



MATSON  
& ISOM

THE CSU, CHICO  
RESEARCH FOUNDATION

**Chico, California**

FINANCIAL STATEMENTS AND  
SUPPLEMENTARY INFORMATION WITH  
INDEPENDENT AUDITORS' REPORTS

**June 30, 2013 and 2012**

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## INDEPENDENT AUDITORS' REPORT

To the Board of Directors  
The CSU, Chico Research Foundation  
Chico, California

### **Report on the Financial Statements**

We have audited the accompanying financial statements of the business-type activities of The CSU, Chico Research Foundation (the Research Foundation), as of and for the years ended June 30, 2013 and 2012, and the related notes to the financial statements, which collectively comprise the Research Foundation'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 audits in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audits to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Research Foundation'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 Research Foundation'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 the business-type activities of the Research Foundation, as of June 30, 2013 and 2012, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

### ***Emphasis of a Matter***

As explained in note 1, the financial statements include investments valued at \$1,343,713 (5.05% of net position) and \$1,163,377 (4.53% of net position) as of June 30, 2013 and 2012, respectively, and whose fair values have been estimated by the Research Foundation in the absence of readily determinable fair values. The Research Foundation's estimates are based on information provided by the fund managers.

## INDEPENDENT AUDITORS' REPORT

Continued

### *Other Matters*

#### *Required Supplementary Information*

Management has omitted management's discussion and analysis (MD&A) that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing 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. Our opinion on the basic financial statements is not affected by this missing information.

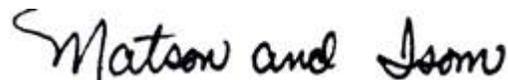
#### *Other Information*

Our audits were conducted for the purpose of forming an opinion on the financial statements that collectively comprise the Research Foundation's basic financial statements. The accompanying schedule of expenditures of federal awards and the financial information listed as supplementary information in the table of contents are presented for purposes of additional analysis as required by the U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*; the California State University Chancellor's Office; or by management; and are not a required part of the basic financial statements.

The supplementary information is the responsibility of management and was derived from and relates 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 supplementary information is fairly stated in all material respects in relation to the financial statements as a whole.

### **Other Reporting Required by Government Auditing Standards**

In accordance with *Government Auditing Standards*, we have also issued our report dated September 20, 2013, on our consideration of the Research Foundation's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Research Foundation's internal control over financial reporting and compliance.



September 20, 2013  
Chico, California

**FINANCIAL SECTION**

# STATEMENTS OF NET POSITION

*The CSU, Chico  
Research Foundation*

| June 30   | 2013                 | 2012                 |
|---|----------------------|----------------------|
| <b>ASSETS</b>   |                      |                      |
| <b>CURRENT ASSETS</b>                                 |                      |                      |
| Cash and cash equivalents                             | \$ 687,215           | \$ 1,396,204         |
| Short-term investments                                | 9,257,453            | 7,526,656            |
| Accounts receivable - net                             | 8,380,780            | 7,683,710            |
| Prepaid expenses and other assets                     | 487,722              | 483,587              |
| <b>Total Current Assets</b>                           | <b>18,813,170</b>    | <b>17,090,157</b>    |
| <b>NONCURRENT ASSETS</b>                              |                      |                      |
| Notes receivable                                      | 95,457               | 71,130               |
| Other long-term investment                            | 16,500               | 16,500               |
| Capital assets - net                                  | 15,276,206           | 15,829,264           |
| Other assets  | 731,302              | 685,575              |
| <b>Total Noncurrent Assets</b>                        | <b>16,119,465</b>    | <b>16,602,469</b>    |
| <b>Total Assets</b>                                   | <b>34,932,635</b>    | <b>33,692,626</b>    |
| <b>LIABILITIES</b>                                    |                      |                      |
| <b>CURRENT LIABILITIES</b>                            |                      |                      |
| Accounts payable                                      | 1,331,892            | 1,138,090            |
| Accrued salaries and benefits payable                 | 917,847              | 882,952              |
| Accrued compensated absences                          | 54,125               | 52,234               |
| Unearned revenue                                      | 1,625                | 1,600                |
| Long-term debt obligations - current portion          | 680,573              | 635,300              |
| Other current liabilities                             | 37,128               | 35,540               |
| <b>Total Current Liabilities</b>                      | <b>3,023,190</b>     | <b>2,745,716</b>     |
| <b>NONCURRENT LIABILITIES</b>                         |                      |                      |
| Accrued compensated absences - net of current portion | 23,393               | 20,951               |
| Long-term debt obligations - current portion          | 4,159,789            | 4,188,971            |
| Depository accounts                                   | 7,150                | 9,925                |
| Other postemployment benefits obligation              | 557,412              | 552,934              |
| Other long-term liabilities                           | 557,511              | 503,867              |
| <b>Total Noncurrent Liabilities</b>                   | <b>5,305,255</b>     | <b>5,276,648</b>     |
| <b>Total Liabilities</b>                              | <b>8,328,445</b>     | <b>8,022,364</b>     |
| <b>NET POSITION</b>                                   |                      |                      |
| Net investment in capital assets                      | 10,769,654           | 11,340,024           |
| Restricted for:                                       |                      |                      |
| Expendable:   |                      |                      |
| Research  | 1,130,130            | 1,093,883            |
| Loans   | 50,101               | 50,101               |
| Other   | 868,341              | 734,836              |
| Unrestricted  | 13,785,964           | 12,451,418           |
| <b>Total Net Position</b>                             | <b>\$ 26,604,190</b> | <b>\$ 25,670,262</b> |

