuity. When both restricted and unrestricted resources are available for use, it is the Foundation's policy to use restricted resources first, then unrestricted resources as they are needed.

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

Unrestricted – All other categories of net position. In addition, unrestricted net position may be designated for use by management of the Foundation.

Deferred Outflows and Deferred Inflows

Deferred outflows and deferred inflows of resources related to postemployment benefit plan are certain changes in total liabilities and fiduciary net position that are to be recognized in future postemployment benefit plan expense.

Cash and Cash Equivalents

Cash and cash equivalents consist primarily of deposits with Wells Fargo Bank, N.A. It is composed significantly of funds held in depository accounts for other auxiliary organizations of the California State University, Dominguez Hills campus. The Foundation provides accounting and management services for the California State University, Philanthropic Foundation, the Loker University Student Union, Dominguez Hills Corporation, and limited services for the Associated Students, Inc., and holds on their behalf depository accounts.

Short-term Investments

Investments with original maturities greater than three months and remaining maturities less than one year are classified as "short-term investment". Investments with remaining maturities greater than one year are classified as "long-term investments."

Accounts Receivables

Receivables consists of contracts, related party receivables, and other miscellaneous receivables. The Foundation uses the allowance method of accounting for receivables determined to be potentially uncollectable. Management provides for probable uncollectible amounts through a provision for an adjustment to a valuation allowance based on its assessment of the current status of individual accounts. Balances that remain outstanding after management has used reasonable collection efforts are written off through a charge to the valuation allowance and a credit to accounts receivable. Balances that remain outstanding after management has used reasonable collection efforts are written off through a charge to the valuation allowance and a credit to accounts receivable.

CALIFORNIA STATE UNIVERSITY, DOMINGUEZ HILLS FOUNDATION
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020 AND 2019

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Prepaid Expenses

Prepaid expenses and other costs are expensed ratably over their respective terms of agreement.

Other Assets

Other assets include inventories that are stated at the lower of cost or market determined on a first-in, first-out basis, and prepaid expenditures.

Investments

Investments are reflected at fair value using quoted market prices. Gains and losses are included in the statement of revenues, expenses, and changes in net position as investment income (net of fees).

Capital Assets

Capital assets are stated at cost or estimated historical cost if purchased or, at acquisition value at date of donation if donated. Capital assets with a value of less than \$5,000 are not capitalized. The Foundation is required to capitalize infrastructure assets that have been acquired, or that have received major improvements, in fiscal years ending after June 30, 1980. Title to all assets, whether purchased, constructed, or donated, is held by the Foundation. Depreciation is determined using the straight-line method over the estimated lives of the assets ranging from three to ten years. Leasehold improvements are amortized using the straight-line method over the shorter of their estimated useful lives or the term of the lease. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend its life are not capitalized.

Accrued Compensated Absences

Foundation employees accrue annual leave at rates based on length of service and job classification.

Unearned Revenue

Unearned revenue consists primarily of unearned revenue related to federal grants and contracts and any commissions paid in advance for Commercial Operations.

Other Liabilities

Other liabilities included sales tax, nonresident alien tax withholding, and miscellaneous payroll withholdings.

Classification of Revenues and Expenses

The Foundation considers operating revenues and expenses in the statement of revenues, expenses, and changes in net position to be those revenues and expenses that result from exchange transactions or from other activities that are connected directly to the Foundation's primary functions. Exchange transactions include charges for services rendered and the acquisition of goods and services. Certain other transactions are reported as nonoperating revenues and expenses in accordance with GASB Statement No. 33. These nonoperating activities include the Foundation's net investment income (net of fees), gifts, and interest expense.

CALIFORNIA STATE UNIVERSITY, DOMINGUEZ HILLS FOUNDATION
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020 AND 2019

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Grants and Contracts

The Foundation serves as administrator for various grants and contracts awarded by governmental and private institutions. Amounts administered by the Foundation are recorded as revenue and expense in the accompanying basic financial statements.

Income Taxes

The Foundation is exempt from Federal income taxes under Section 501(c)(3) of the Internal Revenue Code and California income taxes under section 23701(d) of the California Revenue and Taxation Code. The Internal Revenue Service (IRS) classified the organization as one that is not a private foundation within the meaning of section 509(a) of the Code because it is an organization described in section(s) 509(a)(1) and 170(b)(1)(A)(vi).

The Foundation has evaluated its tax positions and the certainty as to whether those tax positions will be sustained in the event of an audit by taxing authorities at the federal and state levels. The primary tax positions evaluated are related to the Foundation's continued qualification as a tax-exempt organization and whether there is unrelated business income activities conducted that would be taxable. Management has determined that all income tax positions will more likely than not be sustained upon potential audit or examination; therefore, no disclosures of uncertain income tax positions are required.

Estimates

The preparation of basic financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, revenues, and expenses in the accompanying basic financial statements. Actual results could differ from those estimates.

Reclassifications

Certain amounts in the 2019 comparative totals have been reclassified to conform with the 2020 reporting format.

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 California State University, Dominguez Hills Foundation financial statements for the year ended June 30, 2019 from which the summarized information was derived.

Risks and Uncertainties

The Coronavirus Disease 2019 (COVID-19) has recently affected global markets, supply chains, employees of companies and our communities. Management of the organization is taking appropriate actions to mitigate the impact. However, the full impact of COVID-19 is unknown and cannot be reasonably estimated as of June 30, 2020.

CALIFORNIA STATE UNIVERSITY, DOMINGUEZ HILLS FOUNDATION
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020 AND 2019

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Fair Value Measurements

The Foundation reports its fair value measures using a three-level hierarchy that prioritizes the inputs used to measure fair value in accordance with GASB 72, *Fair Value Measurement and Application*. Fair value is the price that would be received to sell an asset or be paid to transfer a liability in an orderly transaction in the principal or most advantageous market at the measurement date under current market conditions regardless of whether that price is directly observable or estimated using another valuation technique. Inputs used to determine fair value refer broadly to the assumptions that market participants would use in pricing the asset or liability including assumptions about risk. Inputs may be observable or unobservable. Observable inputs are inputs that reflect the assumptions market participants would use in pricing the asset or liability based on market data obtained from sources independent of the reporting entity. Unobservable inputs are inputs that reflect the reporting entity's own assumptions about the assumptions market participants would use in pricing the asset or liability based on the best information available. GASB 72 establishes a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value.

This hierarchy, established by GAAP, requires that entities maximize the use of observable inputs and minimize the use of unobservable inputs when measuring fair value. The three levels of inputs used to measure fair value are as follows:

Level 1 – Quoted prices for identical assets or liabilities in active markets to which the Foundation has access at the measurement date.

Level 2 – Inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly or indirectly. Level 2 inputs include:

- quoted prices for similar assets or liabilities in active markets;
- quoted prices for identical or similar assets in markets that are not active;
- observable inputs other than quoted prices for the asset or liability (for example, interest rates and yield curves); and
- inputs derived principally from, or corroborated by, observable market data by correlation or by other means.

Level 3 – Unobservable inputs for the asset or liability. Unobservable inputs should be used to measure the fair value to the extent that observable inputs are not available.

The carrying amounts of cash and cash equivalents, accounts receivable and related party receivables approximate fair value because of the terms and relatively short maturity of these financial instruments.

The carrying amounts of liabilities approximate fair value because of the relatively short maturity of these financial instruments.

When available, the Foundation measures fair value using Level 1 inputs because they generally provide the most reliable evidence of fair value.

CALIFORNIA STATE UNIVERSITY, DOMINGUEZ HILLS FOUNDATION
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020 AND 2019

NOTE 3 CASH AND CASH EQUIVALENTS AND INVESTMENTS

The deposits and investments held at June 30 are as follows:

	2020	2019
Demand Deposits (Level 1 Input)	\$ 2,008,243	\$ 1,185,441
Investment Level 1 Inputs		
Equities	2,509,682	7,131,774
Investment Level 2 Inputs		
Corporate and Governmental Bonds	2,717,803	1,720,431
Investments at NAV		
Money market Funds	10,660,292	9,710,148
Alternative Investments	1,998,125	834,427
Total Investment Inputs	\$ 19,894,145	\$ 20,582,221
Reconciliation to Statement of Net Position		
Current		
Cash and Cash Equivalents	\$ 2,008,243	\$ 1,185,441
Short Term Investments	7,363,516	8,262,534
Noncurrent		
Long Term Investments	10,522,386	11,134,246
Total	\$ 19,894,145	\$ 20,582,221

At June 30, 2020 and 2019, the Foundation did not have any investments measured using Level 3 inputs.

The following table summarizes information regarding investment terms, unfunded commitments and redemption terms for investments value using NAV at June 30, 2020:

Investment	Net Asset Value	Strategy	Unfunded Commitments	Redemption Terms	Redemption Restriction
Skybrigde Multi-Advisor Hedge Fund Portfolios LLC	\$ 660,368	Achieve capital appreciation principally through investing in investment in investment funds	None	Redeemable on a quarterly basis	95 days notice
Ironwood Institutional Multi-Strategy Fund LLC	288,164	Achieve capital appreciation principally through investing in investment in investment funds	None	Redeemable on a quarterly basis	95 days notice
Hedge Fund Guided Portfolio Solutions Class I 71H78	283,000	Achieve capital appreciation principally through investing in investment in investment funds	None	Redeemable on a quarterly basis	60-93 days notice
	\$ 1,231,532				

Custodial Credit Risk

Custodial credit risk is the risk that in the event of a bank failure, the Foundation's deposits may not be returned to it. The Foundation does not have a deposit policy for custodial credit risk. Deposits in the financial institution, reported as components of cash had bank balances of \$2,032,625 and \$1,178,263 for 2020 and 2019, respectively. As of June 30, 2020 and 2019, \$250,000, of these balances are insured under the Federal Deposit Insurance Corporation (FDIC).

CALIFORNIA STATE UNIVERSITY, DOMINGUEZ HILLS FOUNDATION
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020 AND 2019

NOTE 3 CASH AND CASH EQUIVALENTS AND INVESTMENTS (CONTINUED)

Investment Credit Risk

The Foundation's formal investment policy limits its investment choices to the following:

- Local Agency Investment Fund (LAIF)
- Cash equivalents having maturities of less than one year
- Global public equities, including domestic equities, international developed equity, and emerging markets
- Global fixed income, including domestic fixed income and global fixed income
- Alternative investments, including hedge funds and private equity

Merrill Lynch Consulting manages the long-term investments in accordance with the Foundation's approved investment policy statement.

