

CALIFORNIA STATE UNIVERSITY, SAN BERNARDINO

Statement of Net Position

June 30, 2013

	Assets	Campus	Discretely presented component units	Total
Current assets:				
Cash and cash equivalents		\$ 17,000	4,699,000	4,716,000
Short-term investments		82,106,000	13,850,000	95,956,000
Accounts receivable, net		2,492,000	3,633,000	6,125,000
Leases receivable, current portion		—	—	—
Notes receivable, current portion		—	—	—
Pledges receivable, net		—	240,000	240,000
Prepaid expenses and other assets		1,288,000	53,000	1,341,000
Total current assets		<u>85,903,000</u>	<u>22,475,000</u>	<u>108,378,000</u>
Noncurrent assets:				
Restricted cash and cash equivalents		—	—	—
Accounts receivable, net		1,960,000	—	1,960,000
Leases receivable, net of current portion		—	—	—
Notes receivable, net of current portion		—	—	—
Student loans receivable, net		1,047,000	—	1,047,000
Pledges receivable, net		—	444,000	444,000
Endowment investments		—	21,313,000	21,313,000
Other long-term investments		—	4,967,000	4,967,000
Capital assets, net		332,449,000	6,461,000	338,910,000
Other assets		—	8,000	8,000
Total noncurrent assets		<u>335,456,000</u>	<u>33,193,000</u>	<u>368,649,000</u>
Total assets		<u>421,359,000</u>	<u>55,668,000</u>	<u>477,027,000</u>
	Deferred Outflows of Resources			
Deferred outflows of resources		<u>800,000</u>	—	<u>800,000</u>
	Liabilities			
Current liabilities:				
Accounts payable		2,236,000	1,852,000	4,088,000
Accrued salaries and benefits payable		9,455,000	474,000	9,929,000
Accrued compensated absences, current portion		4,797,000	112,000	4,909,000
Unearned revenue		5,242,000	—	5,242,000
Capitalized lease obligations, current portion		—	—	—
Long-term debt obligations, current portion		3,754,000	—	3,754,000
Claims liability for losses and loss adjustment expenses, current portion		—	—	—
Depository accounts, current portion		—	—	—
Other liabilities		2,856,000	1,424,000	4,280,000
Total current liabilities		<u>28,340,000</u>	<u>3,862,000</u>	<u>32,202,000</u>
Noncurrent liabilities:				
Accrued compensated absences, net of current portion		3,003,000	159,000	3,162,000
Unearned revenue		—	499,000	499,000
Grants refundable		1,538,000	—	1,538,000
Capitalized lease obligations, net of current portion		—	—	—
Long-term debt obligations, net of current portion		109,678,000	—	109,678,000
Claims liability for losses and loss adjustment expenses, net of current portion		—	—	—
Depository accounts		170,000	—	170,000
Other postemployment benefits obligation		2,773,000	7,938,000	10,711,000
Other liabilities		—	1,770,000	1,770,000
Total noncurrent liabilities		<u>117,162,000</u>	<u>10,366,000</u>	<u>127,528,000</u>
Total liabilities		<u>145,502,000</u>	<u>14,228,000</u>	<u>159,730,000</u>
	Deferred Inflows of Resources			
Deferred inflows of resources		—	—	—
	Net Position			
Net position:				
Net investment in capital assets		220,613,000	6,461,000	227,074,000
Restricted for:				
Nonexpendable – endowments		—	17,956,000	17,956,000
Expendable:				
Scholarships and fellowships		424,000	4,539,000	4,963,000
Research		—	—	—
Loans		560,000	—	560,000
Capital projects		1,031,000	—	1,031,000
Debt service		—	—	—
Other		—	6,394,000	6,394,000
Unrestricted		54,029,000	6,090,000	60,119,000
Total net position		<u>\$ 276,657,000</u>	<u>41,440,000</u>	<u>318,097,000</u>

See accompanying independent auditors' report.

