

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

**Financial Statements and Supplementary  
Information for the Year Ended June 30, 2016  
and Independent Auditors' Report**

**CALIFORNIA STATE UNIVERSITY CHANNEL ISLANDS  
UNIVERSITY GLEN CORPORATION  
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## **INDEPENDENT AUDITORS' REPORT**

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

We have audited the accompanying financial statements of California State University Channel Islands University Glen Corporation as of and for the year ended June 30, 2016, and the related notes to the financial statements, which collectively 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 audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the 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 respective financial position of California State University Channel Islands University Glen Corporation as of June 30, 2016, and the respective changes in financial position, and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

## INDEPENDENT AUDITORS' REPORT - Continued

### *Report on Summarized Comparative Information*

We previously audited California State University Channel Islands University Glen Corporation's 2015 financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated September 4, 2015. In our opinion, the summarized comparative information presented herein as of and for the year ended June 30, 2015, is consistent, in all material respects, with the audited financial statements from which it has been derived.

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

### *Other Matters*

#### *Required Supplementary Information*

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

#### *Other Information*

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The GASB Schedule of Net Position, GASB Schedule of Revenues, Expenses and Changes in Net Position, and Other Information are presented for purposes of additional analysis and are not a required part of the basic financial statements. The GASB Schedule of Net Position, GASB Schedule of Revenues, Expenses and Changes in Net Position, and Other Information are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. Such information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the GASB Schedule of Net Position, GASB Schedule of Revenues, Expenses and Changes in Net Position, and Other Information are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

*Vorlein, Hryn + Co.*

Calabasas, California  
September 15, 2016

**CALIFORNIA STATE UNIVERSITY CHANNEL ISLANDS UNIVERSITY GLEN CORPORATION  
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)  
FOR THE YEAR ENDED JUNE 30, 2016**

This section of California State University Channel Islands University Glen Corporation's (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, 2016. This discussion has been prepared by management and should be read in conjunction with the financial statements and notes.

**Introduction to the Financial Statements**

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

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

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

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

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

**Analytical Overview**

**Summary**

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

**CALIFORNIA STATE UNIVERSITY CHANNEL ISLANDS UNIVERSITY GLEN CORPORATION  
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)  
FOR THE YEAR ENDED JUNE 30, 2016**

University Glen Corporation's summary of net position as of June 30, 2016 and 2015 are as follows:

Condensed Summary of Net Position

	Year ended June 30,		\$ Change	% Change
	2016	2015		
<b>Assets:</b>				
Current assets	\$ 1,020,033	\$ 782,045	237,988	30.4%
Other noncurrent assets	266,005	286,860	(20,855)	-7.3%
Total assets	<u>1,286,038</u>	<u>1,068,905</u>	<u>217,133</u>	<u>20.3%</u>
<b>Liabilities:</b>				
Current liabilities	441,470	506,480	(65,010)	-12.8%
Other noncurrent liabilities	389,509	397,282	(7,773)	-2.0%
Total liabilities	<u>830,979</u>	<u>903,762</u>	<u>(72,783)</u>	<u>-8.1%</u>
<b>Net position</b>				
Unrestricted	455,059	165,143	289,916	175.6%
Total net position	<u>\$ 455,059</u>	<u>\$ 165,143</u>	<u>289,916</u>	<u>175.6%</u>

*Assets*

Total assets increased by \$217K compared to prior year. This change is attributed to an increase in cash of \$66K and related party receivables of \$170K. Increases in cash and related party receivable are directly attributable to increases in food service sales.

*Liabilities*

Total liabilities decreased by \$73K compared to the prior year. This change is due to a decrease in accounts payable of \$151K and an increase in related party payables of \$87K. Timing issues account for both variances, specifically the close out and payment of all invoices in preparation for system enhancements.

*Net Position*

Total net position increased by \$290K compared to the prior year. The positive growth in net position is due primarily to stable and profitable commercial service operations.

**CALIFORNIA STATE UNIVERSITY CHANNEL ISLANDS UNIVERSITY GLEN CORPORATION  
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)  
FOR THE YEAR ENDED JUNE 30, 2016**

University Glen Corporation's condensed summary of revenues, expenses, and changes in net position for the years ended June 30, 2016 and 2015 is as follows:

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

	Year ended June 30,		\$ Change	% Change
	2016	2015		
<b>Operating Revenues:</b>				
Management Fees	\$ 843,602	\$ 765,076	\$ 78,526	10.3%
Food Service Sales, Net	3,729,037	3,355,177	373,860	11.1%
Misc. Income	22,495	40,442	(17,947)	-44.4%
Total Operating Revenues	<u>4,595,134</u>	<u>4,160,695</u>	<u>434,439</u>	<u>10.4%</u>
<b>Operating Expenses</b>				
Salaries	4,288,872	3,991,834	297,038	7.4%
Other Operating Expenses	<u>1,558,265</u>	<u>1,562,977</u>	<u>(4,712)</u>	<u>-0.3%</u>
Total Operating Expenses	5,847,137	5,554,811	292,326	5.3%
Operating Income (loss)	(1,252,003)	(1,394,116)	142,113	-10.2%
<b>Nonoperating Revenues (expenses):</b>				
Investment Income (loss)	704	1,229	(525)	-42.7%
Payroll Services	1,546,338	1,423,129	123,209	8.7%
Interest Expense	<u>(5,123)</u>	<u>(4,600)</u>	<u>(523)</u>	<u>11.4%</u>
Nonoperating Revenues (expenses), net	1,541,919	1,419,758	122,161	8.6%
Increase (decrease) in net position	289,916	25,642	264,274	1030.6%
Beginning Net Position	<u>165,143</u>	<u>139,501</u>	<u>25,642</u>	<u>18.4%</u>
Ending Net Position	<u>\$ 455,059</u>	<u>\$ 165,143</u>	<u>\$ 289,916</u>	<u>175.6%</u>