Concentration of Investment Credit Risk

The Foundation's formal investment policy limits the assets to the following target and maximum allocations:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Maximum Allocation</u>
Global Public Equity		
Domestic Equity	29.0 %	35.0 %
International Developed Equity	15.0	20.0
Emerging Markets	11.0	15.0
Total Equity	55.0	70.0
Global Fixed Income		
Domestic Fixed Income	10.0	15.0
Global Fixed Income	10.0	15.0
Total Fixed Income	20.0	30.0
Alternative Investments		
Hedge Funds	17.5	20.0
Private Equity	7.5	10.0
Total Alternative Investments	25.0	30.0
Total Portfolio (Target Allocation)	100.0	100.0

CALIFORNIA STATE UNIVERSITY, DOMINGUEZ HILLS FOUNDATION
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020 AND 2019

NOTE 3 CASH AND CASH EQUIVALENTS AND INVESTMENTS (CONTINUED)

The composition of the investment income (net of fees), on the statement of revenues, expenses, and changes in net position:

<u>Unrestricted</u>	<u>2020</u>	<u>2019</u>
Interest and Dividends	\$ 216,782	\$ 380,011
Investment Expenses	(40,627)	(42,162)
Realized Gain (Loss) on Sales, Net	(414,634)	687,148
Unrealized Gain (Loss), Net	(365,394)	(534,325)
Total Investment Income	<u>\$ (603,873)</u>	<u>\$ 490,672</u>

NOTE 4 ACCOUNTS RECEIVABLE

Accounts Receivable at June 30, consisted of the following:

	<u>2020</u>	<u>2019</u>
Grants Receivables	\$ 1,422,074	\$ 1,931,429
Advances	3,576	40,651
Other	887,525	972,553
Allowance for Doubtful Accounts	(383,485)	(237,026)
Total	<u>\$ 1,929,690</u>	<u>\$ 2,707,607</u>

NOTE 5 CAPITAL ASSETS

Capital assets consist of the following at June 30, 2020:

	<u>Beginning of Year June 30, 2019</u>	<u>Additions</u>	<u>Deletions</u>	<u>End of Year June 30, 2020</u>
Buildings	\$ -	\$ -	\$ -	\$ -
Accumulated Depreciation	-	-	-	-
Total	-	-	-	-
Equipment	460,054	85,591	(177,919)	367,726
Accumulated Depreciation	(326,334)	(69,266)	177,919	(217,681)
Total	<u>133,720</u>	<u>16,325</u>	<u>-</u>	<u>150,045</u>
Furniture and Fixtures	6,339	-	(6,339)	-
Accumulated Depreciation	(6,339)	-	6,339	-
Total	-	-	-	-
Leasehold Improvements	130,719	41,013	(14,222)	157,510
Accumulated Depreciation	(39,463)	(28,486)	14,222	(53,727)
Total	<u>91,256</u>	<u>12,527</u>	<u>-</u>	<u>103,783</u>
Capital Project Work in Progress	45,299	361,552	(45,301)	361,550
Total	<u>\$ 270,275</u>	<u>\$ 390,404</u>	<u>\$ (45,301)</u>	<u>\$ 615,378</u>

Depreciation expense for the years ended June 30, 2020 and 2019 was \$97,751 and \$73,366, respectively.

CALIFORNIA STATE UNIVERSITY, DOMINGUEZ HILLS FOUNDATION
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020 AND 2019

NOTE 6 DEPOSITORY ACCOUNTS

Deposits held in custody for others which are comprised of cash and investments as of June 30, is follows:

	2020	2019
Dominguez Hills Corporation	\$ 51,116	\$ 51,116
Loker University Student Union, Inc.	2,589,119	2,076,837
CSUDH Philanthropic Foundation	8,332,299	8,339,943
Total Deposits Held in Custody for Others	\$ 10,972,534	\$ 10,467,896

NOTE 7 LOAN PAYABLE

In May 2020, the Foundation received a loan from Wells Fargo Bank NA in the amount of \$525,000 to fund payroll, and utilities through the Paycheck Protection Program (the “PPP Loan”). The original loan agreement was written prior to the PPP Flexibility Act of 2020 (June 5) and was due over twenty-four months deferred for six months. Subsequent to this, the law changed the loan deferral terms retroactively. The PPP Flexibility Act and subsequent regulations supersede the loan agreement. The PPP Loan bears interest at a fixed rate of 1.0% per annum, with the first six months of interest deferred, has a term of two years, and is unsecured and guaranteed by the U.S. Small Business Administration. Payment of principal and interest is deferred until the date on which the amount of forgiveness is remitted to the lender or, if the Foundation fails to apply for forgiveness within 10 months after the covered period, then payment of principal and interest shall begin on that date. These amounts may be forgiven subject to compliance and approval based on the timing and use of these funds in accordance with the program. To the extent that all or part of the PPP Loan is not forgiven, the Foundation will be required to pay interest on the PPP Loan at a rate of 1.0% per annum, and commencing in November 2020 principal and interest payments will be required through the maturity date in March 2022.

NOTE 8 ACCRUED COMPENSATED ABSENCES

Accrued compensated absences at year-end are included in accrued expenses and other liabilities in the statement of net position and consists of the following activity during the year ended June 30:

<u>Liabilities</u>	Beginning Balance as of June 30, 2019	Additions	Reductions	Ending Balance as of June 30, 2020	Current Portion
Compensated Absences	\$ 221,842	\$ 86,525	\$ 8,616	\$ 299,751	\$ 299,751
Total Current Liabilities, Net	\$ 221,842	\$ 86,525	\$ 8,616	\$ 299,751	\$ 299,751

CALIFORNIA STATE UNIVERSITY, DOMINGUEZ HILLS FOUNDATION
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020 AND 2019

NOTE 9 OPERATING LEASE

The Foundation entered into a sublease, which expired on June 30, 2020 and is in the process of being renewed, with the Donald P. & Katherine B. Loker University Student Union (Union) for rental of the food service area located in the Union building. Payments of rental fees are made by the Foundation on a quarterly basis. In addition, the Foundation pays rental fees based on commissions of the University Bookstore. Total rental fees paid for the year ended June 30, 2020 amounted to \$217,527, of this total, \$140,259 was for utilities.

NOTE 10 PENSION PLANS

The Foundation maintains a pension plan for all eligible employees with Teachers Insurance and Annuity Association College Retirement Equities Fund (TIAA CREF).

Plan Description – TIAA CREF is an agent which provides variable individual and group annuities for retirement and tax-deferred savings plans at nonprofit or publicly supported colleges, universities, and other educational and research organizations. The TIAA CREF pension plan is a defined contribution plan. The contributions are invested and then disbursed at the time of the employees' retirement in the form of lifetime income or other payment options.

Funding Policy – The Foundation's pension plan includes two groups of employees: those hired prior to July 1, 2014 which are grandfathered under the original funding policy and those hired after July 1, 2014 which are subject to the current funding policy.

For those employees hired prior to July 1, 2014, participants were not required to contribute any of their annual covered salary. For this employee group, during the period from February 1, 2001 through June 30, 2014, the Foundation contributed 10% of the employees' annual covered payroll.

For those employees hired after July 1, 2014, participants were required to contribute either 2% or 5% of their annual salary in order to receive an employer contribution of 4% or 8%, respectively.

Annual Pension Cost – For the years ended June 30, 2020 and 2019 the Foundation's annual TIAA CREF pension cost totaled \$252,304 and \$252,060, respectively.

Annual Contributions from Employees – For the years ended June 30, 2020 and 2019, employees contributed \$130,872 and \$372,333 respectively, to the Pension Plan (not including tax deferred elective deferrals to the Foundation's non-ERISA plan).

**CALIFORNIA STATE UNIVERSITY, DOMINGUEZ HILLS FOUNDATION
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020 AND 2019**

NOTE 11 POSTEMPLOYMENT HEALTHCARE BENEFITS

Plan Description

The Foundation sponsors a single-employer defined benefit postretirement health care plan to pay a portion of the retiree's insurance premiums. The Foundation participates in the Auxiliaries Multiple Employer VEBA (Voluntary Employees Beneficiary Association). The auxiliaries Multiple Employer VEBA is a separate 501(c)9 organization established in August 2010 to assist in funding post-retirement healthcare benefits for recognized auxiliaries of the California State University System. The Auxiliaries Multiple Employer VEBA issues separate audited financial statements. Copies of the annual report may be obtained from Keenan Associates, 2355 Crenshaw Blvd. Suite 200, Torrance, CA 90501

The Foundation provides retiree medical benefits with AORMA - CSURMA to eligible employees hired on or after October 1, 2014 and before June 23, 2016 in accordance with the following age requirement and vesting schedule:

<i>Age and Years of Service Requirement</i>	<i>Percentage of Employer Contribution</i>
59 1/2+ and 20 years of service	100
65+ and 15-19 years of service	75
65+ and 10-14 years of service	50

Employees hired prior to October 1, 2014 shall be eligible for post-retirement health benefits (medical) and are eligible to receive 100% of the employer contribution set by the Board of Directors, provided they meet the vesting period requirement of five years of employment and have attained the age of 59 1/2 as of the date of their retirement. This benefit continues for the life of the retiree and then for the life of a surviving spouse, if any. Retirees may select any retiree medical plan offered by AOMRA - CSURMA, including spouse or family coverage, but must incur the cost of premiums exceeding the cap.

Total OPEB Liability, Fiduciary Net Position, and Net OPEB Liability

In accordance with the parameters of Government Accounting Standards Board Statement 75, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions* (GASB 75), the OPEB expense and deferred outflows of resources and deferred inflows of resources related to OPEB that are required to be reported by an employer primarily result from changes in the components of the net OPEB liability-that is, changes in the total OPEB liability and in the OPEB plan's fiduciary net position.

This statement requires that most changes in the net OPEB liability be included in OPEB expense in the period of the change. For example, changes in the total OPEB liability resulting from current-period service cost, interest on the total OPEB liability, and changes of benefit terms are required to be included in OPEB expense immediately. Projected earnings on the OPEB plan's investments also are required to be included in the determination of OPEB expense immediately.

**CALIFORNIA STATE UNIVERSITY, DOMINGUEZ HILLS FOUNDATION
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020 AND 2019**

In circumstances in which the net OPEB liability is determined based on the results of an actuarial valuation, the effects of certain other changes in the net OPEB liability are required to be included in OPEB expense over the current and future periods. The effects on the total OPEB liability of (1) changes of economic and demographic assumptions or of other inputs and (2) differences between expected and actual experience are required to be included in OPEB expense in a systematic and rational manner over a closed period equal to the average of the expected remaining service lives of all employees that are provided with benefits through the OPEB plan (active employees and inactive employees), beginning in the current period.