*The accompanying notes are an integral part of these financial statements.*

**STATEMENTS OF REVENUES, EXPENSES,  
AND CHANGES IN NET POSITION**

*The CSU, Chico  
Research Foundation*

| Years Ended June 30  | <b>2013</b>          | <b>2012</b>          |
|--|----------------------|----------------------|
| <b>REVENUES</b>  |                      |                      |
| OPERATING REVENUES   |                      |                      |
| Grants and contracts - noncapital:                               |                      |                      |
| Federal  | \$ 21,878,434        | \$ 20,762,465        |
| State  | 3,334,863            | 4,046,276            |
| Local  | 1,341,541            | 1,852,643            |
| Nongovernmental  | 2,386,100            | 2,656,068            |
| Sales and services of educational activities                     | 2,689,393            | 2,146,812            |
| Sales and services of auxiliary enterprises                      | 4,510,379            | 4,466,642            |
| Other operating revenues   | 4,457,515            | 4,802,115            |
| <b>Total Operating Revenues</b>                                  | <b>40,598,225</b>    | <b>40,733,021</b>    |
| <b>EXPENSES</b>  |                      |                      |
| OPERATING EXPENSES   |                      |                      |
| Instruction  | 4,030,525            | 3,442,656            |
| Research   | 2,618,693            | 2,288,175            |
| Public service   | 22,546,504           | 22,327,664           |
| Academic support   | 4,174,694            | 5,384,354            |
| Student services   | 1,549,257            | 1,575,111            |
| Institutional support  | 2,347,007            | 2,569,161            |
| Operation and maintenance of plant                               | 279,526              | 312,860              |
| Student grants and scholarships                                  | 53,641               | 140,658              |
| Auxiliary enterprises expenditures                               | 2,132,611            | 1,796,882            |
| Depreciation and amortization                                    | 1,175,404            | 1,051,820            |
| <b>Total Operating Expenses</b>                                  | <b>40,907,862</b>    | <b>40,889,341</b>    |
| <b>Net Operating Loss</b>  | <b>(309,637)</b>     | <b>(156,320)</b>     |
| NONOPERATING REVENUES (EXPENSES)                                 |                      |                      |
| Investment income - net  | 271,695              | 74,038               |
| Interest expense   | (188,427)            | (197,111)            |
| Other nonoperating revenue                                       | 901,497              | 1,323,626            |
| <b>Net Nonoperating Revenues</b>                                 | <b>984,765</b>       | <b>1,200,553</b>     |
| <b>Income Before Other Additions</b>                             | <b>675,128</b>       | <b>1,044,233</b>     |
| Grants and gifts - capital                                       | 258,800              | 296,229              |
| <b>Increase in Net Position</b>                                  | <b>933,928</b>       | <b>1,340,462</b>     |
| <b>Net Position - Beginning of Year - as Previously Reported</b> | <b>25,670,262</b>    | <b>23,535,172</b>    |
| <b>Recognize Receipt of Capital Gift</b>                         | <b>-</b>             | <b>794,628</b>       |
| <b>Net Position - Beginning of Year - as Restated</b>            | <b>25,670,262</b>    | <b>24,329,800</b>    |
| <b>Net Position - End of Year</b>                                | <b>\$ 26,604,190</b> | <b>\$ 25,670,262</b> |