**Operating Revenues and Expenses**

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

**CALIFORNIA STATE UNIVERSITY CHANNEL ISLANDS UNIVERSITY GLEN CORPORATION  
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)  
FOR THE YEAR ENDED JUNE 30, 2016**

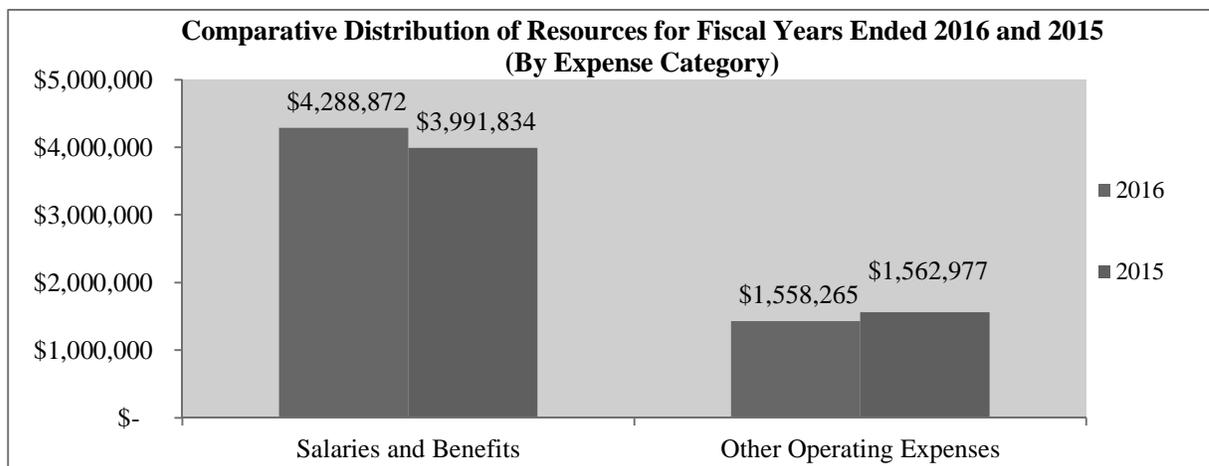
*Operating Revenues*

Total revenues increased by \$434K compared to prior year due to increases in student head count (+681 or 5.9%), meal plans purchased (+119 or 9.8%), a 2.0% increase in meal plan rates, and the maturation of operations at the Town Center Market and Pizza 3.14.

*Operating Expenses*

Total operating expenses increased by \$292K compared to prior year. Salaries and benefits increased by \$297K due to a 3% compensation increase for all employees and the corresponding demand for support staff and student assistants given the increase in operating revenues. Other operating expenses decreased by \$5K given there were no start-up costs for new food service locations.

The following chart presents the distribution of resources in support of University Glen Corporation's mission for fiscal years 2016 and 2015:



Expenses include categories such as salaries, and supplies and other services. In this discussion and analysis, expenses are reported by functional program such as instruction, research, public service, academic support, student services, institutional support, operation and maintenance of plant, student grants, and scholarships.

**Non-operating Revenues (Expenses)**

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

Payroll Service income increased by \$123K compared to prior year. The increase is the result of additional employees at Associated Students Inc., and a 3% compensation increase for all employees.

**CALIFORNIA STATE UNIVERSITY CHANNEL ISLANDS UNIVERSITY GLEN CORPORATION**  
**STATEMENT OF NET POSITION**  
**JUNE 30, 2016**  
**(WITH COMPARATIVE TOTALS FOR 2015)**

	<u>2016</u>	<u>2015</u>
<b>ASSETS</b>		
Current assets		
Cash and cash equivalents	\$ 300,399	\$ 234,676
Accounts receivable	2,082	12,281
Related party receivables	594,688	424,997
Prepaid expenses	-	3,545
Inventory	<u>122,864</u>	<u>106,546</u>
Total current assets	1,020,033	782,045
Non-current assets		
Capital assets, net	<u>266,005</u>	<u>286,860</u>
Total non-current assets	<u>266,005</u>	<u>286,860</u>
Total assets	<u>1,286,038</u>	<u>1,068,905</u>
<b>LIABILITIES</b>		
Current liabilities		
Accounts payable and accrued liabilities	104,275	255,174
Accrued salaries and benefits	146,631	136,766
Accrued compensated absences	16,548	16,098
Deferred revenue	4,449	8,143
Loans payable	12,228	20,006
Related party payables	<u>157,339</u>	<u>70,293</u>
Total current liabilities	441,470	506,480
Noncurrent liabilities		
Accrued compensated absences	163,718	159,263
Loans payable	<u>225,791</u>	<u>238,019</u>
Total noncurrent liabilities	<u>389,509</u>	<u>397,282</u>
Total liabilities	<u>830,979</u>	<u>903,762</u>
<b>NET POSITION</b>		
Unrestricted	<u>455,059</u>	<u>165,143</u>
Total net position	<u>\$ 455,059</u>	<u>\$ 165,143</u>

See accompanying auditors' report and notes to financial statements.

