

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

**Financial Statements and Supplementary  
Information for the Year Ended June 30, 2010  
and Independent Auditors' Report**

**CALIFORNIA STATE UNIVERSITY CHANNEL ISLANDS  
UNIVERSITY GLEN CORPORATION  
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## **EXECUTIVE SUMMARY**

September 23, 2010

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

We have audited the financial statements of California State University Channel Islands University Glen Corporation as of June 30, 2010, and for the year then ended and issued our report thereon dated September 23, 2010. In connection with our audit of the financial statements, we made a study and evaluation of the internal control structure to establish a basis for reliance thereon in determining the nature, timing and extent of our auditing procedures necessary for expressing our opinions on the financial statements. As a result of our audit and our study and evaluation of the internal control structure made for the limited purpose described above, we have issued a report to management on Page 2 of this letter.

The following information summarizes our findings resulting from the above-described audit tests and is intended solely for the use of the Auxiliary Organizations' management, the California State University Board of Trustees, and the California State University Channel Islands University Glen Corporation.

**FINANCIAL SUMMARY:**

Our independent auditors' report dated September 23, 2010 on the financial statements of University Glen Corporation as of and for the year ended June 30, 2010 contains an unqualified opinion. The following summary of selected financial data for 2010 should be read in conjunction with our audit report and the accompanying financial statements:

Revenues	\$ 1,199,428
Expenses	\$ 2,137,309
Total assets	\$ 804,699
Net assets	\$ 189,919

**REPORT ON INTERNAL CONTROL TESTS AND SPECIFIC CONTROL ITEMS:**

Our tests, performed in accordance with the objectives described on Page 1 of this letter, did not reveal any instances of noncompliance.

**REPORT ON INTERNAL CONTROL STRUCTURE:**

Our study and evaluation of the internal control structure made for the limited purpose described on Page 1 of this letter would not necessarily disclose all material weaknesses in the structure. Accordingly, we do not express an opinion on the internal control structure of University Glen Corporation taken as a whole. However, our study and evaluation disclosed no condition that we believed to be a material weakness.

Yours truly,

*Vorwin, Hahn + Co.*

## **INDEPENDENT AUDITORS' REPORT**

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

We have audited the accompanying statement of net assets of California State University Channel Islands University Glen Corporation as of June 30, 2010, and the related statements of revenues, expenses, and changes in net assets, and cash flows for the year then ended. These financial statements are the responsibility of University Glen Corporation's management. Our responsibility is to express an opinion on these financial statements based on our audit.

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

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of University Glen Corporation as of June 30, 2010, and the changes in its net assets and its cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The Management's Discussion and Analysis (MD&A) and supplemental schedules on pages 15 through 29 are presented for the purpose of additional analysis and are not a required part of the basic financial statements. These schedules are the responsibility of University Glen Corporation's management. Such supplemental schedules have been subjected to the auditing procedures applied in our audit of the basic financial statements and, in our opinion, are fairly stated in all material respects when considered in relation to the basic financial statements taken as a whole.

*Vasin, Heyn + Co.*

September 23, 2010

**CALIFORNIA STATE UNIVERSITY CHANNEL ISLANDS UNIVERSITY GLEN CORPORATION  
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)  
FOR THE YEAR ENDED JUNE 30, 2010**

This section of California State University Channel Islands University Glen Corporation (University Glen Corporation) annual financial report presents our discussion and analysis of the financial performance of University Glen Corporation for the fiscal year ended June 30, 2010. This discussion has been prepared by management and should be read in conjunction with the financial statements and notes.

**Introduction to the Financial Statements**

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

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

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

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

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

**Analytical Overview**

**Summary**

The following discussion highlights management's understanding of the key financial aspects of University Glen Corporation's financial activities. Included are an analysis of current year activities and balances, and a summary of operations.