Generally accepted accounting principles require that the reported results must pertain to liability and asset information within certain defined timeframes. For this report, the following timeframes are used:

Valuation Date	June 30, 2019
Measurement Date	June 30, 2019
Measurement Period	July 1, 2018 to June 30, 2019

Information about the OPEB Plan

The following is a table of plan participants:

Inactive Employees Receiving Benefits	13
Inactive Employees Entitled but not Receiving Benefits	-
Covered Dependents of Retirees	7
Participating Active Employee	23
Total Number of Participants	43

Actuarial Methods and Assumptions

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and the plan members) and includes the types of benefits provided at the time of each valuation. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short- term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

**CALIFORNIA STATE UNIVERSITY, DOMINGUEZ HILLS FOUNDATION
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020 AND 2019**

NOTE 11 POSTEMPLOYMENT HEALTHCARE BENEFITS (CONTINUED)

Actuarial Methods and Assumptions

The Foundation's net OPEB liability was measured as of June 30, 2019 and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation dated June 30, 2017 that was rolled forward to determine the June 30, 2019 total OPEB liability, based on the following actuarial methods and assumptions:

Inflation	2.26 %
Salary Increases	3.25 %
Net Investments Rate of Return	7 %
Healthcare Cost Trend Rate	Varies from 5% to 6.8%
Mortality Rate	2017 CalPERS Experience Study
Pre-Retirement Turnover	2017 CalPERS Public Agency Miscellaneous Experience Study

Changes in the OPEB Liability

The Foundation invoked Paragraph 244 of GASB 75 and used a "roll-back" technique to determine the beginning Net OPEB Liability as of June 30, 2017. The following table shows the results of the roll-back:

	<u>Total OPEB Liability</u>	<u>Fiduciary Net Position</u>	<u>Net OPEB Liability</u>
Rollback Balance - June 30, 2018	\$ 2,052,476	\$ 607,122	\$ 1,445,354
Service Cost	53,266	-	53,266
Interest on Total OPEB Liability	141,737	-	141,737
Employer Contributions	-	488,743	488,743
Employee Contributions	-	-	-
Net Investment Income	-	42,710	42,710
Administrative Expense	-	(3,153)	(3,153)
Benefit Payments	(164,635)	(164,635)	(329,270)
Differences between expected and actual experience	(312,654)	-	(312,654)
Changes in assumptions	(27,064)	-	(27,064)
Net Change	<u>(309,350)</u>	<u>363,665</u>	<u>54,315</u>
Balance at June 30, 2019	<u>\$ 1,743,126</u>	<u>\$ 970,787</u>	<u>\$ 772,339</u>

The Net OPEB Liability is shown as a noncurrent liability on the Schedule of Net Position.

Sensitivity of the Net OPEB Liability to Changes in the Discount and Trend Rate

The following presents the net OPEB liability of the Foundation if it were calculated using a discount rate and trend table that is one percentage point lower or one percentage point higher than the current rate, for measurement period ended June 30:

CALIFORNIA STATE UNIVERSITY, DOMINGUEZ HILLS FOUNDATION
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020 AND 2019

NOTE 11 POSTEMPLOYMENT HEALTHCARE BENEFITS (CONTINUED)

	2020		
Discount Rate:			
+1%	\$ 601,364	\$ (170,975)	(22)%
Base:	772,339	-	-
-1%	978,739	206,400	27
Trend Rate:			
+1%	848,675	76,336	10
Base:	772,339	-	-
-1%	703,871	(68,468)	(9)

Long-Term Expected Rate of Return

As of June 30, 2019, the long-term expected rates of return for each major investment class in the Plan's portfolio are as follows:

<u>Investment Class</u>	<u>Target Allocation</u>	<u>Strategy Expected Real Rate of Return¹</u>	<u>Secular Expected Real Rate of Return¹</u>
Equity	43.00 %	3.59 %	6.78 %
REITs	7.00	0.80	5.30
Fixed Income	50.00	2.80	2.60

¹JPMorgan arithmetic Long Term Capital Market assumptions and expected inflation of 2.26%.

Discount Rate

The discount rate is based on a blend of (a) the long-term expected rate of return on assets for benefits covered by plan assets and a yield or index for 20-year, tax-exempt general obligation municipal bonds with an average rating of AA/Aa or better for benefits not covered by plan assets.

Above are the arithmetic long-term expected real rates of return by asset class for the next 10 years as provided in a report by JP Morgan. For years thereafter, returns were based on historical average index real returns over the last 30 years assuming a similar equity/fixed investment mix and a 2.26% inflation rate. Investment expenses were assumed to be 10 basis points per year. These returns were matched with cash flows for benefits covered by plan assets and the Bond Buyer 20-Bond General Obligation index was matched with cash flows not covered by plan assets to measure the reasonableness of the choice in discount rate.

	June 30, 2018	June 30, 2019
Discount Rate	7.00 %	7.00 %
Bond Buyer 20-bond GO Index	3.87	3.50

Recognition of Deferred Outflows and Deferred Inflows of Resources

Gains and losses related to changes in total OPEB liability and fiduciary net position are recognized in OPEB expense systematically over time. Amounts are first recognized in OPEB expense for the year the gain or loss occurs. The remaining amounts are categorized as deferred outflows and deferred inflows of resources related to OPEB and are to be recognized in future OPEB expense.

CALIFORNIA STATE UNIVERSITY, DOMINGUEZ HILLS FOUNDATION
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020 AND 2019

NOTE 11 POSTEMPLOYMENT HEALTHCARE BENEFITS (CONTINUED)

The recognition period differs depending on the source of the gain or loss:

Net difference between projected and actual earnings on OPEB plan investments	5 years
All other amounts	Expected average remaining service lifetime

OPEB Expense and Deferred Outflows/Inflows of Resources Related to OPEB

As of fiscal years ended June 30, 2019 the Foundation reported deferred outflows of resources related to OPEB from the following sources:

	<u>Outflows of Resources</u>	<u>Inflows of Resources</u>
Differences Between Expected and Actual Experiences in the Measurement of the TOL	\$ -	\$ 310,601
Changes in Assumptions	-	25,021
Net Difference Between Projected and Actual Earnings of OPEB Plan Investments	6,828	-
Contribution to OPEB Plan after Measurement Date	115,492	-
Total	<u>\$ 122,320</u>	<u>\$ 335,622</u>

Amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

<u>Year Ended June 30,</u>	<u>Deferred Outflows(Inflows) of Resources</u>
2021	\$ (25,775)
2022	(25,774)
2023	(25,355)
2024	(25,024)
2025	(27,189)
Thereafter	(199,677)
Total	<u>\$ (328,794)</u>

For the fiscal years ended June 30, 2020 the Foundation recognized OPEB expense of \$372,074.

CALIFORNIA STATE UNIVERSITY, DOMINGUEZ HILLS FOUNDATION
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020 AND 2019

NOTE 11 POSTEMPLOYMENT HEALTHCARE BENEFITS (CONTINUED)

	2019	2018
Service Cost	\$ 53,266	\$ 50,730
Interest on the Total OPEB Liability	141,737	138,988
Changes on Benefit Terms	-	-
Recognized Differences Between Expected and Actual Experience	(25,146)	(1,541)
Recognized Changes of Assumptions	(2,043)	-
Employee Contributions	-	-
Projected Earnings on OPEB Plan Investments	(53,543)	(39,749)
Recognized Differences Between Projected and Actual Earnings on Plan Investments	1,414	(753)
Administrative Expense	3,153	4,203
Other Changes in Fiduciary Net Position	-	-
Aggregate OPEB Expense	\$ 118,838	\$ 151,878

Interest on the Total OPEB Liability

As of fiscal years ended June 30, the Foundation reported interest on the total OPEB liability from the following:

	2020			
	Amount For Period <u>a</u>	Portion of Period <u>b</u>	Interest Rate <u>c</u>	Interest on the Total OPEB Liability <u>a*b*c</u>
Beginning Total OPEB Liability	\$ 2,052,476	100 %	7.0 %	\$ 143,673
Service Cost	53,266	100	7.0	3,729
Benefit Payments, Including Refunds of Employee Contributions	(164,635)	50	7.0	(5,665)
Total				\$ 141,737

	2019			
	Amount For Period <u>a</u>	Portion of Period <u>b</u>	Interest Rate <u>c</u>	Interest on the Total OPEB Liability <u>a*b*c</u>
Beginning Total OPEB Liability	\$ 1,997,041	100 %	7.0 %	\$ 139,793
Service Cost	50,730	100	7.0	3,551
Benefit Payments, Including Refunds of Employee Contributions	(126,000)	50	7.0	(4,356)
Total				\$ 138,988

CALIFORNIA STATE UNIVERSITY, DOMINGUEZ HILLS FOUNDATION
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020 AND 2019

NOTE 11 POSTEMPLOYMENT HEALTHCARE BENEFITS (CONTINUED)

Earnings on Plan Fiduciary Net Position

As of fiscal years ended June 30, the Foundation reported earnings on plan fiduciary net position from the following:

	2020			
	Amount For Period	Portion of Period	Projected Rate of Return	Projected Earnings
	a	b	c	a*b*c
Beginning Plan Fiduciary Net Position	\$ 607,122	100 %	7.0 %	\$ 42,499
Employer Contributions	488,743	50	7.0	16,817
Employee Contributions	-	50	7.0	-
Benefits Payments, Including Refunds of Employee Contributions	(164,635)	50	7.0	(5,665)
Administrative Expense and Other	(3,153)	50	7.0	(108)
Total Projected Earnings				\$ 53,543

	2019			
	Amount For Period	Portion of Period	Projected Rate of Return	Projected Earnings
	a	b	c	a*b*c
Beginning Plan Fiduciary Net Position	\$ 569,911	100 %	7.0 %	\$ 39,894
Employer Contributions	126,600	50	7.0	4,356
Employee Contributions	-	50	7.0	-
Benefits Payments, Including Refunds of Employee Contributions	(126,600)	50	7.0	(4,356)
Administrative Expense and Other	(4,203)	50	7.0	(145)
Total Projected Earnings				\$ 39,749

Comparison of Projected and Actual Earnings on Investments:

	2020	2019
Total Projected Earnings	\$ 53,543	\$ 39,749
Actual Net Investment Income	42,710	41,414
Net Difference Between Projected and Actual Earnings on Investments	\$ 10,833	\$ (1,665)

CALIFORNIA STATE UNIVERSITY, DOMINGUEZ HILLS FOUNDATION
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020 AND 2019

NOTE 11 POSTEMPLOYMENT HEALTHCARE BENEFITS (CONTINUED)

Funding Status and Funding Progress

Beginning in fiscal year ending June 2011, the Foundation participated in the Auxiliaries Multiple Employer VEBA (Voluntary Employees' Beneficiary Association) and contributed \$45,000 in fiscal year ending June 2013. The Foundation contributed an additional \$50,000 for the 2015-16 fiscal year. In the 2016-17 fiscal year, the Foundation contributed an additional \$293,962. The Auxiliaries Multiple Employer VEBA is a separate 501 (c)(9) organization established in August 2010 to assist in funding post-retirement healthcare benefits for recognized auxiliaries of the California State University System. The total fair market value of assets in the Auxiliaries Multiple Employer VEBA as of June 30, 2020 and 2019 was \$ 1,005,843 and \$970,787.