**CALIFORNIA STATE UNIVERSITY CHANNEL ISLANDS UNIVERSITY GLEN CORPORATION**  
**STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION**  
**FOR THE YEAR ENDED JUNE 30, 2016**  
**(WITH COMPARATIVE TOTALS FOR 2015)**

	<u>2016</u>	<u>2015</u>
<b>REVENUES</b>		
Operating revenues		
Management fees	\$ 843,602	\$ 765,076
Food service sales, net	3,729,037	3,355,177
Miscellaneous income	<u>22,495</u>	<u>40,442</u>
Total operating revenues	4,595,134	4,160,695
<b>EXPENSES</b>		
Operating expenses		
Salaries and benefits	4,288,872	3,991,834
Other operating expenses	<u>1,558,265</u>	<u>1,562,977</u>
Total operating expenses	<u>5,847,137</u>	<u>5,554,811</u>
Operating income (loss)	(1,252,003)	(1,394,116)
<b>NONOPERATING REVENUES (EXPENSES)</b>		
Investment income (loss)	704	1,229
Cost recovery from auxiliaries	1,546,338	1,423,129
Interest expense	<u>(5,123)</u>	<u>(4,600)</u>
Net nonoperating revenues and expenses	<u>1,541,919</u>	<u>1,419,758</u>
<b>INCREASE (DECREASE) IN NET POSITION</b>	289,916	25,642
<b>NET POSITION - beginning of year</b>	<u>165,143</u>	<u>139,501</u>
<b>NET POSITION - end of year</b>	<u>\$ 455,059</u>	<u>\$ 165,143</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, 2016**  
**(WITH COMPARATIVE TOTALS FOR 2015)**

	<u>2016</u>	<u>2015</u>
Cash flows from operating activities:		
Management fees	\$ 843,602	\$ 765,076
Commercial services	3,729,037	2,574,205
Payments to suppliers	(1,787,421)	(2,761,301)
Payments to employees	(4,274,102)	(2,315,356)
Other receipts (payments)	<u>12,688</u>	<u>531,566</u>
Net Cash Provided (Used) by Operating Activities	(1,476,196)	(1,205,810)
Cash flows from noncapital financing activities:		
Reimbursements from related parties	1,546,338	1,446,436
Other receipts (payments)	<u>20,710</u>	<u>(15,669)</u>
Net Cash Provided (Used) by noncapital financing activities	1,567,048	1,430,767
Cash flows from capital and related financing activities:		
Acquisition of capital assets	-	(13,701)
Principal paid on loan payable	(20,006)	(19,649)
Interest paid	<u>(5,123)</u>	<u>4,600</u>
Net Cash Provided (Used) by capital and related financing activities	(25,129)	(28,750)
Net increase (decrease) in cash and cash equivalents	65,723	196,207
Cash and cash equivalents at beginning of year	<u>234,676</u>	<u>38,469</u>
Cash and cash equivalents at end of year	<u>\$ 300,399</u>	<u>\$ 234,676</u>
Reconciliation of net operating income (loss) to net cash provided by (used by) operating activities		
Operating income (loss)	(1,252,003)	(1,394,116)
Adjustments to reconcile net operating income (loss) to net cash provided by (used by) operating activities:		
Depreciation	20,855	22,451
(Increase) decrease in:		
Accounts receivable	10,199	155,642
Related party receivables	(169,691)	41,057
Inventory	(16,318)	(1,328)
Prepaid expenses	3,545	28,213
Increase (decrease) in:		
Accounts payable and accrued liabilities	(150,899)	93,310
Accrued salaries and benefits	9,865	10,379
Accrued compensated absences	4,905	(312)
Deferred revenue	(3,694)	908
Loans payable	(20,006)	(19,469)
Related party payables	<u>87,046</u>	<u>(142,545)</u>
Net Cash Provided (Used) by Operating Activities	<u>\$(1,476,196)</u>	<u>\$(1,205,810)</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, 2016**

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

*Nature of Organization*

California State University Channel Islands University Glen Corporation (University Glen Corporation) was created on March 18, 2002, pursuant to the General Nonprofit Corporation Law of the State of California and was organized to promote and assist education, administration and related services of the California State University Channel Islands. University Glen Corporation operates as an auxiliary organization of the California State University, Channel Islands (University) under an operating agreement with the Trustees of the California State University (the Trustees), which extended through June 30, 2016 and includes two automatic five-year extensions.

*Basis of Accounting and Presentation*

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

*Financial Reporting Entity*

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

*Cash and Cash Equivalents*

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

*Inventory*

Inventories, consisting of food service supplies, are stated at the lower of cost (first-in, first-out) or market. Inventory balance at June 30, 2016 was \$122,864.

*Allocation of Costs*

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

**CALIFORNIA STATE UNIVERSITY CHANNEL ISLANDS UNIVERSITY GLEN CORPORATION  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2016**

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

*Capital Assets*

Capital assets are stated at historical cost and/or fair market value. The minimum dollar amount for capitalizing and depreciating an asset is \$5,000. Depreciation is provided on the straight-line method over estimated useful lives of three to twenty years which aligns with The California State University GAAP Reporting Manual, Chapter 13, Capital Asset Guide, as follows:

Equipment	5 years
Furniture	5 years
Leasehold improvements	The lesser of 10 years or remaining term of lease

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

*Income Taxes*

University Glen Corporation is a Not-for-Profit tax-exempt corporation under Internal Revenue Code Section 501(c)(3). Accordingly, income taxes are not significant to the financial statements. The IRS classified the organization as one that is not a private foundation within the meaning of section 509(a) of the Code because it is an organization described in section(s) 509(a)(1) and 170(b)(1)(A)(vi). University Glen Corporation's Forms 990, *Return of Organization Exempt from Income Tax*, for each of the tax years ended June 30, 2015, 2014, and 2013, are subject to examination by the IRS, generally for 3 years after they were filed.