**CALIFORNIA STATE UNIVERSITY CHANNEL ISLANDS UNIVERSITY GLEN CORPORATION  
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)  
FOR THE YEAR ENDED JUNE 30, 2010**

University Glen Corporation's summary of net assets as of June 30, 2010 and 2009 are as follows:

Condensed Summary of Net Assets

	Year ended June 30,	
	2010	2009
<b>Assets:</b>		
Current assets	\$ 797,324	\$ 621,033
Other noncurrent assets	<u>7,375</u>	<u>36,127</u>
Total assets	<u>804,699</u>	<u>657,160</u>
<b>Liabilities:</b>		
Current liabilities	527,524	90,280
Other noncurrent liabilities	<u>87,256</u>	<u>-</u>
Total liabilities	<u>614,780</u>	<u>90,280</u>
<b>Net assets</b>		
Restricted, expendable	-	-
Unrestricted	<u>189,919</u>	<u>566,880</u>
Total net assets	<u>\$ 189,919</u>	<u>\$ 566,880</u>

*Assets*

Total assets increased by \$148K compared to prior year. The increase is attributed to the split from Site Authority and its related impact on Third Party Receivables.

*Liabilities*

Total Liabilities increased by \$525K compared to the prior year. This variance is due primarily to payroll and related party payables. \$100K is due to the campus for payroll services for two employees (including compensated absences), \$392K is due to the CSUCI Site Authority for a transition correction. Finally \$32K is related to an accrual for pool expenditures.

*Net Assets*

Total net assets decreased by \$377K compared to the prior year. This decrease is related to the start up costs of commercial services, which is a loss of \$289K, and additional costs in operations to cover additional costs to build the pool, \$252K.

**CALIFORNIA STATE UNIVERSITY CHANNEL ISLANDS UNIVERSITY GLEN CORPORATION  
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)  
FOR THE YEAR ENDED JUNE 30, 2010**

University Glen Corporation's condensed summary of revenues, expenses, and changes in net assets for the years ended June 30, 2010 and 2009 is as follows:

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

	Year ended June 30,	
	2010	2009
Operating Revenues:		
Management Fees	\$ 1,078,782	1,306,397
Grants	100,000	-
Food Service Sales, Net	9,866	-
Misc. Income	<u>10,780</u>	<u>64,152</u>
Total Operating Revenues	1,199,428	1,370,549
Operating Expenses		
Salaries	910,335	974,992
Other Operating Expenses	<u>1,226,974</u>	<u>158,753</u>
Total Operating Expenses	2,137,309	1,133,745
Operating Income (loss)	(937,881)	236,804
Nonoperating Revenues (expenses):		
Investment Income (loss)	7,822	-
Payroll Services	553,097	-
Transfers	-	(15,629)
Reserves	<u>-</u>	<u>3,321</u>
Nonoperating Revenues (expenses), net	560,919	(12,308)
Increase (decrease) in net assets	(376,962)	224,496
Beginning Net Assets	<u>566,881</u>	<u>342,385</u>
Ending Net Assets	<u>\$ 189,919</u>	<u>\$ 566,881</u>

**Operating Revenues and Expenses**

Operating revenues and expenses come from sources that are connected directly to University Glen Corporation's business function. Revenues come from the management fees agreement with Site Authority, grants, food service sales, and miscellaneous income. Expenses include categories such as salaries, and supplies and other services. In this discussion and analysis, expenses are reported by functional program such as instruction, research, public service, academic support, student services, institutional support, operation and maintenance of plant, student grants, and scholarships.

*Operating Revenues*

Total revenues decreased by \$171K compared to prior year due to a decrease in management fee revenues (3% of gross rental revenues) collected from Site Authority.