CALIFORNIA STATE UNIVERSITY, SAN BERNARDINO

Statement of Revenues, Expenses, and Changes in Net Position

Year ended June 30, 2013

	<u>Campus</u>	<u>Discretely presented component units</u>	<u>Eliminations</u>	<u>Total</u>
Revenues:				
Operating revenues:				
Student tuition and fees (net of scholarship allowances of \$47,039,000)	\$ 85,314,000	1,626,000	—	86,940,000
Grants and contracts, noncapital:				
Federal	—	14,407,000	—	14,407,000
State	—	6,605,000	—	6,605,000
Local	—	—	—	—
Nongovernmental	—	625,000	—	625,000
Sales and services of educational activities	344,000	—	—	344,000
Sales and services of auxiliary enterprises (net of scholarship allowances of \$0)	14,959,000	4,484,000	—	19,443,000
Other operating revenues	6,443,000	2,200,000	—	8,643,000
Total operating revenues	<u>107,060,000</u>	<u>29,947,000</u>	<u>—</u>	<u>137,007,000</u>
Expenses:				
Operating expenses:				
Instruction	81,330,000	1,268,000	—	82,598,000
Research	447,000	8,280,000	—	8,727,000
Public service	1,312,000	5,488,000	—	6,800,000
Academic support	19,012,000	501,000	—	19,513,000
Student services	22,834,000	9,014,000	(553,000)	31,295,000
Institutional support	27,287,000	3,805,000	—	31,092,000
Operation and maintenance of plant	19,539,000	—	—	19,539,000
Student grants and scholarships	56,172,000	1,666,000	553,000	58,391,000
Auxiliary enterprise expenses	7,997,000	2,409,000	—	10,406,000
Depreciation and amortization	18,656,000	498,000	—	19,154,000
Total operating expenses	<u>254,586,000</u>	<u>32,929,000</u>	<u>—</u>	<u>287,515,000</u>
Operating loss	<u>(147,526,000)</u>	<u>(2,982,000)</u>	<u>—</u>	<u>(150,508,000)</u>
Nonoperating revenues (expenses):				
State appropriations, noncapital	72,303,000	—	—	72,303,000
Federal financial aid grants, noncapital	44,481,000	—	—	44,481,000
State financial aid grants, noncapital	22,654,000	—	—	22,654,000
Local financial aid grants, noncapital	—	—	—	—
Nongovernmental and other financial aid grants, noncapital	—	—	—	—
Other federal nonoperating grants, noncapital	88,000	—	—	88,000
Gifts, noncapital	82,000	1,876,000	—	1,958,000
Investment income net	662,000	533,000	—	1,195,000
Endowment income	—	2,273,000	—	2,273,000
Interest expense	(5,879,000)	—	—	(5,879,000)
Other nonoperating revenues (expenses)	1,975,000	(1,168,000)	2,014,000	2,821,000
Net nonoperating revenues	<u>136,366,000</u>	<u>3,514,000</u>	<u>2,014,000</u>	<u>141,894,000</u>
Income (loss) before other revenues and expenses	<u>(11,160,000)</u>	<u>532,000</u>	<u>2,014,000</u>	<u>(8,614,000)</u>
State appropriations, capital	—	—	—	—
Grants and gifts, capital	2,100,000	—	(2,014,000)	86,000
Additions to permanent endowments	—	442,000	—	442,000
Increase (decrease) in net position	<u>(9,060,000)</u>	<u>974,000</u>	<u>—</u>	<u>(8,086,000)</u>
Net position:				
Net position at beginning of year, as previously reported	285,717,000	40,466,000	—	326,183,000
Restatements	—	—	—	—
Net position at beginning of year, as restated	<u>285,717,000</u>	<u>40,466,000</u>	<u>—</u>	<u>326,183,000</u>
Net position at end of year	\$ <u>276,657,000</u>	<u>41,440,000</u>	<u>—</u>	<u>318,097,000</u>

See accompanying independent auditors' report.