The fair value composition of the Voluntary Employers Beneficiary Association consists of the following at June 30:

	2020					
	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)	Net Asset Value (NAV)	Total	
	Mutual Funds:					-
	Domestic Equity	\$ 372,150	-	-	-	\$ 372,150
Fixed Income	444,717	-	-	-	444,717	
International Equity	106,461	-	-	-	106,461	
Real Estate	82,515	-	-	-	82,515	
Total Investments	<u>\$ 1,005,843</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,005,843</u>	

	2019					
	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)	Net Asset Value (NAV)	Total	
	Mutual Funds:					-
	Domestic Equity	\$ 394,117	\$ -	\$ -	\$ -	\$ 394,117
Fixed Income	434,118	-	-	-	434,118	
Alternatives	-	-	-	142,552	142,552	
Total Investments	<u>\$ 828,235</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 142,552</u>	<u>\$ 970,787</u>	

In accordance with GASB Statement No. 75 *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions*, the Foundation has recorded the cost and obligation of these benefits in the basic financial statement.

CALIFORNIA STATE UNIVERSITY, DOMINGUEZ HILLS FOUNDATION
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020 AND 2019

NOTE 12 COMMITMENTS

The operation of the University Bookstore is contracted to an outside vendor whose contract expired in May 2014 and was subsequently renewed. Effective June 1, 2014 to May 31, 2024, the Foundation will receive fees equal to 16.1% of the first \$6,000,000 in bookstore sales and 17.1% of all revenues over \$6,000,000. The fees, which totaled \$434,575 for the year ended June 30, 2020, are included in sales and services of auxiliary enterprises.

In January 1995, the Foundation entered into an agreement with an external vendor to provide vending services for the University. The agreement was originally for one year commencing January 5, 1995 and automatically renews annually. In connection with the contract, the Foundation receives 25% of all vending revenues as commission. The revenues received on this contract, included in sales and services of auxiliary enterprises, for the year ended June 30, 2020 amounted to \$10,123.

In February 1998, the Foundation entered into an agreement with Subway to provide food services to the University. The agreement was originally for one year commencing July 1, 1998. The second amendment extended the expiration date to August 31, 2020. The tenant has the option of extending this lease for 18 consecutive periods of one year. The tenant has exercised their options through the year ending June 30, 2020. In connection with the contract, the Foundation shall receive 7% of gross sales per month. The contract commission revenues received on this contract, included in sales and services of auxiliary enterprises, for the year ended June 30, 2020 amounted to \$41,630.

The Foundation entered into a sponsorship agreement with Pepsi to give exclusive beverage availability and merchandising rights on the University campus for a five-year period beginning January 2015. In December 2017, an amendment was entered into that extended the agreement for a five year period beyond the initial term, such that the new expiration date of the Agreement is December 31, 2022 and the full term of the Agreement is now the eight year period from January 1, 2015 to December 31, 2022. In connection with the contract, the sponsor agreed to pay the Foundation up front commissions each year, annual product donations, and sales-based commission. Commission received on this contract, included in sales and services of auxiliary enterprises, for the year ended June 30, 2020 amounted to \$108,716.

In March 2013, the Foundation entered into an agreement with Panda Express to provide food services to the University. The agreement is for a period of five years, with an automatic renewal for an additional five years. In connection with the contract, the Foundation shall receive 6% to 9% of revenues, depending on volume. The contract commission revenues received on this contract, included in sales and services of auxiliary enterprises, for the year ended June 30, 2020 amounted to \$40,403.

In June 2018, the Foundation entered into an agreement with Green Olive to provide food services to the University. The agreement was originally for five years commencing June 30, 2018 and automatically renews for an additional five years. In connection with the contract, the Foundation shall receive 12.5% of gross sales per month. The contract commission revenues received on this contract, included in sales and services of auxiliary enterprises, for the year ended June 30, 2020 amounted to \$23,610.

CALIFORNIA STATE UNIVERSITY, DOMINGUEZ HILLS FOUNDATION
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020 AND 2019

NOTE 12 COMMITMENTS (CONTINUED)

In June 2019, the Foundation entered into an agreement with EveryTable to provide food services to the University. The agreement was originally for five years commencing June 21, 2019 and automatically renews for an additional five years. In connection with the contract, the Foundation shall receive 7% of gross sales per month. The contract commission revenues received on this contract, included in sales and services of auxiliary enterprises, for the year ended June 30, 2020 amounted to \$8,388.

NOTE 13 TRANSACTIONS WITH RELATED ENTITIES

The Foundation and the University provide various services on each other's behalf. Such services are appropriately billed. Amounts payable to the University at June 30, 2020 and 2019 totaled \$167,271 and \$551,221, respectively. Amounts receivable from the University totaled \$49,489 and \$331,496 at June 30, 2020 and 2019, respectively. Amounts receivable from other University auxiliaries totaled \$12,260 and \$354,103 at June 30, 2020 and 2019, respectively. Amounts payable to other University auxiliaries totaled \$7,758 and \$0 at June 30, 2020 and 2019, respectively.

The Foundation charges a fee to the Loker University Student Union, Inc., the California State University, Dominguez Hills Philanthropic Foundation, and the Associated Students, Inc. for administrative services. Fees collected for these services were \$205,708 and \$215,000 for the years ended June 30, 2020 and 2019, respectively.

NOTE 14 SUBSEQUENT EVENTS

The Foundation has evaluated events subsequent to June 30, 2020, to assess the need for potential recognition or disclosure in the financial statements. Such events were evaluated through October 13, 2020, 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.

REQUIRED SUPPLEMENTARY INFORMATION

CALIFORNIA STATE UNIVERSITY, DOMINGUEZ HILLS FOUNDATION
SCHEDULE OF CHANGES IN THE NET OPEB LIABILITY AND RELATED RATIOS
YEAR ENDED JUNE 30, 2020

Measurement Period	2020	2019	2018
Total OPEB Liability			
Service Cost	\$ 53,266	\$ 50,730	\$ 48,314
Interest on the Total OPEB Liability	141,737	138,988	135,706
Change of Benefit Terms	-	-	-
Differences between Expected and Actual Experience	(312,654)	(7,683)	(18,032)
Changes in Assumptions	(27,064)	-	-
Benefit payments, Including Refunds of Employee Contributions	(164,635)	(126,600)	(116,595)
Net Change in Total OPEB Liability	(309,350)	55,435	49,393
Total OPEB Liability - Beginning (a)	2,052,476	1,997,041	1,947,648
Total OPEB Liability - Ending (b)	\$ 1,743,126	\$ 2,052,476	\$ 1,997,041
Plan Fiduciary Net Position			
Contributions - Employer	\$ 488,743	\$ 126,600	\$ 561,705
Contributions - Employee	-	-	-
Net Investment Income	42,710	41,414	24,478
Benefit Payments, Including Refunds of Employee Contributions	(164,635)	(126,600)	(116,595)
Administrative Expense	(3,153)	(4,203)	(1,159)
Other	-	-	-
Net Change in Plan Fiduciary Net Position	363,665	37,211	468,429
Plan Fiduciary Net Position - Beginning (c)	607,122	569,911	101,482
Plan Fiduciary Net Position - Ending (d)	\$ 970,787	\$ 607,122	\$ 569,911
Net OPEB Liability - Beginning (a) - (c)	1,445,354	1,427,130	1,846,166
Net OPEB Liability - Ending (b) - (d)**	\$ 772,339	\$ 1,445,354	\$ 1,427,130
Plan Fiduciary Net Position as Percentage of the Total OPEB Liability	56 %	30 %	29 %
Covered-Employee Payroll	\$ 2,429,811	\$ 2,148,798	\$ 3,006,483
Net OPEB Liability as a Percentage of Covered-Employee Payroll	32 %	67 %	47 %

Historical information is required only for measurement periods for which GSAB 75 is applicable
Future years' information will be displayed up to 10 years as information becomes available

**CALIFORNIA STATE UNIVERSITY, DOMINGUEZ HILLS FOUNDATION
SCHEDULE OF CONTRIBUTIONS
YEAR ENDED JUNE 30, 2020**

	<u>2020</u>	<u>2019</u>	<u>2018</u>
Actuarially Determined Contribution (ADC)**	\$ 164,907	\$ 519,405	\$ 519,405
Contributions to the Trust	324,108	-	445,110
Pay-go Payments by Employer Unreimbursed by the Trust	136,697	126,600	116,595
Total OPEB Contributions*	<u>27,938</u>	<u>-</u>	<u>-</u>
Contribution Deficiency (Excess)	<u>\$ 488,743</u>	<u>\$ 126,600</u>	<u>\$ 561,705</u>
Covered Employee Payroll	\$ 2,429,811	\$ 2,148,798	\$ 3,006,483
Contributions as a Percentage of Covered-Employee Payroll	20 %	6 %	19 %

Notes to Schedule:

* ADC and Contributions are for the measurement period July 1, 2017 to June 30, 2018.

** Employers setting a discount rate based on the assumption that assets will be sufficient to cover all future benefit payments under the plan are assumed to annually make contributions equal to the actuarially determined contribution. Annual contributions made that are substantially less than the ADC would require additional support for use of a discount rate equal to the long-term expected return on trust assets.

*** Covered-Employee Payroll represented above is based on covered-employee payroll provided by the employer. GASB 75 defines covered-employee payroll as the total payroll of employees that are provided OPEBs through the OPEB plan. Accordingly, if OPEB covered-employee payroll shown above is different than total earnings for covered-employees, the employer should display in the disclosure footnotes the payroll based on total earnings for the covered group and recalculate the required payroll related ratios.