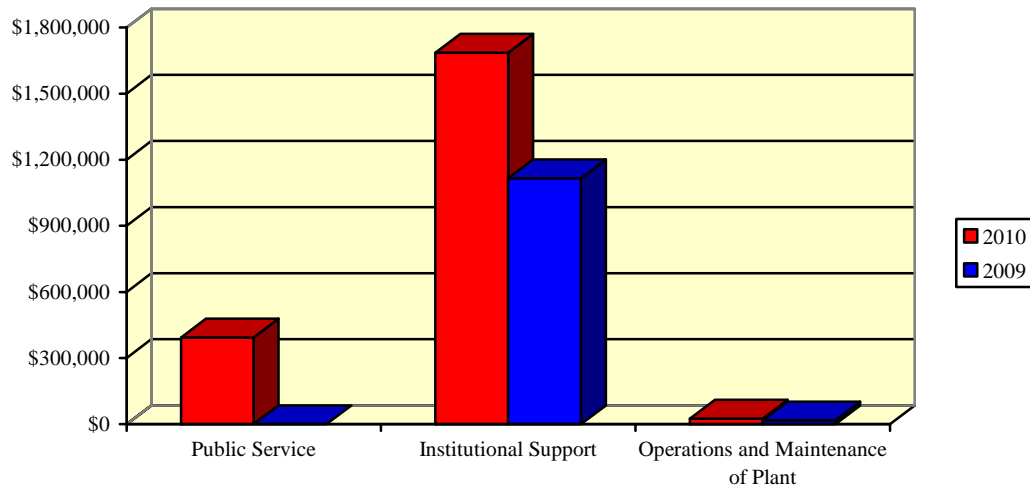
**CALIFORNIA STATE UNIVERSITY CHANNEL ISLANDS UNIVERSITY GLEN CORPORATION  
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)  
FOR THE YEAR ENDED JUNE 30, 2010**

*Operating Expenses*

Total operating expenses increased by \$1 million compared to prior year. The increase is attributed to start-up costs for food services, its subsequent increase upon benefits and burden, and miscellaneous supplies and equipment.

The following chart presents the distribution of resources in support of University Glen Corporation's mission for fiscal years 2010 and 2009:

**Comparative Distribution of Resources for fiscal years ended 2010 and 2009  
(By Functional Program)**



**Non-operating Revenues (Expenses)**

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

Total non-operating revenues (expenses) increased by \$549K compared to prior year. Payroll services increased \$553K due to the billing of ASI for additional employee payroll services, and the split in business entities between University Glen Corporation and Site Authority whereas payroll expenses are now recorded as income on the University Glen Corporation financials.

**CALIFORNIA STATE UNIVERSITY CHANNEL ISLANDS UNIVERSITY GLEN CORPORATION**  
**STATEMENT OF NET ASSETS**  
**JUNE 30, 2010**

	<u>2010</u>
<b>ASSETS</b>	
Current assets	
Cash	\$ 283,519
Related party receivables	<u>513,805</u>
Total current assets	797,324
Non-current assets	
Capital assets, net	<u>7,375</u>
Total non-current assets	<u>7,375</u>
Total assets	<u>804,699</u>
<b>LIABILITIES</b>	
Current liabilities	
Accounts payable	65,189
Accrued salaries and benefits	10,748
Accrued compensated absences	3,846
Related party payables	<u>447,741</u>
Total current liabilities	527,524
Noncurrent liabilities	
Accrued compensated absences	38,046
Related party payables	<u>49,210</u>
Total noncurrent liabilities	<u>87,256</u>
Total liabilities	<u>614,780</u>
<b>NET ASSETS</b>	
Expendable:	
Unrestricted	<u>189,919</u>
Total net assets	<u>\$ 189,919</u>

See accompanying auditors' report and  
notes to financial statements.

**CALIFORNIA STATE UNIVERSITY CHANNEL ISLANDS UNIVERSITY GLEN CORPORATION  
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS  
FOR THE YEAR ENDED JUNE 30, 2010**

	<u>2010</u>
<b>REVENUES</b>	
Operating revenues	
Management fees	\$ 1,078,782
Grants	100,000
Food service sales, net	9,866
Miscellaneous income	<u>10,780</u>
Total operating revenues	1,199,428
<b>EXPENSES</b>	
Operating expenses	
Salaries	910,335
Other operating expenses	<u>1,226,974</u>
Total operating expenses	<u>2,137,309</u>
Operating income (loss)	(937,881)
<b>NONOPERATING REVENUES (EXPENSES)</b>	
Investment income (loss)	7,822
Payroll services	<u>553,097</u>
Net nonoperating revenues and expenses	<u>560,919</u>
<b>INCREASE (DECREASE) IN NET ASSETS</b>	(376,962)
<b>NET ASSETS - beginning of year</b>	<u>566,881</u>
<b>NET ASSETS - end of year</b>	<u><u>\$ 189,919</u></u>

See accompanying auditors' report and  
notes to financial statements.