*Estimates*

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

**CALIFORNIA STATE UNIVERSITY CHANNEL ISLANDS UNIVERSITY GLEN CORPORATION  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2016**

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

*Fair Value Measurements*

University Glen Corporation 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 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 Organization 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, and accounts receivable 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, University Glen Corporation measures fair value using Level 1 inputs because they generally provide the most reliable evidence of fair value.

**CALIFORNIA STATE UNIVERSITY CHANNEL ISLANDS UNIVERSITY GLEN CORPORATION**  
**NOTES TO FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED JUNE 30, 2016**  
**(CONTINUED)**

**2. CASH AND CASH EQUIVALENTS**

University Glen Corporation's cash and cash equivalents as of June 30, 2016 are classified in the accompanying statement of net position as follows:

	<u>Total</u>
Cash and cash equivalents	\$ 300,399
Restricted cash and cash equivalents	<u>-</u>
Total cash and cash equivalents	<u>\$ 300,399</u>

(a) *Cash and Cash Equivalents*

At June 30, 2016, cash and cash equivalents consisted of demand deposits maintained at the bank. Total cash and cash equivalents of \$300,399 had a corresponding carrying value balance with the bank \$393,884 at June 30, 2016. The difference is related to outstanding checks and deposits in transit.

**Custodial Credit Risk for Deposits**

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

**3. CAPITAL ASSETS**

Capital assets for the year ended June 30, 2016 consists of the following:

	<u>Beginning of Year 7/1/15</u>	<u>Additions</u>	<u>Deletions</u>	<u>End of Year 6/30/16</u>
Equipment	\$ 62,424	\$ -	\$ -	\$ 62,424
Accumulated depreciation	<u>(25,569)</u>	<u>(8,869)</u>	<u>-</u>	<u>(34,438)</u>
	36,855	(8,869)	-	27,986
Leasehold improvements	278,000	-	-	278,000
Accumulated depreciation	<u>(27,995)</u>	<u>(11,986)</u>	<u>-</u>	<u>(39,981)</u>
	<u>250,005</u>	<u>(11,986)</u>	<u>-</u>	<u>238,019</u>
Net Property and Equipment	<u>\$ 286,860</u>	<u>\$ (20,855)</u>	<u>\$ -</u>	<u>\$ 266,005</u>

Depreciation expense for the year ended June 30, 2016 \$20,855.

**CALIFORNIA STATE UNIVERSITY CHANNEL ISLANDS UNIVERSITY GLEN CORPORATION**  
**NOTES TO FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED JUNE 30, 2016**  
**(CONTINUED)**

**4. RELATED PARTY TRANSACTIONS**

University Glen Corporation has entered into certain transactions with the Campus and recognized auxiliary organizations of the Campus relating to commercial food services and payroll services reimbursement. The accompanying financial statements include all such transactions for the year ended June 30, 2016:

Related party receivables consist of the following:

	<u>June 30, 2016</u>
Associated Students of CSU Channel Islands, Inc.	\$ 50,228
CSU Channel Islands	392,361
CSU Channel Islands Foundation	6,411
CSU Channel Islands Site Authority	145,688
	<u>\$ 594,688</u>

Related party payables consist of the following:

	<u>June 30, 2016</u>
Associated Students of CSU Channel Islands, Inc.	\$ 7,511
CSU Channel Islands	141,079
CSU Channel Islands Site Authority	8,749
	<u>\$ 157,339</u>

**5. LONG-TERM LIABILITIES**

Long term liability activities for the year ended at June 30, 2016 consisted of the following:

	<u>Beginning Balance as of July 1, 2015</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance as of June 30, 2016</u>	<u>Current Portion</u>
Long-term liabilities:					
Accrued compensated absences	\$ 175,361	\$ 4,905	\$ -	\$ 180,266	\$ 16,548
Long-term debt obligations:					
Vehicle loan	8,021	-	(8,021)	-	-
Leasehold improvement loan	250,004	-	(11,985)	238,019	12,228
Total long-term debt obligations	258,025	-	(20,006)	238,019	12,228
Total long-term liabilities	<u>\$ 433,386</u>	<u>\$ 4,905</u>	<u>\$ (20,006)</u>	<u>\$ 418,285</u>	<u>\$ 28,776</u>

**CALIFORNIA STATE UNIVERSITY CHANNEL ISLANDS UNIVERSITY GLEN CORPORATION  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2016**

**5. LONG-TERM LIABILITIES – Continued**

Total interest expense paid on loans payable during the year ended June 30, 2016 was \$5,123.

Maturity for the leasehold improvements loan payable is as follows:

Year ended June 30,	
2017	\$ 12,228
2018	12,474
2019	12,726
2020	12,983
2021	13,245
Thereafter	<u>174,363</u>
	<u>\$ 238,019</u>

**6. RETIREMENT PLAN**

University Glen Corporation sponsors a 403(b) salary deferral plan whereby employees may contribute up to an amount as allowed under Internal Revenue Service regulations. The Plan covers all salaried, full-time, and benefitted employees beginning on the date of hire. University Glen Corporation provides 10% of an employee’s eligible compensation to the 403(b) plan. Total contribution expense for the year ended June 30, 2016 was \$135,825.