SUPPLEMENTARY INFORMATION

CALIFORNIA STATE UNIVERSITY, DOMINGUEZ HILLS FOUNDATION
EIN: 95-2543028
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED JUNE 30, 2020

Federal Grantor/Pass through Grantor/ Program or Cluster Title	Federal CFDA Number	Pass-Through Entity Identifying Number	Federal Expenditures	Payments to Subrecipients
RESEARCH AND DEVELOPMENT CLUSTER:				
National Science Foundation				
<i>Direct Programs</i>				
CNS Core	47.070	1911191	\$ 110,178	\$ -
RUI: Characterizing the Role of Regulatory Genes in Adaptive Evolution to Complex Environments	47.074	1715066	72,211	-
Enhancing Research and Curriculum at CSUDH Through the Acquisition of Next-Generation Sequencing	47.074	1727074	8,844	-
AGEP CSU Underrepresented Minority STEM Faculty Alliance Model	47.076	1916046	58	-
Leverage a Faculty Community of Practice Model of Professional Learning to Enhance Diversity, Equity, and Inclusion in STEM Teacher, Learning, and Leadership	47.076	1928740	61,359	-
Collaborative Research: Innovating and Experiencing Punishment	47.075	1455091	3,971	-
Noyce Math & Science Scholars Phase II	47.076	1339961	7,488	-
<i>Passed Through the University of Texas at El Paso (UTEP)</i>				
BPC-A: Computing Alliance of Hispanic-Serving Institutions (CAHSI)	47.070	226100958B	66,540	-
CAHSI 2018-2023	47.070	226100958B	101,747	-
<i>Passed Through University Enterprises, Inc.</i>				
LSAMP 2018-2023 NSF	47.076	533061	656	-
LSAMP 2019-2023 NSF	47.076	533061	5,737	-
CSU:LSAMP 2018-2019 CO	47.076	5328.91	20,059	-
CSU:LSAMP 2019-2020 CO	47.076	532891	11,603	-
<i>Passed Through UC Berkeley</i>				
Transforming College teaching: Statewide Implementatin of the Faculty Learning Program	47.076	00009634	1,090	-
<i>Passed Through University Corporation of Monterey Bay</i>				
Replication of Cohort-Based CS	47.076	5052101A-11062018-A	261,663	-
Total National Science Foundation			733,204	-
			(733,204)	-
			-	-
U.S. Department of Health and Human Services				
National Institutes of Health				
<i>Direct Programs:</i>				
CSUDH RISE 2016-2020	93.859	5R25GM062252	321,404	-
U*STAR 2016-2019	93.859	5T34GM008683	3,467	-
High Precision Pharmacokinetic Measurements in Brain Using a Novel Aptamer-based Biosenor	93.859	1SC2GM127268-01A1	20,262	-
Discovery of Natural Products from Botanical Services	93.859	ISC2GM122721	65,421	-
Identity Change as a Mechanism of Behavior Change in Alcohol Recovery	93.242	1K01AA026309-01A1	42,940	-
Evaluating the Feasibility and Acceptability of "PrEP-Talk"	93.242	1R34MH118122-02	136,990	43,824
<i>Passed Through CSU Long Beach Research Foundaiotr</i>				
CHER - Institute	93.859	S199217200CSUDH	70	-
<i>Passed Through RAND</i>				
QuBBD: Geometric Time-Frequency Methods for Multi-Modal Physiological Monitoring	93.286	1090547-412579	47,256	-
Total U.S. Department of Health and Human Services			637,810	43,824
U.S. Department of Education				
<i>Direct Programs</i>				
Project Accelerate	84.031S	P031S160236	317,607	-
STEM Scholars (H S I STEM)	84.031C	P31C160199	833,551	121,817
<i>Passed Through Sungkyunkwan University (Ministry of Educaiton of the Republic of Korea)</i>				
Diversity, Agency, and Transnationality Among Korean Americans	Foreign	AKS-2016-SRK-1230005	-	-
Total U.S. Department of Education			1,151,158	121,817
U.S. Department of Energy				
<i>Direct Programs:</i>				
Photo and Electroproduction of Multiply-Strange Hyperons at CLAS	81.049	DE-SC0016547	3,093	-
Total U.S. Department of Energy			3,093	-
U.S. Nuclear Regulatory Commission				
<i>Direct Programs:</i>				
Probabilistic Risk Assessment of Robots Used in Nuclear Safety Applications	77.007	NRC-HZ-7P-15-G-002	92,096	-
Total U.S. Nuclear Regulatory Commission			92,096	-
Total Research and Development Cluster			2,617,361	165,641
U.S. Department of Agriculture				
<i>Passed Through CSU Chico Research Foundation</i>				
CalFRESH Outreach Program - Year 2	10.561	SUB18-22	26,378	-
Total U.S. Department of Agriculture			26,378	-

CALIFORNIA STATE UNIVERSITY, DOMINGUEZ HILLS FOUNDATION
EIN: 95-2543028
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED JUNE 30, 2020

Federal Grantor/Pass through Grantor/ Program or Cluster Title	Federal CFDA Number	Pass-Through Entity Identifying Number	Federal Expenditures	Payments to Subrecipients
U.S. Department of Education				
<i>Direct Programs:</i>				
TRIO Cluster:				
TRIO CSUDH Student Support Services Project	84.042A	P042A15197	\$ 255,031	\$ -
TRIO CSUDH Student Support Services Veterans Project	84.042A	P042A151472	254,287	-
CSUDH McNair Scholars Program	84.217A	P217A120014	235,505	-
CSUDH Jordan High Talent Search	84.044A	P044A160678	293,368	-
Jefferson Upward Bound	84.047A	P047A171328	243,133	-
Upward Bound LAUSD	84.047A	P047A171330	256,893	-
Upward Bound Math and Science 2017-2018	84.047A	P047M170583	280,745	-
Centinela Valley Upward Bound	84.047A	P047A171331	235,501	-
Total TRIO Cluster			2,054,463	-
<i>Other Programs:</i>				
Title V: Building a High Impact Transfer Academy	84.031S	P031S110042	(198)	
Early Childhood Special Education	84.325K	H32K160102	257,197	
Innovative School Leadership Initiative (ISLI) Yr. 4	84.363A	U363A130097	156,861	
STAR: STEM Teacher in Advanced Residency	84.336S	U336S140042	2,199,548	51,964
Residency for Equity through Action and Learning (REAL)	84.336S	U336S190023	350,473	
Childcare Access Means Parents in School (CCAMPIS)	84.335A	P335A1810173	222,686	
Childcare Access Means Parents in School (CCAMPIS)	84.335A	P335A140176		
Childcare Access Means Parents in School (CCAMPIS)	84.335A	P335A1810173		
Special Education Resource Interventionist	84.325K	H325K140416	85,846	
GearUp	84.334A	P334A110231	10,271	
2017 CSUDH GearUp	84.334A	P334A1710129	395,012	
2018 CSUDH GearUp	84.334A	P334A180168	590,104	
--Uniting to Prepare Low Incidence Teachers (UPLIFT)	84.325K	H325K1300401	140,087	
Graduate Writing Institute for Excellence (GWIE)	84.031M	P031M140041	286,663	
Transfer to Success (TTS)	84.031S	P031S190253	291,109	
<i>Passed Through the University of California</i>				
CSMP - Every Student Succeeds AC 1 2018	84.367A	ESSA18-CMP-Dominguez Hills	22,129	
CSMP - Every Student Succeeds ACT 2019	84.367A	ESSA19-CMP-Dominguez Hills	25,209	
Total Other Programs			5,032,997	51,964
Total U. S. Department of Education			7,087,460	51,964

CALIFORNIA STATE UNIVERSITY, DOMINGUEZ HILLS FOUNDATION
EIN: 95-2543028
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED JUNE 30, 2020

Federal Grantor/Pass through Grantor/ Program or Cluster Title	Federal CFDA Number	Pass-Through Entity Identifying Number	Federal Expenditures	Payments to Subrecipients
National Archives and Record Management				
<i>Direct Programs</i>				
NHPRC	89.003	RM-100282-18	80,501	3,644
Total National Archives and Record Management			<u>80,501</u>	<u>3,644</u>
U.S. Department of Interior-National Park Service				
<i>Direct Programs:</i>				
CSU Japanese American Digitization Project	15.933	P19AP00223	39,145	8,381
National Endowment for the Humanities				
<i>Direct Programs:</i>				
Humanistic Socially Engaged Collaborative Project	45.129	HFAQ16-07	367	
<i>Passed Through Rand</i>				
100 Years of the Women's Vote	45.129	HFAQ19-152	2,225	
<i>Passed Through USC</i>				
LA as Subject Digital Residency and Training Program	45.313	109105479	76,644	
Total National Endowment for the Humanities			<u>79,236</u>	-
Corporation for National and Community Service				
<i>Passed Through Jumstart for Young Children, Inc.</i>				
Jumstart 2018-2019	94.006	CFDA-94.006-JS-SITE #95	8,725	
Jumstart 2018-2019 Federal	94.006	CFDA-94.006-JS-SITE # 335	72,582	
<i>Passed Through the JusticeCorps</i>				
AmeriCorps Justice Corps	94.006	Letter 9/2/13 & 8/16/16	2,069	
Total Corporation for National and Community Service			<u>83,376</u>	-
U.S. Department of Health and Human Services				
<i>Passed Through the University of California-Berkeley</i>				
CalSWEC Title IV-E Foster Care Program	93.658	00009910	647,951	-
<i>Passed Through UCLA</i>				
Training Staff Development	93.658	1187 S WA193	322,623	-
Total U. S. Department of Health and Human Services			<u>970,574</u>	-
U.S. Department of Justice				
<i>Direct Programs:</i>				
Violence Intervention Project (VIP)	16.525	2019-WA-AX-0042	35,842	-
Total Federal Awards Expended			<u>\$ 11,019,873</u>	<u>\$ 229,630</u>

CALIFORNIA STATE UNIVERSITY, DOMINGUEZ HILLS FOUNDATION
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED JUNE 30, 2020

NOTE 1 BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards (the Schedule) includes the federal grant activity of California State University, Dominguez Hills Foundation under programs of the federal government for the year ended June 30, 2020. The information in this schedule is presented in accordance with the requirements of the Uniform Guidance. Because the schedule presents only a selected portion of the operations of California State University, Dominguez Hills Foundation, it is not intended to and does not present the financial position, changes in net assets or cash flows of California State University, Dominguez Hills Foundation.

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported on the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance)*, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Negative amounts shown on the Schedule represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years. Pass-through entity identifying numbers are presented where available.

NOTE 3 DE MINIMIS INDIRECT COST RATE

California State University, Dominguez Hills Foundation did not elect to use the 10 percent de minimis indirect cost rate for the year ended June 30, 2020.

NOTE 4 LOAN AND LOAN GUARANTEE

California State University, Dominguez Hills Foundation did not have any balances of loan and loan guarantee programs outstanding at June 30, 2020 for loans described in 2 CFR section 200.50(b).

**CALIFORNIA STATE UNIVERSITY, DOMINGUEZ HILLS FOUNDATION
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2020**

Section I – Summary of Auditors’ Results

Financial Statements

1. Type of auditors’ report issued: Unmodified
2. Internal control over financial reporting:
- Material weakness(es) identified? _____ yes _____ x _____ no
 - Significant deficiency(ies) identified? _____ x _____ yes _____ none
reported
3. Noncompliance material to financial statements noted? _____ yes _____ x _____ no

Federal Awards

1. Internal control over major federal programs:
- Material weakness(es) identified? _____ yes _____ x _____ no
 - Significant deficiency(ies) identified? _____ x _____ yes _____ none
reported
2. Type of auditors’ report issued on compliance for major federal programs: Unmodified
3. Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)? _____ x _____ yes _____ none

Identification of Major Federal Programs

CFDA Number(s)	Name of Federal Program or Cluster
93.859, 84.031C, 84.031M, 84.031S 47.074, 93.859	Research and Development Cluster
84.336	Teacher Quality Partnership Grants
84.334	Gaining Early Awareness and Readiness for Undergraduate Program

Dollar threshold used to distinguish between Type A and Type B programs:

\$ 750,000

Auditee qualified as low-risk auditee?

_____ yes _____ x _____ no

**CALIFORNIA STATE UNIVERSITY, DOMINGUEZ HILLS FOUNDATION
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2020**

Section II – Financial Statement Findings

Finding 2020-001: Accounting Processes and Year-End Closing Procedures

Condition:

We identified adjusting journal entries while performing the audit that materially affect the financial statements. The adjustments were to correct errors or to make accruals and other adjustments that should have been made by the accounting department prior to the start of the scheduled year end audit procedures.