**CALIFORNIA STATE UNIVERSITY CHANNEL ISLANDS UNIVERSITY GLEN CORPORATION**  
**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED JUNE 30, 2010**

	<u>2010</u>
Cash flows from operating activities:	
Management fees	\$ 920,256
Commercial services	9,866
Payments to suppliers	(1,168,534)
Payments to employees	(855,529)
Other receipts (payments)	<u>110,780</u>
Net Cash Provided (Used) by Operating Activities	(983,161)
 Cash flows from noncapital financing activities:	
Reimbursements from related parties	626,897
Other receipts (payments)	<u>26,219</u>
Net Cash Provided (Used) by noncapital financing activities	653,116
 Cash flows from investing activities:	
Purchases of fixed assets	<u>(7,469)</u>
Net Cash Provided (Used) by Investing Activities	<u>(7,469)</u>
 Net increase (decrease) in cash and cash equivalents	(337,514)
 Cash and cash equivalents at beginning of year	<u>621,033</u>
 Cash and cash equivalents at end of year	<u>\$ 283,519</u>
 Reconciliation of net operating income (loss) to net cash provided by (used by) operating activities	
Operating income (loss)	(937,881)
Adjustments to reconcile net operating income (loss) to net cash provided by (used by) operating activities:	
Depreciation	94
(Increase) decrease in:	
Related party receivables	(158,526)
Increase (decrease) in:	
Accounts payable	37,968
Accrued salaries and benefits	10,748
Accrued compensated absences	(21,167)
Related party payables	<u>85,603</u>
 Net Cash Provided (Used) by Operating Activities	<u>\$ (983,161)</u>

See accompanying auditors' report and  
notes to financial statements.

**CALIFORNIA STATE UNIVERSITY CHANNEL ISLANDS UNIVERSITY GLEN CORPORATION  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2010**

**1. SUMMARY OF OPERATIONS AND SIGNIFICANT ACCOUNTING POLICIES**

*Nature of Organization*

California State University Channel Islands University Glen Corporation (University Glen Corporation) was created on March 18, 2002, pursuant to the General Nonprofit Corporation Law of the State of California and was organized to promote and assist education, administration and related services of the California State University Channel Islands. University Glen Corporation operates as an auxiliary organization of the California State University, Channel Islands (University) under an operating agreement with the Trustees of the California State University (the Trustees), which extends through June 30, 2012.

*Basis of Accounting and Presentation*

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

*Election of Applicable FASB Statements*

University Glen Corporation has elected to follow standards of accounting and financial reporting issued by the Financial Accounting Standards Board (FASB) prior to November 30, 1989, unless those standards conflict with or contradict guidance of the GASB. University Glen Corporation also has the option of following subsequent private-sector guidance subject to the same limitation. University Glen Corporation has elected not to adopt the pronouncements issued by the FASB after November 30, 1989.

*Cash and Cash Equivalents*

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

*Income Taxes*

University Glen Corporation is a Not-for-Profit tax-exempt corporation under Internal Revenue Code Section 501(c)(3). Accordingly, income taxes are not significant to the financial statements.

*Estimates*

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

*Subsequent Events*

Subsequent events have been evaluated through the date of issuance of the University Glen Corporation's financial statements, September 23, 2010.

**CALIFORNIA STATE UNIVERSITY CHANNEL ISLANDS UNIVERSITY GLEN CORPORATION  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2010  
(CONTINUED)**

**2. CASH AND CASH EQUIVALENTS**

University Glen Corporation's cash and cash equivalents as of June 30, 2010 are classified in the accompanying statement of net assets as follows:

	<u>Total</u>
Cash and cash equivalents	\$ 283,519
Restricted cash and cash equivalents	<u>-</u>
Total cash and cash equivalents	<u>\$ 283,519</u>

*(a) Cash and Cash Equivalents*

At June 30, 2010, cash and cash equivalents consisted of demand deposits maintained at the bank. Total cash and cash equivalents of \$283,519 had a corresponding carrying value balance with the bank \$349,826 at June 30, 2010. The differences related primarily to deposits in transit and outstanding checks.