**7. CLASSIFICATION OF OPERATING EXPENSES**

University Glen Corporation has elected not to report operating expenses by functional classification in the statements of revenues, expenses, and changes in net position, but to provide the natural classification of those expenses as an additional disclosure. For the year ended June 30, 2016, operating expenses by natural classification consisted of the following:

Functional Classification:	<u>Salaries</u>	<u>Benefits</u>	<u>Fellowships</u>	<u>Supplies &amp; Services</u>	<u>Depreciation</u>	<u>Total</u>
Instruction	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Public service	1,891,158	421,968	-	1,137,193	20,507	3,470,826
Academic support	-	-	-	-	-	-
Student services	-	-	-	-	-	-
Institutional support	1,326,197	649,549	-	340,911	348	2,317,005
Operation and maintenance of plant	-	-	-	59,306	-	59,306
Student grants and scholarships	-	-	-	-	-	-
Total	<u>\$3,217,355</u>	<u>\$ 1,071,517</u>	<u>\$ -</u>	<u>\$1,537,410</u>	<u>\$ 20,855</u>	<u>\$5,847,137</u>

**CALIFORNIA STATE UNIVERSITY CHANNEL ISLANDS UNIVERSITY GLEN CORPORATION  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2016  
(CONTINUED)**

**8. TRANSACTIONS WITH RELATED PARTIES**

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

The accompanying financial statements also include the following transactions with the Associated Students, Inc., Foundation, and Site Authority as of and for the year ended June 30, 2016:

Payments to University for salaries of University personnel working on contracts, grants, and other programs	\$	-
Payments to Associated Students, Inc. for other than salaries of Associated Students, Inc. personnel		32,570
Payments to University for other than salaries of University personnel		700,070
Payments to Foundation for other than salaries of Foundation personnel		-
Payments to Site Authority for other than salaries of Site Authority personnel		187,754
Payments received from Associated Students, Inc. for services, space, and program		689,207
Payments received from University for services, space, and program		869,466
Payments received from Foundation for services, space, and program		46,452
Payments received from Site Authority for services, space, and program		1,496,241
Accounts receivable from Associated Students, Inc.		50,228
Accounts receivable from University		392,361
Accounts receivable from Foundation		6,411
Accounts receivable from Site Authority		145,688

**9. SUBSEQUENT EVENTS**

University Glen Corporation has evaluated events subsequent to June 30, 2016, to assess the need for potential recognition or disclosure in the financial statements. Such events were evaluated through September 15, 2016, 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. Effective July 1, 2016, University Glen Corporation changed its legal corporate name to CI Auxiliary Services, Inc. No other subsequent events occurred that require recognition or additional disclosure in the financial statements.

**SUPPLEMENTARY INFORMATION**

**CALIFORNIA STATE UNIVERSITY CHANNEL ISLANDS UNIVERSITY GLEN CORPORATION**  
**GASB SCHEDULE OF NET POSITION**  
**JUNE 30, 2016**

Assets:	
Current assets:	
Cash and cash equivalents	\$ 300,399
Short-term investments	—
Accounts receivable, net	596,770
Leases receivable, current portion	—
Notes receivable, current portion	—
Pledges receivable, net	—
Prepaid expenses and other current assets	122,864
Total current assets	1,020,033
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	266,005
Other assets	—
Total noncurrent assets	266,005
Total assets	1,286,038
Deferred outflows of resources:	
Unamortized loss on debt refunding	—
Net pension liability	—
Others	—
Total deferred outflows of resources	—
Liabilities:	
Current liabilities:	
Accounts payable	104,275
Accrued salaries and benefits	146,631
Accrued compensated absences, current portion	16,548
Unearned revenue	4,449
Capitalized lease obligations, current portion	—
Long-term debt obligations, current portion	12,228
Claims liability for losses and loss adjustment expenses, current portion	—
Depository accounts	—
Other liabilities	157,339
Total current liabilities	441,470
Noncurrent liabilities:	
Accrued compensated absences, net of current portion	163,718
Unearned revenue	—
Grants refundable	—
Capitalized lease obligations, net of current portion	—
Long-term debt obligations, net of current portion	225,791
Claims liability for losses and loss adjustment expenses, net of current portion	—
Depository accounts	—
Other postemployment benefits obligations	—
Net pension liability	—
Other liabilities	—
Total noncurrent liabilities	389,509
Total liabilities	830,979
Deferred inflows of resources:	
Service concession arrangements	—
Net pension liability	—
Unamortized gain on debt refunding	—
Nonexchange transactions	—
Others	—
Total deferred inflows of resources	—
Net Position:	
Net investment in capital assets	27,986
Restricted for:	
Nonexpendable – endowments	—
Expendable:	
Scholarships and fellowships	—
Research	—
Loans	—
Capital projects	—
Debt service	—
Others	—
Unrestricted	427,073
Total net position	\$ 455,059

**CALIFORNIA STATE UNIVERSITY CHANNEL ISLANDS UNIVERSITY GLEN CORPORATION  
 GASB SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN NET POSITION  
 FOR THE YEAR ENDED JUNE 30, 2016**

Revenues:

Operating revenues:		
Student tuition and fees (net of scholarship allowances of \$_____)	\$	—
Grants and contracts, noncapital:		
Federal		—
State		—
Local		—
Nongovernmental		—
Sales and services of educational activities		—
Sales and services of auxiliary enterprises (net of scholarship allowances of \$_____)		—
Other operating revenues		4,595,134
Total operating revenues		<u>4,595,134</u>

Expenses:

Operating expenses:		
Instruction		—
Research		—
Public service		3,450,319
Academic support		—
Student services		—
Institutional support		2,316,657
Operation and maintenance of plant		59,306
Student grants and scholarships		—
Auxiliary enterprise expenses		—
Depreciation and amortization		20,855
Total operating expenses		<u>5,847,137</u>
Operating income (loss)		<u>(1,252,003)</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		704
Endowment income (loss), net		—
Interest expense		(5,123)
Other nonoperating revenues (expenses)		1,546,338

Net nonoperating revenues (expenses)		<u>1,541,919</u>
--------------------------------------	--	------------------

Income (loss) before other revenues (expenses)		289,916
--	--	---------

State appropriations, capital		—
Grants and gifts, capital		—
Additions (reductions) to permanent endowments		—
Increase (decrease) in net position		<u>289,916</u>

Net position:

Net position at beginning of year, as previously reported		165,143
Restatements		—
Net position at beginning of year, as restated		<u>165,143</u>
Net position at end of year	\$	<u>455,059</u>

**CALIFORNIA STATE UNIVERSITY CHANNEL ISLANDS UNIVERSITY GLEN CORPORATION  
OTHER INFORMATION  
FOR THE YEAR ENDED JUNE 30, 2016**

<b>1</b>	<b>Restricted cash and cash equivalents at June 30, 2016:</b>		
	Portion of restricted cash and cash equivalents related to endowments	\$	—
	All other restricted cash and cash equivalents		—
			<hr/>
	Total restricted cash and cash equivalents	\$	<hr/> —



**CALIFORNIA STATE UNIVERSITY CHANNEL ISLANDS UNIVERSITY GLEN CORPORATION  
OTHER INFORMATION  
FOR THE YEAR ENDED JUNE 30, 2016  
(CONTINUED)**

**2.2 Investments held by the University under contractual agreements at June 30, 2016:**

Portion of investments in note 2.1 held by the University under contractual agreements at June 30, 2016 :

— — — — — — — —

**2.3 Restricted current investments at June 30, 2016 related to:**

	Amount
Add description	—
<b>Total restricted current investments at June 30, 2016</b>	—

**2.4 Restricted noncurrent investments at June 30, 2016 related to:**

	Amount
Endowment investment	—
Add description	—
<b>Total restricted noncurrent investments at June 30, 2016</b>	—

**CALIFORNIA STATE UNIVERSITY CHANNEL ISLANDS UNIVERSITY GLEN CORPORATION**  
**OTHER INFORMATION**  
**FOR THE YEAR ENDED JUNE 30, 2016**  
**(CONTINUED)**

**2.5 Fair value hierarchy in investments at June 30, 2016:**

	Total	Fair Value Measurements Using			Net Asset Value (NAV)
		Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)	
State of California Surplus Money Investment Fund (SMIF)	\$ —	—	—	—	—
State of California Local Agency Investment Fund (LAIF)	—	—	—	—	—
Corporate bonds	—	—	—	—	—
Certificates of deposit	—	—	—	—	—
Mutual funds	—	—	—	—	—
Money Market funds	—	—	—	—	—
Repurchase agreements	—	—	—	—	—
Commercial paper	—	—	—	—	—
Asset backed securities	—	—	—	—	—
Mortgage backed securities	—	—	—	—	—
Municipal bonds	—	—	—	—	—
U.S. agency securities	—	—	—	—	—
U.S. treasury securities	—	—	—	—	—
Equity securities	—	—	—	—	—
Exchange traded funds (ETFs)	—	—	—	—	—
Alternative investments:					
Private equity (including limited partnerships)	—	—	—	—	—
Hedge funds	—	—	—	—	—
Managed futures	—	—	—	—	—
Real estate investments (including REITs)	—	—	—	—	—
Commodities	—	—	—	—	—
Derivatives	—	—	—	—	—
Other alternative investment types	—	—	—	—	—
Other external investment pools (excluding SWIFT)					
Add description	—	—	—	—	—
Add description	—	—	—	—	—
Add description	—	—	—	—	—
Add description	—	—	—	—	—
Add description	—	—	—	—	—
Add description	—	—	—	—	—
Other major investments:					
Add description	—	—	—	—	—
Add description	—	—	—	—	—
Add description	—	—	—	—	—
Add description	—	—	—	—	—
Add description	—	—	—	—	—
Add description	—	—	—	—	—
<b>Total investments</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>

**CALIFORNIA STATE UNIVERSITY CHANNEL ISLANDS UNIVERSITY GLEN CORPORATION**  
**OTHER INFORMATION**  
**FOR THE YEAR ENDED JUNE 30, 2016**  
**(CONTINUED)**