We believe that the year-end closing could proceed more quickly and smoothly by assigning responsibility for completing the procedures to specific Foundation personnel. The closing procedures checklist should also indicate who will perform each procedures and when completion of each procedure is due and is accomplished.

Criteria:

Internal controls should be in place to provide reasonable assurance that financial statements are prepared in accordance with U.S. GAAP.

Cause:

The Foundation's established year-end closing procedures were not properly followed.

Effect:

There were 21 journal entries recorded subsequent to providing the auditors with the trial balance.

The effect of the audit adjustments was to increase net loss for the fiscal year June 30, 2020, and reduce net position by approximately \$594,000.

Recommendation:

We recommend the Foundation's existing policies and procedures are reinforced and updated to reflect all the processes regarding the proper documentation and closure of accounts and transaction cycles.

Management Response:

The accounting checklist is a working document and will be updated to incorporate the subsequent journal entries recorded during the audit, as applicable. The accounting checklist will also be updated on a regular basis to ensure compliance.

Effective immediately we have changed our procedures such that all invoices come to the accounting office and are not sent directly to departments to ensure items are accrued for appropriately. In addition, an electronic workflow model will be implemented to ensure all invoices are entered into the system.

Finding 2020-002: Depository Accounts and Agency Liabilities

Condition:

During our review of agency liabilities between the auxiliaries and the university, we noted the accounts had not been reconciled in some time and there are several inactive accounts and transactions for which the supporting documents were not available for review.

**CALIFORNIA STATE UNIVERSITY, DOMINGUEZ HILLS FOUNDATION
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2020**

Criteria:

Internal controls should be in place to provide reasonable assurance that financial statements are prepared in accordance with U.S. GAAP.

Cause:

The accounts have not been reconciled in some time.

Effect:

Risk of misappropriation and error in balancing receivables and payables between entities.

Recommendation:

To reduce the risk of misappropriation and error, the Foundation should close all accounts that are no longer in use. Management should reconcile and document the purpose of each depository and agency account. To prevent these problems from recurring, consideration should be given a standard document that clearly states the amount and nature of all depository and agency activity for each account.

Management Response:

Agency accounts are being reviewed to determine the appropriate classification. Additional action will also be taken to update the account based on the findings. Standard documentation will be created to clearly state how an account meets the criteria for being considered an agency account.

Finding 2020-003: Management of Receivables and Receipts

Condition:

During our testing of accounts receivable and revenue we noted that the supporting documents, including invoices and receipts were not available for our review, furthermore a review of the general ledger balance revealed several old balances, some dating back to fiscal year 2018.

Criteria:

Internal controls should be in place to provide reasonable assurance that financial statements are prepared in accordance with U.S. GAAP.

Cause:

Supporting documents including invoices and receipts were not maintained by specific departments.

Effect:

The condition noted resulted revenue and accounts receivable was being overstated by approximately \$129,713.

Recommendation:

We recommend that the internal controls are updated to ensure proper documentation are maintained to support the amounts recorded in the Foundation's accounting system.

Management Response:

All accounts receivable will be entered in the accounts receivable subsystem for documentation retention and collection purposes. In addition, accounts receivable aging reports will be

**CALIFORNIA STATE UNIVERSITY, DOMINGUEZ HILLS FOUNDATION
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2020**

reviewed on a regular basis to ensure balances are being collected in a reasonable timeframe. Accounts receivable balances will also be reconciled to the general ledger on a regular basis.

**CALIFORNIA STATE UNIVERSITY, DOMINGUEZ HILLS FOUNDATION
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2020**

Section III – Findings and Questioned Costs – Major Federal Programs

Finding 2020-004: Activities Allowed or Unallowed and Allowable Cost/Cost Principles

Federal agency: U.S Department of Education, National Science Foundation, U.S Department of Health and Human Services

Federal program title and CFDA Numbers: Research and Development Cluster (Various); Teacher Quality Partnership Grants (84.336); Gaining Early Awareness and Readiness (84.334)

Award Periods: Covering fiscal year July 1 2019 through June 30, 2020

Condition:

During our testing of payroll expenditure we noted 15 out of 52 payroll disbursements were made without approval of the program supervisors.

Criteria:

2 CFR 200.303 requires nonfederal entities to, among other things, establish and maintain effective internal control over the Federal award that provides reasonable assurance that the non-Federal entity is managing the Federal award in compliance with Federal statutes, regulations, and the terms and conditions of the Federal award.

Questioned Costs:

\$14,426.

Cause:

The Foundation's internal controls did not ensure that the proper approval process was followed.

Effect:

Non-compliance with federal regulations

Repeat Finding:

This condition was not a finding in the prior year.

Recommendation:

We recommend that the Foundation strengthen the internal controls to ensure that all disbursements are supported by proper approvals.

Management Response:

As defined by California Labor Code Section 204, we as the employer are legally obligated to pay employee earnings on the pre-established bi-weekly payday. Failure to do so places the organization at risk of receiving claims filed by employees with the California Labor Commissioner, thereby resulting in costly penalties. As such, our outsourced payroll system through Paychex automatically pays out all hours recorded on the electronic timecard system every pay period.

While it is the Foundation's legal obligation as an employer to ensure on time payment of wages, there is evidence that additional communication and training is necessary to make Principal Investigators (PIs) aware of Grant & Contract guidelines and their responsibility as the administrator to approve all expenses, including labor, incurred by the program. We plan to rectify this situation by partnering with the Office of Sponsored Research and Programs

**CALIFORNIA STATE UNIVERSITY, DOMINGUEZ HILLS FOUNDATION
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2020**

department to retrain PIs on proper approval of electronic timecards in Paychex. Additionally, Foundation will update its current time and attendance policy to enforce mandatory manager approval of timecards. The consequence for failing to approve a timecard will result in a notification to the PI, Dean, and Department Chair responsible for the program requesting that the unapproved labor on the timecard be removed from the grant and reallocated as an unallowable expense to ensure the employee is paid in a timely manner. This methodology will satisfy both the California Labor Code and Grant & Contract Guidelines.

Finding 2020-005: Procurement

Federal Agency: U.S. Department of Education

Federal program title and CFDA number: Gaining Early Awareness and Readiness (84.334)

Award Periods: Covering fiscal year July 1 2019 through June 30, 2020.

Condition:

We noted during our audit that the Foundation did not follow the proper procurement policy, for 1 out of 7 procurement type transactions tested, that was covered under the “small purchase” method.

Criteria:

According to 2 CFR 200.320(b), for procurement transactions covered by the “small purchase” a non-federal entity must obtain an adequate number of price or rate quotations from an adequate number of qualified sources.

Questioned Costs:

None

Cause:

The Foundation’s established procurement policy was not followed when entering into a covered transaction with a vendor.

Effect:

The case identified resulted in non-compliance with the applicable procurement standards.

Repeat Finding:

This condition was not a finding in the prior year.

Recommendation:

We recommend that the Foundation implement controls to ensure compliance with the procurement standards.

Management Response:

The Sole Source section of the current Procurement policy will be revised to include the verification of the inclusion of the vendor (by name) in the proposal that was funded by the sponsoring agency, as an alternative to the required bids. Additional instruction will be provided to Postaward staff.

**CALIFORNIA STATE UNIVERSITY, DOMINGUEZ HILLS FOUNDATION
SCHEDULE OF PRIOR YEAR FINDINGS
YEAR ENDED JUNE 30, 2020**

PRIOR YEARS FINDINGS AND QUESTIONED COSTS

California State University Dominguez Hills Foundation respectfully submits the following summary schedule of prior audit findings for the year ended June 30, 2020.

Audit period: July 1, 2019 – June 30, 2020

The findings from the prior audit's schedule of findings and questioned costs are discussed below. The findings are numbered consistently with the numbers assigned in the prior year.

FINDINGS—FINANCIAL STATEMENT AUDIT

2019- 001 Accounting Processes and Year-End Closing Procedures

Condition: We identified adjusting journal entries while performing the audit that materially affect the financial statements. The audit adjustments were to correct errors or to make accruals and other adjustments that should have been made by the accounting department. We believe that the year-end closing could proceed more quickly and smoothly by developing a logical order for closing procedures and assigning responsibility for completing the procedures to specific Foundation personnel. The closing procedures should be documented in a checklist that indicates who will perform each procedure and when completion of each procedure is due and is accomplished.

Listed here are examples of several critical closing procedures that if performed by appropriate Foundation personnel should have detected the required adjustments needed.

- Agreeing ending general ledger cash balances to ending bank reconciliation balances.
- Agreeing the ending accounts receivable balance to the total of the Aged Receivables report.
- Agreeing the ending accounts payable balance to the total of the Accounts Payables report.
- Computing bad debt expense, accounts receivable, and allowance for doubtful accounts by using the allowance method.
- Determining that fixed asset sales are recorded.
- Adjusting marketable securities to fair value.

Status: See current year finding 2020-001.

Reason for finding's recurrence: Significant progress was made during FY2019-20. An accounting checklist was created that incorporated closing procedures and who performs each procedure. In addition, the checklist incorporated all of the examples listed in in the finding. Due to additional turnover during the fiscal year all of the actions implemented were new and not consistently followed.

Corrective Action: The accounting checklist is a working document and will be updated to incorporate the subsequent journal entries recorded during the audit, as applicable. The accounting checklist will also be updated on a regular basis to ensure compliance.

Effective immediately we have changed our procedures such that all invoices come to the accounting office and are not sent directly to departments to ensure items are accrued for appropriately. In addition, an electronic workflow model will be implemented to ensure all invoices are entered into the system.

**CALIFORNIA STATE UNIVERSITY, DOMINGUEZ HILLS FOUNDATION
SCHEDULE OF PRIOR YEAR FINDINGS
YEAR ENDED JUNE 30, 2020**

2019- 002 Depository Accounts and Agency Liabilities

Condition: During our review of depository accounts and agency liabilities between amongst the auxiliaries and the university, we noted the accounts had not been reconciled in some time and there are several inactive accounts and accounts not in agreement between entities.

We noted certain depository activities in the amount of \$686,000 were combined with operational accounts receivable in the general ledger. Control should be improved to ensure the separate depository and agency accounts in the standard chart of accounts are used.

We noted that interfund transfers were out of balance by approximately \$72,000.

We noted that the cash and investment accounts had an unreconciled balance of \$51,000.

Management was not able to locate historical documentation for depository accounts selected for testing amounting to approximately \$489,000 in Funds 30 ad 50. Management was also not able to locate detail for depository accounts for of approximately \$3,430,000 for Fund 48.

Lastly, the Foundation handles pooled cash and investments for the Donald P. & B. Loker University Student Union, Inc. and the Philanthropic foundation through use of the depository accounts. We noted that the Foundation retains all earnings on the pool and does not allocate any portion to the Student Union or Philanthropic Foundation.