*(b) Custodial Credit Risk for Deposits*

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

**3. RELATED PARTY TRANSACTIONS**

Related party receivables consist of the following:

	<u>June 30, 2010</u>
Associated Students of CSU Channel Islands, Inc.	\$ 44,407
CSU Channel Islands	4,929
CSU Channel Islands Site Authority	<u>464,469</u>
	<u>\$ 513,805</u>

Related party payables consist of the following:

	<u>June 30, 2010</u>
CSU Channel Islands	\$ 4,974
CSU Channel Islands Site Authority	<u>442,767</u>
	<u>\$ 447,741</u>

**CALIFORNIA STATE UNIVERSITY CHANNEL ISLANDS UNIVERSITY GLEN CORPORATION**  
**NOTES TO FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED JUNE 30, 2010**  
**(CONTINUED)**

**4. LONG TERM LIABILITIES ACTIVITY**

Long term liability activity for the year ended at June 30, 2010 consisted of the following:

	<u>Total</u>
Accrued Vacation	\$ 38,046
Related Party Payables	<u>49,210</u>
Total	<u>\$ 87,256</u>

**5. CLASSIFICATION OF OPERATING EXPENSES**

The University has elected to report operating expenses by functional classification in the statements of revenues, expenses, and changes in net assets, but to provide the natural classification of those expenses as an additional disclosure. For the year ended June 30, 2010, operating expenses by natural classification consisted of the following:

2010	Salaries	Benefits	Fellowships	Other Services	Depreciation	Total
Functional Classification:						
Instruction	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Public service	141,755	43,634	-	466,300	-	651,689
Academic support	-	-	-	-	-	-
Student services	-	-	-	-	-	-
Institutional support	768,580	259,701	-	432,024	94	1,460,399
Operation and maintenance of plant	-	-	-	25,221	-	25,221
Student grants and scholarships	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total	<u>\$910,335</u>	<u>\$303,335</u>	<u>\$ -</u>	<u>\$923,545</u>	<u>\$ 94</u>	<u>\$2,137,309</u>

**CALIFORNIA STATE UNIVERSITY CHANNEL ISLANDS UNIVERSITY GLEN CORPORATION**  
**NOTES TO FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED JUNE 30, 2010**  
**(CONTINUED)**

**6. TRANSACTIONS WITH RELATED PARTIES**

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

The accompanying financial statements also include the following transactions with the Site Authority and other related parties as of and for the year ended June 30, 2010:

	<u>Amount</u>
Payments to University for salaries of University personnel working on contracts, grants, and other programs	\$ 251,023
Payments to University for other than salaries of University personnel	62,580
Payments received from University for services, space, and program	100,000
Accounts receivable from University	4,929



**SUPPLEMENTARY INFORMATION**

**CALIFORNIA STATE UNIVERSITY CHANNEL ISLANDS UNIVERSITY GLEN CORPORATION**  
**GASB STATEMENT OF NET ASSETS**  
**JUNE 30, 2010**

Assets:

Current assets:	
Cash and cash equivalents	\$ 283,519
Short-term investments	—
Accounts receivable, net	513,805
Leases receivable, current portion	—
Notes receivable, current portion	—
Pledges receivable, net	—
Prepaid expenses and other assets	—
Total current assets	797,324
Noncurrent assets:	
Restricted cash and cash equivalents	—
Accounts receivable, net	—
Leases receivable, net of current portion	—
Notes receivable, net of current portion	—
Student loans receivable, net	—
Pledges receivable, net	—
Endowment investments	—
Other long-term investments	—
Capital assets, net	7,375
Other assets	—
Total noncurrent assets	7,375
Total assets	804,699

Liabilities:

Current liabilities:	
Accounts payable	65,189
Accrued salaries and benefits payable	10,748
Accrued compensated absences— current portion	3,846
Deferred revenue	—
Capitalized lease obligations – current portion	—
Long-term debt obligations – current portion	—
Self-insurance claims liability - current portion	—
Depository accounts	—
Other liabilities	447,741
Total current liabilities	527,524
Noncurrent liabilities:	
Accrued compensated absences, net of current portion	38,046
Deferred revenue	—
Grants refundable	—
Capitalized lease obligations, net of current portion	—
Long-term debt obligations, net of current portion	—
Self-insurance claims liabilities, net of current portion	—
Depository accounts	—
Other postemployment benefits obligation	—
Other liabilities	49,210
Total noncurrent liabilities	87,256
Total liabilities	614,780