**3.1 Composition of capital assets at June 30, 2016:**

	Balance June 30, 2015	Prior period Adjustments	Reclassifications	Balance June 30, 2015 (restated)	Additions	Reductions	Transfers of Completed CWIP	Balance June 30, 2016
Nondepreciable/nonamortizable capital assets:								
Land and land improvements	\$ —	—	—	—	—	—	—	—
Works of art and historical treasures	—	—	—	—	—	—	—	—
Construction work in progress (CWIP)	—	—	—	—	—	—	—	—
Intangible assets:								
Rights and easements	—	—	—	—	—	—	—	—
Patents, copyrights and trademarks	—	—	—	—	—	—	—	—
Internally generated intangible assets in progress	—	—	—	—	—	—	—	—
Licenses and permits	—	—	—	—	—	—	—	—
Other intangible assets:								
Add description	—	—	—	—	—	—	—	—
Add description	—	—	—	—	—	—	—	—
Add description	—	—	—	—	—	—	—	—
Add description	—	—	—	—	—	—	—	—
Add description	—	—	—	—	—	—	—	—
Total intangible assets	—	—	—	—	—	—	—	—
Total nondepreciable/nonamortizable capital assets	—	—	—	—	—	—	—	—
Depreciable/amortizable capital assets:								
Buildings and building improvements	—	—	—	—	—	—	—	—
Improvements, other than buildings	—	—	—	—	—	—	—	—
Infrastructure	—	—	—	—	—	—	—	—
Leasehold improvements	278,000	—	—	278,000	—	—	—	278,000
Personal property:								
Equipment	62,424	—	—	62,424	—	—	—	62,424
Library books and materials	—	—	—	—	—	—	—	—
Intangible assets:								
Software and websites	—	—	—	—	—	—	—	—
Rights and easements	—	—	—	—	—	—	—	—
Patents, copyright and trademarks	—	—	—	—	—	—	—	—
Licenses and permits	—	—	—	—	—	—	—	—
Other intangible assets:								
Add description	—	—	—	—	—	—	—	—
Add description	—	—	—	—	—	—	—	—
Add description	—	—	—	—	—	—	—	—
Add description	—	—	—	—	—	—	—	—
Add description	—	—	—	—	—	—	—	—
Total intangible assets	—	—	—	—	—	—	—	—
Total depreciable/amortizable capital assets	340,424	—	—	340,424	—	—	—	340,424
Total capital assets	340,424	—	—	340,424	—	—	—	340,424

**CALIFORNIA STATE UNIVERSITY CHANNEL ISLANDS UNIVERSITY GLEN CORPORATION**  
**OTHER INFORMATION**  
**FOR THE YEAR ENDED JUNE 30, 2016**  
**(CONTINUED)**

Less accumulated depreciation/amortization:								
Buildings and building improvements	—	—	—	—	—	—	—	—
Improvements, other than buildings	—	—	—	—	—	—	—	—
Infrastructure	—	—	—	—	—	—	—	—
Leasehold improvements	(27,995)	—	—	(27,995)	(11,986)	—	—	(39,981)
Personal property:								
Equipment	(25,569)	—	—	(25,569)	(8,869)	—	—	(34,438)
Library books and materials	—	—	—	—	—	—	—	—
Intangible assets:								
Software and websites	—	—	—	—	—	—	—	—
Rights and easements	—	—	—	—	—	—	—	—
Patents, copyright and trademarks	—	—	—	—	—	—	—	—
Licenses and permits	—	—	—	—	—	—	—	—
Other intangible assets:								
Add description	—	—	—	—	—	—	—	—
Add description	—	—	—	—	—	—	—	—
Add description	—	—	—	—	—	—	—	—
Add description	—	—	—	—	—	—	—	—
Add description	—	—	—	—	—	—	—	—
Total intangible assets	—	—	—	—	—	—	—	—
Total accumulated depreciation/amortization	<u>(53,564)</u>	<u>—</u>	<u>—</u>	<u>(53,564)</u>	<u>(20,855)</u>	<u>—</u>	<u>—</u>	<u>(74,419)</u>
Total capital assets, net	<u>\$ 286,860</u>	<u>—</u>	<u>—</u>	<u>286,860</u>	<u>(20,855)</u>	<u>—</u>	<u>—</u>	<u>266,005</u>

**3.2 Detail of depreciation and amortization expense for the year ended June 30, 2016:**

Depreciation and amortization expense related to capital assets	\$ 20,855
Amortization expense related to other assets	<u>—</u>
Total depreciation and amortization	<u>\$ 20,855</u>

**CALIFORNIA STATE UNIVERSITY CHANNEL ISLANDS UNIVERSITY GLEN CORPORATION**  
**OTHER INFORMATION**  
**FOR THE YEAR ENDED JUNE 30, 2016**  
**(CONTINUED)**

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

	Balance June 30, 2015	Prior period adjustments	Reclassifications	Balance June 30, 2015 (restated)	Additions	Reductions	Balance June 30, 2016	Current portion	Long-term portion
Accrued compensated absences	\$ 175,361	—	—	175,361	4,905	—	180,266	16,548	163,718
Claims liability for losses and loss adjustment expenses	—	—	—	—	—	—	—	—	—
Capitalized lease obligations:									
Gross balance	—	—	—	—	—	—	—	—	—
Unamortized premium / (discount) on capitalized lease obligations	—	—	—	—	—	—	—	—	—
Total capitalized lease obligations	—	—	—	—	—	—	—	—	—
Long-term debt obligations:									
Auxiliary revenue bonds	—	—	—	—	—	—	—	—	—
Commercial paper	—	—	—	—	—	—	—	—	—
Notes payable related to SRB	—	—	—	—	—	—	—	—	—
Others: (list by type)									
Vehicle loan	8,021	—	—	8,021	—	(8,021)	—	—	—
Loan payable to ASI for leasehold improvements	250,004	—	—	250,004	—	(11,985)	238,019	12,228	225,791
Add description	—	—	—	—	—	—	—	—	—
Add description	—	—	—	—	—	—	—	—	—
Add description	—	—	—	—	—	—	—	—	—
Add description	—	—	—	—	—	—	—	—	—
Total long-term debt obligations	258,025	—	—	258,025	—	(20,006)	238,019	12,228	225,791
Unamortized bond premium / (discount)	—	—	—	—	—	—	—	—	—
Total long-term debt obligations, net	258,025	—	—	258,025	—	(20,006)	238,019	12,228	225,791
Total long-term liabilities	\$ 433,386	—	—	433,386	4,905	(20,006)	418,285	28,776	389,509