*The accompanying notes are an integral part of these financial statements.*

# STATEMENTS OF CASH FLOWS

*The CSU, Chico*  
*Research Foundation*  
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| Years Ended June 30  | 2013               | 2012                |
|--|--------------------|---------------------|
| <b>CASH FLOWS FROM OPERATING ACTIVITIES</b>                        |                    |                     |
| Federal grants and contracts                                       | \$ 20,191,040      | \$ 20,955,123       |
| State grants and contracts   | 3,613,706          | 3,859,158           |
| Local grants and contracts   | 1,485,140          | 1,996,439           |
| Nongovernmental grants and contracts                               | 2,552,018          | 2,225,994           |
| Payments to suppliers  | (20,318,116)       | (22,639,558)        |
| Payments to employees  | (19,085,869)       | (17,982,485)        |
| Payments to students   | (95,100)           | (269,650)           |
| Sales and services of educational activities                       | 2,560,175          | 2,248,948           |
| Sales and services of auxiliary enterprises                        | 4,519,611          | 4,399,943           |
| Other receipts   | 4,986,940          | 5,000,341           |
| <b>Net Cash Provided (Used) by Operating Activities</b>            | <b>409,545</b>     | <b>(205,747)</b>    |
| <b>CASH FLOWS FROM NONCAPITAL AND RELATED FINANCING ACTIVITIES</b> |                    |                     |
| Other  | 683,637            | 1,259,560           |
| <b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>    |                    |                     |
| Capital grants and gifts   | 258,800            | 296,229             |
| Proceeds from sales of capital assets                              | 314,415            | 636,968             |
| Acquisitions of capital assets                                     | (718,901)          | (1,181,236)         |
| Proceeds from capital debt   | 201,364            | -                   |
| Principal paid on capital debt and lease                           | (185,273)          | (140,000)           |
| Interest paid on capital debt                                      | (189,147)          | (197,438)           |
| <b>Net Cash Used by Capital and Related Financial Activities</b>   | <b>(318,742)</b>   | <b>(585,477)</b>    |
| <b>CASH FLOWS FROM INVESTING ACTIVITIES</b>                        |                    |                     |
| Investment income  | 70,180             | 91,745              |
| Purchase of investments  | (23,582,434)       | (21,649,942)        |
| Withdrawals from investments                                       | 22,028,825         | 21,960,730          |
| <b>Net Cash Provided (Used) by Investing Activities</b>            | <b>(1,483,429)</b> | <b>402,533</b>      |
| <b>Increase (Decrease) in Cash and Cash Equivalents</b>            | <b>(708,989)</b>   | <b>870,869</b>      |
| <b>Cash and Cash Equivalents - Beginning of Year</b>               | <b>1,396,204</b>   | <b>525,335</b>      |
| <b>Cash and Cash Equivalents - End of Year</b>                     | <b>\$ 687,215</b>  | <b>\$ 1,396,204</b> |

*The accompanying notes are an integral part of these financial statements.*

**STATEMENTS OF CASH FLOWS**

*The CSU, Chico*  
*Research Foundation*  
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| Years Ended June 30   | 2013              | 2012                |
|---|-------------------|---------------------|
| <b>RECONCILIATION OF NET OPERATING LOSS TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES</b> |                   |                     |
| Operating loss  | \$ (309,637)      | \$ (156,320)        |
| Adjustments to reconcile operating loss to net cash provided by operating activities:           |                   |                     |
| Depreciation and amortization expense   | 1,175,404         | 1,051,820           |
| Changes in assets and liabilities:  |                   |                     |
| Accounts receivable - net   | (697,070)         | (525,378)           |
| Prepaid expenses and other assets   | (49,862)          | 311,148             |
| Accounts payable  | 193,802           | (1,022,640)         |
| Accrued salaries and benefits payable   | 34,895            | 8,442               |
| Accrued compensated absences  | 4,333             | 7,721               |
| Unearned revenue  | 25                | (125)               |
| Depository accounts   | (2,775)           | (1,625)             |
| Other postemployment benefits obligation  | 4,478             | 34,204              |
| Other liabilities   | 55,952            | 87,006              |
| <b>Net Cash Provided (Used) by Operating Activities</b>   | <b>\$ 409,545</b> | <b>\$ (205,747)</b> |

*The accompanying notes are an integral part of these financial statements.*

**1. NATURE OF ACTIVITIES AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**Nature of Activities** The CSU, Chico Research Foundation (the Research Foundation) is a not-for-profit auxiliary organization of California State University, Chico (CSU, Chico), that administers various funds and performs other activities related to the CSU, Chico, community. The Research Foundation administers the grants and contracts as well as the nonphilanthropic agency accounts, incentive accounts, and enterprise activities.