Net assets:

Invested in capital assets, net of related debt	7,375
Restricted for:	
Nonexpendable – endowments	—
Expendable:	
Scholarships and fellowships	—
Research	—
Loans	—
Capital projects	—
Debt service	—
Other	—
Unrestricted	182,544
Total net assets	\$ 189,919

See accompanying auditors' report and  
notes to financial statements.

**CALIFORNIA STATE UNIVERSITY CHANNEL ISLANDS UNIVERSITY GLEN CORPORATION**  
**GASB STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS**  
**FOR THE YEAR ENDED JUNE 30, 2010**

Revenues:	
Operating revenues:	
Student tuition and fees (net of scholarship allowances of \$_____)	\$ —
Grants and contracts, noncapital:	
Federal	—
State	—
Local	—
Nongovernmental	100,000
Sales and services of educational activities	—
Sales and services of auxiliary enterprises (net of scholarship allowances of \$_____)	—
Other operating revenues	1,099,428
Total operating revenues	<u>1,199,428</u>
Expenses:	
Operating expenses:	
Instruction	—
Research	—
Public service	393,642
Academic support	—
Student services	—
Institutional support	1,718,352
Operation and maintenance of plant	25,221
Student grants and scholarships	—
Auxiliary enterprise expenses	—
Depreciation and amortization	94
Total operating expenses	<u>2,137,309</u>
Operating income (loss)	<u>(937,881)</u>
Nonoperating revenues (expenses):	
State appropriations, noncapital	—
Federal financial aid grants, noncapital	—
State financial aid grants, noncapital	—
Local financial aid grants, noncapital	—
Nongovernmental and other financial aid grants, noncapital	—
Other federal nonoperating grants, noncapital	—
Gifts, noncapital	—
Investment income (loss), net	7,822
Endowment income (loss), net	—
Interest Expenses	—
Other nonoperating revenues (expenses)	553,097
Net nonoperating revenues (expenses)	<u>560,919</u>
Income (loss) before other additions	(376,962)
State appropriations, capital	—
Grants and gifts, capital	—
Additions (reductions) to permanent endowments	—
Increase (decrease) in net assets	<u>(376,962)</u>
Net assets:	
Net assets at beginning of year, as previously reported	566,881
Restatements	—
Net assets at beginning of year, as restated	<u>566,881</u>
Net assets at end of year	<u>\$ 189,919</u>

See accompanying auditors' report and  
notes to financial statements.

**CALIFORNIA STATE UNIVERSITY CHANNEL ISLANDS UNIVERSITY GLEN CORPORATION  
OTHER INFORMATION  
FOR THE YEAR ENDED JUNE 30, 2010**

<b>1</b>	<b>Restricted cash and cash equivalents at June 30, 2010:</b>	
	Portion of restricted cash and cash equivalents related to endowments	\$ -
	All other restricted cash and cash equivalents	<u>-</u>
	Total restricted cash and cash equivalents	<u>\$ -</u>

See accompanying auditors' report and  
notes to financial statements.



**CALIFORNIA STATE UNIVERSITY CHANNEL ISLANDS UNIVERSITY GLEN CORPORATION**  
**OTHER INFORMATION**  
**FOR THE YEAR ENDED JUNE 30, 2010**  
**(CONTINUED)**

**2.2 Investments held by the University under contractual agreements at June 30, 2010:**

Portion of investments in note 2.1 held by the University under contractual agreements at June 30, 2010 :

<b>2.3 Restricted current investments at June 30, 2010 related to:</b>	<u>Amount</u>
Add description	\$ —
Add description	—
Add description	—
Add description	—
Add description	—
Add description	—
Add description	—
Add description	—
Add description	—
Add description	—
<b>Total restricted current investments at June 30, 2010</b>	<b>\$ —</b>

<b>2.4 Restricted noncurrent investments at June 30, 2010 related to:</b>	<u>Amount</u>
Endowment investment	\$ —
Add description	—
Add description	—
Add description	—
Add description	—
Add description	—
Add description	—
Add description	—
Add description	—
<b>Total restricted noncurrent investments at June 30, 2010</b>	<b>\$ —</b>

See accompanying auditors' report and notes to financial statements.