Status: See current year finding 2020-002.

Reason for finding's recurrence: The Foundation closed over 140 accounts in Fund 48 during FY2019-20. In addition, a new fund was created in the accounting system to clearly track and identify depository accounts. An agreement was obtained between Philanthropic Foundation and the Foundation to allocate earnings. Donald P. & B. Loker University Student Union, Inc. elected to not participate in earnings. Additional reconciliation and review of agency accounts are needed to ensure accounts are appropriately classified.

Corrective Action: Agency accounts are being reviewed to determine the appropriate classification. Additional action will also be taken to update the account based on the findings. Standard documentation will be created to clearly state how an account meets the criteria for being considered an agency account.

2019- 003: Review of Journal Entries

Condition: Our review of the certain journal entries revealed that manual entries lack proper approval by a responsible supervisor.

Status: The corrective action was taken.

**CALIFORNIA STATE UNIVERSITY, DOMINGUEZ HILLS FOUNDATION
SCHEDULE OF PRIOR YEAR FINDINGS
YEAR ENDED JUNE 30, 2020**

2019- 004: Management of Receivables

Condition: The amount of accounts receivable at June 30, 2019 indicates that additional attention should be given to the application of effective collection procedures. A review of an aged accounts receivable trial balance revealed several old balances, some dating back to fiscal year 2016. These items require a decision about whether they are proper charges.

We also noted that accounts receivable from the general ledger to the accounts receivable detail ledger should be reconciled to check that the recording of transactions is accurate and proper and that any adjustments to or write-offs of accounts receivable have been approved.

Status: See current year finding 2020-003.

Reason for finding's recurrence: During FY2019-20 the accounts receivable detail and aging was reconciled to the general ledger. General accounts receivables were also reviewed for collectability and written off, if applicable. Manual accounts receivable need to be entered and tracked in the accounting system.

Corrective Action: All accounts receivable will be entered in the accounts receivable subsystem for documentation retention and collection purposes. In addition, accounts receivable aging reports will be reviewed on a regular basis to ensure balances are being collected in a reasonable timeframe. Accounts receivable balances will also be reconciled to the general ledger on a regular basis.

FINDINGS— FEDERAL AWARD PROGRAMS AUDITS

2019-005: Procurement

Condition: We noted during our audit that the Foundation does not have internal controls to ensure compliance with procurement requirements contained in the Uniform Guidance.

Status: The corrective action was taken.

2019-006: Equipment Management

Condition: We noted during our audit that the Foundation does not have internal controls to ensure compliance with equipment management requirements contained in the Uniform Guidance.

Status: The corrective action was taken.

See attached Schedule of Prior Year's Findings and Questioned Costs.



**INDEPENDENT AUDITORS' REPORT
ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER
MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE
WITH *GOVERNMENT AUDITING STANDARDS***

Board of Directors of
California State University,
Dominguez Hills Foundation
Carson, California

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the business-type activities of California State University, Dominguez Hills Foundation (the Foundation), a component unit of California State University, Dominguez Hills, which collectively comprise the Foundation's basic financial statements, as of and for the year ended June 30, 2020, and the related notes to the financial statements, and have issued our report thereon dated October 13, 2020.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered California State University, Dominguez Hills Foundation's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of California State University, Dominguez Hills Foundation's internal control. Accordingly, we do not express an opinion on the effectiveness of the California State University, Dominguez Hills Foundation's internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that have not been identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. We did identify certain deficiencies in internal control, described in the accompanying schedule of findings and questioned as items 2020-001, 2020-002 and 2020-003 that we consider to be significant deficiencies.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether California State University, Dominguez Hills Foundation's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under Government Auditing Standards.

Foundation's Response to Findings

The Foundation's response to the findings identified in our audit are described in the accompanying schedule of findings and questioned costs. The Foundation's responses were not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the organization's internal control or on compliance. This report is an integral part of an audit performed in accordance with Government Auditing Standards in considering the organization's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



CliftonLarsonAllen LLP

Glendora, California
October 13, 2020



INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE

To the Board of Directors of
California State University,
Dominguez Hills Foundation
Carson, California

Report on Compliance for Each Major Federal Program

We have audited California State University, Dominguez Hills Foundation's (the Foundation), a component unit of California State University, Dominguez Hills, compliance with the types of compliance requirements described in the OMB Compliance Supplement that could have a direct and material effect on each of the Foundation's major federal programs for the year ended June 30, 2020. The Foundation's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

Auditors' Responsibility

Our responsibility is to express an opinion on compliance for each of the Foundation's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the Foundation's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of the Foundation's compliance.

Opinion on Each Major Federal Program

In our opinion California State University, Dominguez Hills Foundation's complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2020.

Other Matters

The results of our auditing procedures disclosed instances of noncompliance, which are required to be reported in accordance with the Uniform Guidance and which are described in the accompanying schedule of findings and questioned costs as items 2020-004 and 2020-005. Our opinion on each major federal program is not modified with respect to these matters.

The University's responses to the noncompliance finding identified in our audit are described in the accompanying schedule of findings and questioned costs were not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the responses.

Report on Internal Control Over Compliance

Management of the Foundation is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we consider the Foundation's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the Foundation's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that have not been identified. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, we did identify certain deficiencies in internal control over compliance, described in the accompanying schedule of findings and questioned costs as items 2020-004 and 2020-005 that we consider to be significant deficiencies.

The Foundation's response to the internal control over compliance findings identified in our audit is described in the accompanying schedule of findings and questioned costs. The Foundation's response was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

Board of Directors of
California State University
Dominguez Hills Foundation

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

CliftonLarsonAllen LLP

CliftonLarsonAllen LLP

Glendora, California
October 13, 2020

**OTHER INFORMATION AS REQUIRED BY THE
CALIFORNIA STATE UNIVERISTY CHANCELLOR'S OFFICE**

CALIFORNIA STATE UNIVERSITY, DOMINGUEZ HILLS FOUNDATION
STATEMENT OF NET POSITION
JUNE 30, 2020

Schedule of Net Position	
June 30, 2020	
(for inclusion in the California State University)	
Assets:	
Current assets:	
Cash and cash equivalents	\$ 2,008,243
Short-term investments	7,363,516
Accounts receivable, net	1,929,690
Capital lease receivable, current portion	-
Notes receivable, current portion	-
Pledges receivable, net	-
Prepaid expenses and other current assets	98,434
Total current assets	11,399,883
Noncurrent assets:	
Restricted cash and cash equivalents	-
Accounts receivable, net	-
Capital lease receivable, net of current portion	-
Notes receivable, net of current portion	-
Student loans receivable, net	-
Pledges receivable, net	-
Endowment investments	-
Other long-term investments	10,522,386
Capital assets, net	615,378
Other assets	103,999
Total noncurrent assets	11,241,763
Total assets	22,641,646
Deferred outflows of resources:	
Unamortized loss on debt refunding	-
Net pension liability	-
Net OPEB liability	-
Others	122,320
Total deferred outflows of resources	122,320
Liabilities:	
Current liabilities:	
Accounts payable	202,096
Accrued salaries and benefits	96,869
Accrued compensated absences, current portion	299,751
Unearned revenues	100,000
Capital lease obligations, current portion	-
Long-term debt obligations, current portion	-
Claims liability for losses and loss adjustment expenses, current portion	-
Depository accounts	-
Other liabilities	815,008
Total current liabilities	1,513,724
Noncurrent liabilities:	
Accrued compensated absences, net of current portion	-
Unearned revenues	-
Grants refundable	-
Capital lease obligations, net of current portion	-
Long-term debt obligations, net of current portion	525,791
Depository accounts	10,972,534
Net other postemployment benefits liability	772,339
Net pension liability	1,542,499
Other liabilities	-
Total noncurrent liabilities	13,813,163
Total liabilities	15,326,887
Deferred inflows of resources:	
Service concession arrangements	-
Net pension liability	-
Net OPEB liability	335,622
Unamortized gain on debt refunding	-
Nonexchange transactions	-
Others	-
Total deferred inflows of resources	335,622
Net position:	
Net investment in capital assets	615,378
Restricted for:	
Nonexpendable – endowments	-
Expendable:	
Scholarships and fellowships	-
Research	-
Loans	-
Capital projects	-
Debt service	-
Others	-
Unrestricted	6,486,079
Total net position	7,101,457

CALIFORNIA STATE UNIVERSITY, DOMINGUEZ HILLS FOUNDATION
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
JUNE 30, 2020

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

Revenues:	
Operating revenues:	
Student tuition and fees, gross	-
Scholarship allowances (enter as negative)	-
Grants and contracts, noncapital:	
Federal	10,988,173
State	188,623
Local	-
Nongovernmental	35,775
Sales and services of educational activities	-
Sales and services of auxiliary enterprises, gross	3,597,458
Scholarship allowances (enter as negative)	-
Other operating revenues	1,257,571
Total operating revenues	16,067,600
Expenses:	
Operating expenses:	
Instruction	4,249,961
Research	3,281,919
Public service	-
Academic support	2,689,902
Student services	1,985,121
Institutional support	170,880
Operation and maintenance of plant	-
Student grants and scholarships	-
Auxiliary enterprise expenses	5,438,624
Depreciation and amortization	97,751
Total operating expenses	17,914,158
Operating income (loss)	(1,846,558)
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	(603,873)
Endowment income (loss), net	-
Interest expense	(791)
Other nonoperating revenues (expenses) - excl. interagency transfers	-
Net nonoperating revenues (expenses)	(604,664)
Income (loss) before other revenues (expenses)	(2,451,222)
State appropriations, capital	-
Grants and gifts, capital	-
Additions (reductions) to permanent endowments	-
Increase (decrease) in net position	(2,451,222)
Net position:	
Net position at beginning of year, as previously reported	9,552,679
Restatements	-
Net position at beginning of year, as restated	9,552,679
Net position at end of year	7,101,457