CALIFORNIA STATE UNIVERSITY, SAN BERNARDINO

Statement of Cash Flows

Year ended June 30, 2013

	<u>Campus</u>
Cash flows from operating activities:	
Student tuition and fees	\$ 84,516,000
Federal grants and contracts	—
State grants and contracts	—
Local grants and contracts	—
Nongovernmental grants and contracts	—
Payments to suppliers	(33,729,000)
Payments to employees	(147,206,000)
Payments to students	(56,172,000)
Collections of student loans	—
Sales and services of educational activities	344,000
Sales and services of auxiliary enterprises	14,987,000
Other receipts	<u>6,612,000</u>
Net cash used in operating activities	<u>(130,648,000)</u>
Cash flows from noncapital financing activities:	
State appropriations	72,303,000
Federal financial aid grants	44,646,000
State financial aid grants	22,654,000
Nongovernmental and other financial aid grants	—
Other federal nonoperating grants	87,000
Gifts and grants received for other than capital purposes	82,000
Federal loan program receipts	150,000
Federal loan program disbursements	(154,000)
Monies received on behalf of others	—
Monies disbursed on behalf of others	—
Other noncapital financing activities	<u>2,046,000</u>
Net cash provided by noncapital financing activities	<u>141,814,000</u>
Cash flows from capital and related financing activities:	
Proceeds from capital debt	6,746,000
State appropriations	2,916,000
Capital grants and gifts	86,000
Proceeds from sale of capital assets	—
Acquisition of capital assets	(4,146,000)
Issuance of notes receivable	—
Transfers to escrow agent	(6,709,000)
Principal paid on capital debt and leases	(7,851,000)
Interest paid on capital debt and leases	(4,938,000)
Principal payments received on capital leases receivable	—
Interest payments received on capital leases receivable	—
Principal payments received on notes receivable	—
Interest payments received on notes receivable	<u>—</u>
Net cash used in capital and related financing activities	<u>(13,896,000)</u>

CALIFORNIA STATE UNIVERSITY, SAN BERNARDINO

Statement of Cash Flows

Year ended June 30, 2013

	<u>Campus</u>
Cash flows from investing activities:	
Proceeds from sales and maturities of investments	\$ 300,230,000
Purchases of investments	(298,249,000)
Investment income proceeds	<u>748,000</u>
Net cash provided by investing activities	<u>2,729,000</u>
Net decrease in cash and cash equivalents	(1,000)
Cash and cash equivalents at beginning of year	<u>18,000</u>
Cash and cash equivalents at end of year	\$ <u><u>17,000</u></u>
Summary of cash and cash equivalents at end of year:	
Cash and cash equivalents	\$ 17,000
Restricted cash and cash equivalents	<u>—</u>
Total cash and cash equivalents at end of year	\$ <u><u>17,000</u></u>
Reconciliation of operating loss to net cash used in operating activities:	
Operating loss	\$ (147,526,000)
Adjustments to reconcile operating loss to net cash used in operating activities:	
Depreciation and amortization	18,656,000
Change in assets and liabilities:	
Accounts receivable, net	52,000
Student loans receivable, net	—
Prepaid expenses and other assets	(29,000)
Accounts payable	(523,000)
Accrued salaries and benefits	284,000
Accrued compensated absences	(1,130,000)
Unearned revenue	(741,000)
Depository accounts	—
Other postemployment benefits obligation	644,000
Other liabilities	<u>(335,000)</u>
Net cash used in operating activities	\$ <u><u>(130,648,000)</u></u>
Supplemental schedule of noncash transactions:	
Contributed capital assets	\$ 2,014,000
Change in accrued capital asset purchases	(105,000)
Amortization of bond premium and discount	(384,000)
Amortization of loss on debt refundings	(446,000)
Capital assets paid by the Office of the Chancellor	86,000

See accompanying independent auditors' report.