**CALIFORNIA STATE UNIVERSITY CHANNEL ISLANDS UNIVERSITY GLEN CORPORATION**  
**OTHER INFORMATION**  
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**(CONTINUED)**

**3.1 Composition of capital assets at June 30, 2010:**

	Balance June 30, 2009	Prior period Adjustments	Reclassifications	Balance June 30, 2009 (restated)	Additions	Reductions	Transfers of Completed CWIP	Balance June 30, 2010
Nondepreciable capital assets:								
Land and land improvements	\$ -	-	-	-	-	-	-	-
Works of art and historical treasures	-	-	-	-	-	-	-	-
Construction work in progress (CWIP)	-	-	-	-	-	-	-	-
Intangible assets	-	-	-	-	-	-	-	-
Total nondepreciable capital assets	-	-	-	-	-	-	-	-
Depreciable capital assets:								
Buildings and building improvements	-	-	-	-	-	-	-	-
Improvements, other than buildings	-	-	-	-	-	-	-	-
Infrastructure	-	-	-	-	-	-	-	-
Leasehold improvements	-	-	-	-	-	-	-	-
Personal property:								
Equipment	-	-	-	-	7,469	-	-	7,469
Library books and materials	-	-	-	-	-	-	-	-
Intangible assets	-	-	-	-	-	-	-	-
Total depreciable capital assets	-	-	-	-	7,469	-	-	7,469
Total capital assets	-	-	-	-	7,469	-	-	7,469
Less accumulated depreciation:								
Buildings and building improvements	-	-	-	-	-	-	-	-
Improvements, other than buildings	-	-	-	-	-	-	-	-
Infrastructure	-	-	-	-	-	-	-	-
Leasehold improvements	-	-	-	-	-	-	-	-
Personal property:								
Equipment	-	-	-	-	(94)	-	-	(94)
Library books and materials	-	-	-	-	-	-	-	-
Intangible assets	-	-	-	-	-	-	-	-
Total accumulated depreciation	-	-	-	-	(94)	-	-	(94)
Total capital assets, net	\$ -	-	-	-	7,375	-	-	7,375

See accompanying auditors' report and  
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**(CONTINUED)**

4 Long-term liabilities activity schedule:

	Balance June 30, 2009	Prior period adjustments	Reclassifications	Balance June 30, 2009 (restated)	Additions	Reductions	Balance June 30, 2010	Current portion	Long-term portion
Accrued compensated absences	\$ —	—	—	—	41,892	-	41,892	3,846	38,046
Capitalized lease obligations:									
Gross balance	—	—	—	—	-	-	—	—	—
Unamortized premium / (discount) on capitalized lease obligations	—	—	—	—	-	-	—	—	—
Total capitalized lease obligations	—	—	—	—	-	-	—	—	—
Long-term debt obligations:									
Revenue Bonds	—	—	—	—	-	-	—	—	—
Other bonds (non-Revenue Bonds)	—	—	—	—	-	-	—	—	—
Commercial Paper	—	—	—	—	-	-	—	—	—
Other:									
Add description	—	—	—	—	-	-	—	—	—
Add description	—	—	—	—	-	-	—	—	—
Add description	—	—	—	—	-	-	—	—	—
Add description	—	—	—	—	-	-	—	—	—
Add description	—	—	—	—	-	-	—	—	—
Add description	—	—	—	—	-	-	—	—	—
Total long-term debt obligations	—	—	—	—	-	-	—	—	—
Unamortized bond premium / (discount)	—	—	—	—	-	-	—	—	—
Unamortized loss on refunding	—	—	—	—	-	-	—	—	—
Total long-term debt obligations, net	—	—	—	—	—	—	—	—	—
Total long-term liabilities	\$ —	—	—	—	41,892	—	41,892	3,846	38,046

See accompanying auditors' report and  
notes to financial statements.