**CALIFORNIA STATE UNIVERSITY, DOMINGUEZ HILLS FOUNDATION
OTHER INFORMATION
JUNE 30, 2020**

1 Cash and cash equivalents:

Portion of restricted cash and cash equivalents related to
endowments

All other restricted cash and cash equivalents

Noncurrent restricted cash and cash equivalents

Current cash and cash equivalents

Total

	-
	2,008,243
\$	2,008,243

CALIFORNIA STATE UNIVERSITY, DOMINGUEZ HILLS FOUNDATION
OTHER INFORMATION (CONTINUED)
JUNE 30, 2020

2.1 Composition of investments:

Investment Type	Current	Noncurrent	Fair Value
Money market funds	\$ 7,363,516	3,296,776	10,660,292
Repurchase agreements	-	-	-
Certificates of deposit	-	-	-
U.S. agency securities	-	-	-
U.S. treasury securities	-	-	-
Municipal bonds	-	-	-
Corporate bonds	-	2,717,803	2,717,803
Asset backed securities	-	-	-
Mortgage backed securities	-	-	-
Commercial paper	-	-	-
Mutual funds	-	-	-
Exchange traded funds	-	-	-
Equity securities	-	2,509,682	2,509,682
Alternative investments:			
Private equity (including limited partnerships)	-	-	-
Hedge funds	-	1,998,125	1,998,125
Managed futures	-	-	-
Real estate investments (including REITs)	-	-	-
Commodities	-	-	-
Derivatives	-	-	-
Other alternative investment	-	-	-
Other external investment pools	-	-	-
CSU Consolidated Investment Pool (formerly SWIFT)	-	-	-
State of California Local Agency Investment Fund (LAIF)	-	-	-
State of California Surplus Money Investment Fund (SMIF)	-	-	-
Other investments:			
	-	-	-
	-	-	-
	-	-	-
	-	-	-
	-	-	-
Total Other investments	-	-	-
Total investments	7,363,516	10,522,386	17,885,902
Less endowment investments (enter as negative number)	-	-	-
Total investments, net of endowments	\$ 7,363,516	10,522,386	17,885,902

**CALIFORNIA STATE UNIVERSITY, DOMINGUEZ HILLS FOUNDATION
OTHER INFORMATION (CONTINUED)
JUNE 30, 2020**

2.3 Investments held by the University under contractual agreements:

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

**CALIFORNIA STATE UNIVERSITY, DOMINGUEZ HILLS FOUNDATION
OTHER INFORMATION (CONTINUED)
JUNE 30, 2020**

3.1 Composition of capital assets:

	Balance June 30, 2019	Reclassifications	Prior Period Additions	Prior Period Retirements	Balance June 30, 2019 (Restated)	Additions	Retirements	Transfer of completed CWIP/PWIP	Balance June 30, 2020
Non-depreciable/Non-amortizable capital assets:									
Land and land improvements	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Works of art and historical treasures	-	-	-	-	-	-	-	-	-
Construction work in progress (CWIP)	45,299	-	-	-	45,299	361,552	(30,001)	(15,300)	361,550
Intangible assets:									
Rights and easements	-	-	-	-	-	-	-	-	-
Patents, copyrights and trademarks	-	-	-	-	-	-	-	-	-
Intangible assets in progress (PWIP)	-	-	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-	-	-
Other intangible assets:	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-
Total Other intangible assets	-	-	-	-	-	-	-	-	-
Total intangible assets	-	-	-	-	-	-	-	-	-
Total non-depreciable/non-amortizable capital assets	\$ 45,299	-	-	-	\$ 45,299	\$ 361,552	\$ (30,001)	\$ (15,300)	\$ 361,550
Depreciable/Amortizable capital assets:									
Buildings and building improvements	-	-	-	-	-	-	-	-	-
Improvements, other than buildings	-	-	-	-	-	-	-	-	-
Infrastructure	-	-	-	-	-	-	-	-	-
Leasehold improvements	130,719	-	-	-	130,719	25,713	(14,222)	15,300	157,510
Personal property:									
Equipment	466,393	-	-	-	466,393	85,591	(184,258)	-	367,726
Library books and materials	-	-	-	-	-	-	-	-	-
Intangible assets:									
Software and websites	-	-	-	-	-	-	-	-	-
Rights and easements	-	-	-	-	-	-	-	-	-
Patents, copyrights and trademarks	-	-	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-	-	-
Other intangible assets:	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-
Total Other intangible assets:	-	-	-	-	-	-	-	-	-
Total intangible assets	-	-	-	-	-	-	-	-	-
Total depreciable/amortizable capital assets	597,112	-	-	-	597,112	111,304	(198,480)	15,300	525,236
Total capital assets	\$ 642,411	-	-	-	\$ 642,411	472,856.0	(228,481.0)	-	\$ 886,786
Less accumulated depreciation/amortization: (enter as negative number, except for reductions enter as positive number)									
Buildings and building improvements	-	-	-	-	-	-	-	-	-
Improvements, other than buildings	-	-	-	-	-	-	-	-	-
Infrastructure	-	-	-	-	-	-	-	-	-
Leasehold improvements	(39,463)	-	-	-	(39,463)	(28,486)	14,222	-	(53,727)
Personal property:									
Equipment	(332,673)	-	-	-	(332,673)	(69,265)	184,257	-	(217,681)
Library books and materials	-	-	-	-	-	-	-	-	-
Intangible assets:									
Software and websites	-	-	-	-	-	-	-	-	-
Rights and easements	-	-	-	-	-	-	-	-	-
Patents, copyrights and trademarks	-	-	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-	-	-
Other intangible assets:	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-
Total Other intangible assets:	-	-	-	-	-	-	-	-	-
Total intangible assets	-	-	-	-	-	-	-	-	-
Total accumulated depreciation/amortization	(372,136)	-	-	-	(372,136)	(97,751)	198,479	-	(271,408)
Total capital assets, net	\$ 270,275	-	-	-	\$ 270,275	375,105	(30,002)	-	615,378

**CALIFORNIA STATE UNIVERSITY, DOMINGUEZ HILLS FOUNDATION
OTHER INFORMATION (CONTINUED)
JUNE 30, 2020**

3.2 Detail of depreciation and amortization expense:		
Depreciation and amortization expense related to capital assets	\$	97,751
Amortization expense related to other assets		
Total depreciation and amortization	\$	<u>97,751</u>

**CALIFORNIA STATE UNIVERSITY, DOMINGUEZ HILLS FOUNDATION
OTHER INFORMATION (CONTINUED)
JUNE 30, 2020**

4 Long-term liabilities:

	Balance June 30, 2019	Prior Period Adjustments/Reclassificati ons	Balance June 30, 2019 (Restated)	Additions	Reductions	Balance June 30, 2020	Current Portion	Noncurrent Portion
1. Accrued compensated absences	\$ 221,842	-	\$ 221,842	86,525	(8,616)	\$ 299,751	\$ 299,751	\$ -
2. Claims liability for losses and loss adjustment expenses	-	-	-	-	-	-	-	-
3. Capital lease obligations:								
Gross balance	-	-	-	-	-	-	-	-
Unamortized net premium/(discount)	-	-	-	-	-	-	-	-
Total capital lease obligations	\$ -	-	-	-	-	-	-	-
4. Long-term debt obligations:								
4.1 Auxiliary revenue bonds (non-SRB related)	-	-	-	-	-	-	-	-
4.2 Commercial paper	-	-	-	-	-	-	-	-
4.3 Notes payable (SRB related)	-	-	-	-	-	-	-	-
4.4 Others:								
Payroll Protection Program	-	-	-	525,791	-	525,791	-	525,791
	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-
Total others	-	-	-	525,791	-	525,791	-	525,791
Sub-total long-term debt	\$ -	-	-	525,791	-	525,791	-	525,791
4.5 Unamortized net bond premium/(discount)	-	-	-	-	-	-	-	-
Total long-term debt obligations	-	-	-	525,791	-	525,791	-	525,791
Total long-term liabilities	\$ 221,842	-	221,842	612,316	(8,616)	\$ 825,542	299,751	\$ 525,791

**CALIFORNIA STATE UNIVERSITY, DOMINGUEZ HILLS FOUNDATION
OTHER INFORMATION (CONTINUED)
JUNE 30, 2020**

5 Capital lease obligations schedule:

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

**CALIFORNIA STATE UNIVERSITY, DOMINGUEZ HILLS FOUNDATION
OTHER INFORMATION (CONTINUED)
JUNE 30, 2020**

6 Long-term debt obligations schedule:

	Auxiliary revenue bonds (non-SRB related)			All other long-term debt obligations			Total long-term debt obligations		
	Principal	Interest	Principal and Interest	Principal	Interest	Principal and Interest	Principal	Interest	Principal and Interest
Year ending June 30:									
2021	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2022	-	-	-	525,791	-	525,791	525,791	-	525,791
2023	-	-	-	-	-	-	-	-	-
2024	-	-	-	-	-	-	-	-	-
2025	-	-	-	-	-	-	-	-	-
2026 - 2030	-	-	-	-	-	-	-	-	-
2031 - 2035	-	-	-	-	-	-	-	-	-
2036 - 2040	-	-	-	-	-	-	-	-	-
2041 - 2045	-	-	-	-	-	-	-	-	-
2046 - 2050	-	-	-	-	-	-	-	-	-
Thereafter	-	-	-	-	-	-	-	-	-
Total minimum payments	\$ -	\$ -	\$ -	525,791	-	525,791	525,791	-	525,791
Less: amounts representing interest									-
Present value of future minimum payments									525,791
Unamortized net premium/(discount)									-
Total long-term debt obligations									525,791
Less: current portion									-
Long-term debt obligations, net of current portion									525,791

**CALIFORNIA STATE UNIVERSITY, DOMINGUEZ HILLS FOUNDATION
OTHER INFORMATION (CONTINUED)
JUNE 30, 2020**

7 Transactions with related entities:

Payments to University for salaries of University personnel working on contracts, grants, and other programs	1,203,258
Payments to University for other than salaries of University personnel	1,342,134
Payments received from University for services, space, and programs	1,556,057
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)	(388,830)
Other amounts (payable to) University (enter as negative number)	-
Accounts receivable from University (enter as positive number)	-
Other amounts receivable from University (enter as positive number)	-

**CALIFORNIA STATE UNIVERSITY, DOMINGUEZ HILLS FOUNDATION
OTHER INFORMATION (CONTINUED)
JUNE 30, 2020**

9 Natural classifications of operating expenses:

	Salaries	Benefits - Other	Benefits - Pension	Benefits - OPEB	Scholarships and fellowships	Supplies and other services	Depreciation and amortization	Total operating expenses
Instruction	1,533,611	-	-	399,042	-	2,317,308	-	4,249,961
Research	2,057,110	-	-	374,372	-	850,437	-	3,281,919
Public service	-	-	-	-	-	-	-	-
Academic support	1,327,538	-	-	266,698	-	1,095,666	-	2,689,902
Student services	1,230,502	-	-	272,577	-	482,042	-	1,985,121
Institutional support	92,460	-	-	12,730	-	65,690	-	170,880
Operation and maintenance of plant	-	-	-	-	-	-	-	-
Student grants and scholarships	-	-	-	-	-	-	-	-
Auxiliary enterprise expenses	2,277,730	-	-	602,422	-	2,558,472	-	5,438,624
Depreciation and amortization	-	-	-	-	-	-	97,751	97,751
Total operating expenses	\$ 8,518,951	-	-	1,927,841	-	7,369,615	97,751	17,914,158

10 Deferred outflows/inflows of resources:

1. Deferred Outflows of Resources

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

	-
	122,320
	-
Total deferred outflows - others	-
Total deferred outflows of resources	\$ 122,320

2. Deferred Inflows of Resources

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

	-
	-
	335,622
	-
	-
	-
	-
	-
	-
Total deferred inflows - others	-
Total deferred inflows of resources	\$ 335,622

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