**CALIFORNIA STATE UNIVERSITY CHANNEL ISLANDS UNIVERSITY GLEN CORPORATION**  
**OTHER INFORMATION**  
**FOR THE YEAR ENDED JUNE 30, 2016**  
**(CONTINUED)**

5 Future minimum lease payments - capitalized lease obligations:

	Capitalized lease obligations related to SRB			All other capitalized lease obligations			Total capitalized 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:									
2017	—	—	—	—	—	—	—	—	—
2018	—	—	—	—	—	—	—	—	—
2019	—	—	—	—	—	—	—	—	—
2020	—	—	—	—	—	—	—	—	—
2021	—	—	—	—	—	—	—	—	—
2022 - 2026	—	—	—	—	—	—	—	—	—
2027 - 2031	—	—	—	—	—	—	—	—	—
2032 - 2036	—	—	—	—	—	—	—	—	—
2037 - 2041	—	—	—	—	—	—	—	—	—
2042 - 2046	—	—	—	—	—	—	—	—	—
2047 - 2051	—	—	—	—	—	—	—	—	—
2052 - 2056	—	—	—	—	—	—	—	—	—
2057 - 2061	—	—	—	—	—	—	—	—	—
2062 - 2066	—	—	—	—	—	—	—	—	—
Total minimum lease payments	—	—	—	—	—	—	—	—	—
Less amounts representing interest									—
Present value of future minimum lease payments									—
Unamortized net premium (discount)									—
Total capitalized lease obligations									—
Less: current portion									—
<b>Capitalized lease obligation, net of current portion</b>									<b>\$ —</b>

**CALIFORNIA STATE UNIVERSITY CHANNEL ISLANDS UNIVERSITY GLEN CORPORATION**  
**OTHER INFORMATION**  
**FOR THE YEAR ENDED JUNE 30, 2016**  
**(CONTINUED)**

6 Long-term debt obligation schedule

	Auxiliary revenue bonds			All other long-term debt obligations			Total long-term debt 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:									
2017	\$ —	—	—	12,228	4,649	16,877	12,228	4,649	16,877
2018	—	—	—	12,474	4,402	16,876	12,474	4,402	16,876
2019	—	—	—	12,726	4,150	16,876	12,726	4,150	16,876
2020	—	—	—	12,983	3,893	16,876	12,983	3,893	16,876
2021	—	—	—	13,245	3,631	16,876	13,245	3,631	16,876
2022 - 2026	—	—	—	174,363	21,121	195,484	174,363	21,121	195,484
2027 - 2031	—	—	—	—	—	—	—	—	—
2032 - 2036	—	—	—	—	—	—	—	—	—
2037 - 2041	—	—	—	—	—	—	—	—	—
2042 - 2046	—	—	—	—	—	—	—	—	—
2047 - 2051	—	—	—	—	—	—	—	—	—
2052 - 2056	—	—	—	—	—	—	—	—	—
2057 - 2061	—	—	—	—	—	—	—	—	—
2062 - 2066	—	—	—	—	—	—	—	—	—
Total minimum payments	—	—	—	238,019	41,846	279,865	238,019	41,846	279,865
Less amounts representing interest									(41,846)
Present value of future minimum payments									238,019
Unamortized net premium (discount)									—
Total long-term debt obligations									238,019
Less: current portion									(12,228)
<b>Long-term debt obligations, net of current portion</b>									<b>\$ 225,791</b>



**CALIFORNIA STATE UNIVERSITY CHANNEL ISLANDS UNIVERSITY GLEN CORPORATION**  
**OTHER INFORMATION**  
**FOR THE YEAR ENDED JUNE 30, 2016**  
**(CONTINUED)**

**8 Transactions with related entities**

	<b>Amount</b>
Payments to University for salaries of University personnel working on contracts, grants, and other programs	\$ —
Payments to University for other than salaries of University personnel	700,070
Payments received from University for services, space, and programs	869,466
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)	(141,079)
Other amounts (payable to) University (enter as negative number)	—
Accounts receivable from University	392,361
Other amounts receivable from University	—

**CALIFORNIA STATE UNIVERSITY CHANNEL ISLANDS UNIVERSITY GLEN CORPORATION  
OTHER INFORMATION  
FOR THE YEAR ENDED JUNE 30, 2016  
(CONTINUED)**

**9 Other postemployment benefits obligation (OPEB)**

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

**CALIFORNIA STATE UNIVERSITY CHANNEL ISLANDS UNIVERSITY GLEN CORPORATION  
OTHER INFORMATION  
FOR THE YEAR ENDED JUNE 30, 2016  
(CONTINUED)**

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

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

**CALIFORNIA STATE UNIVERSITY CHANNEL ISLANDS UNIVERSITY GLEN CORPORATION**  
**OTHER INFORMATION**  
**FOR THE YEAR ENDED JUNE 30, 2016**  
**(CONTINUED)**

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

	Net Position Class	Amount Dr. (Cr.)
Net position as of June 30, 2015, as previously reported	\$	165,143
Prior period adjustments:		
1 (list description of each adjustment)		—
2 (list description of each adjustment)		—
3 (list description of each adjustment)		—
4 (list description of each adjustment)		—
5 (list description of each adjustment)		—
6 (list description of each adjustment)		—
7 (list description of each adjustment)		—
8 (list description of each adjustment)		—
9 (list description of each adjustment)		—
10 (list description of each adjustment)		—
Net position as of June 30, 2015, as restated	\$	165,143

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