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**(CONTINUED)**

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

	<b>Principal</b>	<b>Interest</b>	<b>Principal and Interest</b>
Year ending June 30:			
2011	-	-	—
2012	-	-	—
2013	-	-	—
2014	-	-	—
2015	-	-	—
2016 - 2020	-	-	—
2021 - 2025	-	-	—
2026 - 2030	-	-	—
2031 - 2035	-	-	—
2036 - 2040	-	-	—
2041 - 2045	-	-	—
2046 - 2050	-	-	—
2051 - 2055	-	-	—
2056 - 2060	-	-	—
	-	-	—
Total minimum lease payments			—
Less amounts representing interest			—
Present value of future minimum lease payments			—
Less: current portion			—
<b>Capitalized lease obligation, net of current portion</b>			<b>\$ —</b>

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notes to financial statements.

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6 Long-term debt obligation schedule

	Revenue Bonds			All other long-term debt obligations			Total		
	Principal	Interest	Principal and Interest	Principal	Interest	Principal and Interest	Principal	Interest	Principal and Interest
	Year ending June 30:								
2011	\$ -	-	-	-	-	-	-	-	-
2012	-	-	-	-	-	-	-	-	-
2013	-	-	-	-	-	-	-	-	-
2014	-	-	-	-	-	-	-	-	-
2015	-	-	-	-	-	-	-	-	-
2016 - 2020	-	-	-	-	-	-	-	-	-
2021 - 2025	-	-	-	-	-	-	-	-	-
2026 - 2030	-	-	-	-	-	-	-	-	-
2031 - 2035	-	-	-	-	-	-	-	-	-
2036 - 2040	-	-	-	-	-	-	-	-	-
2041 - 2045	-	-	-	-	-	-	-	-	-
2046 - 2050	-	-	-	-	-	-	-	-	-
2051 - 2055	-	-	-	-	-	-	-	-	-
2056 - 2060	-	-	-	-	-	-	-	-	-
Total	\$ -	-	-	-	-	-	-	-	-

See accompanying auditors' report and notes to financial statements.



**CALIFORNIA STATE UNIVERSITY CHANNEL ISLANDS UNIVERSITY GLEN CORPORATION**  
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**(CONTINUED)**

**8 Transactions with Related Entities**

	<b>Amount</b>
Payments to University for salaries of University personnel working on contracts, grants, and other programs	\$ 251,023
Payments to University for other than salaries of University personnel	62,580
Payments received from University for services, space, and programs	100,000
Gifts-in-kind to the University from Auxiliary Organizations	—
Gifts (cash or assets) to the University from recognized Auxiliary Organizations	—
Accounts (payable to) University (enter as negative number)	—
Other amounts (payable to) University (enter as negative number)	—
Accounts receivable from University	4,929
Other amounts receivable from University	—

See accompanying auditors' report and  
notes to financial statements.

**CALIFORNIA STATE UNIVERSITY CHANNEL ISLANDS UNIVERSITY GLEN CORPORATION**  
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**(CONTINUED)**

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

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

See accompanying auditors' report and  
notes to financial statements.

**CALIFORNIA STATE UNIVERSITY CHANNEL ISLANDS UNIVERSITY GLEN CORPORATION  
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(CONTINUED)**

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

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

See accompanying auditors' report and  
notes to financial statements.

**CALIFORNIA STATE UNIVERSITY CHANNEL ISLANDS UNIVERSITY GLEN CORPORATION**  
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11 The nature and amount of the prior period adjustment(s) recorded to beginning net assets

	Net Asset Class	Amount Dr. (Cr.)
Net assets as of June 30, 2009, as previously reported	\$	566,881
Prior period adjustments:		
1 (list description of each adjustment)		—
2 (list description of each adjustment)		—
3 (list description of each adjustment)		—
4 (list description of each adjustment)		—
5 (list description of each adjustment)		—
6 (list description of each adjustment)		—
7 (list description of each adjustment)		—
8 (list description of each adjustment)		—
9 (list description of each adjustment)		—
10 (list description of each adjustment)		—
Net assets as of June 30, 2009, as restated	\$	566,881

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

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

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