**Basis of Accounting** Pursuant to the requirements established by the Chancellor of the California State University, the Research Foundation has adopted the provisions of Statement No. 35 of the Governmental Accounting Standards Board (GASB), *Basic Financial Statements—and Management’s Discussion and Analysis—for Public Colleges and Universities*. With minor exceptions, this statement provides that public colleges and universities are subject to the financial reporting requirements of GASB Statement No. 34, which is applicable to state and local governments. The Research Foundation is an auxiliary organization to CSU, Chico; and, therefore, is determined to be a component unit of CSU, Chico, in accordance with GASB Statement No. 14, *The Financial Reporting Entity*, as amended by GASB Statement No. 39, *Determining Whether Certain Organizations are Component Units*. All component units are required to adopt GASB Statement Nos. 34 and 35. Management has elected not to present management’s discussion and analysis (MD&A) that GASB has determined is necessary to supplement, although not required to be a part of, the basic financial statements. The Research Foundation adopted GASB Statement No. 63, *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position*, and GASB Statement No. 65, *Items Previously Reported as Assets and Liabilities*. These statements establish standards for reporting deferred outflows of resources, deferred inflows of resources, and net position for all state and local governments. The Research Foundation has not identified any assets or liabilities which should be classified as deferred inflows or outflows of resources.

The financial statements are prepared using the economic measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when incurred.

**Cash and Cash Equivalents** Cash and cash equivalents are defined as short-term, highly liquid investments that are readily convertible to known amounts of cash and present insignificant risk of change in value because of a change in interest rates. They consist of cash on hand and in commercial checking and savings accounts.

The Research Foundation has secured a contract for deposit of monies with Tri Counties Bank whereby all deposits will be subject to the security provided to local public agencies. The deposits are collateralized with securities held by Union Bank of California.

**Investments** Short-term investments consist of money market accounts and deposits in Local Agency Investment Fund (LAIF). Investments also include equity securities, mutual funds, and Common Fund.

Common Fund consists of U.S. government securities, corporate obligations, and other securities that are recorded at their estimated fair value based on information provided by the fund manager. Common Fund is considered an alternative investment since the fair value is not readily determinable. For the years ended June 30, 2013 and 2012, the investment in Common Fund amounted to \$1,343,713 (5.05% of net position) and \$1,163,377 (4.53% of net position), respectively.

**NOTES TO THE FINANCIAL STATEMENTS**

June 30, 2013 and 2012

*The CSU, Chico  
Research Foundation*

In accordance with GASB Statement No. 31, *Accounting and Financial Reporting for Certain Investments and for External Investment Pools*, highly liquid market investments with maturities of one year or less at the time of purchase are stated at amortized cost. All other investments are stated at fair value.

The Research Foundation participates in LAIF managed by the State of California. As of June 30, 2013 and 2012, the LAIF pool includes structured notes and asset-backed securities which total 1.96% and 3.47%, respectively, of the total portfolio. These structured notes and asset-backed securities are subject to market risk as interest rates change. The fair value of the Research Foundation's investment in LAIF is the same as the carrying value of the pool shares. As of June 30, 2013 and 2012, the fair value of LAIF is 100.03% and 100.12%, respectively, of the carrying value and is deemed to not represent a material difference. There are no LAIF funds invested in derivatives as of June 30, 2013 and 2012. Oversight of LAIF is provided by the Local Investment Advisory Board (LIAB), which consists of five members as designated by statute. The chairman of the LIAB is the State treasurer or his designated representative. The Research Foundation is considered to be a voluntary participant in the LAIF investment pool.

The Research Foundation's investment policy established safety of principal as the primary investment objective to realize a reasonable interest yield.

**Accounts Receivable** Accounts receivable include amounts due from the federal government, state and local governments, or private sources in connection with reimbursement of allowable expenditures made pursuant to the Research Foundation's grants and contracts. Additionally, accounts receivable consists of CSU, Chico, faculty emergency loan funds and other miscellaneous accounts receivable. The Research Foundation utilizes the allowance method whereas uncollectible accounts are determined based on past payment history. There was no allowance recorded for the years ended June 30, 2013 and 2012.

**Prepaid Expenses and Other Assets** Prepaid expenses and other assets include inventories and deferred crop planting expenses. Deferred crop planting expenses represent the cost of seed, fertilizer, labor, and other crop preparation expenses which will be charged to operations when the related crop revenue is recognized.

**Inventories** Feed inventory is stated at cost, and horticulture inventory is stated at average cost. Both are on a first-in, first-out basis. Feeder livestock is stated at the lower of cost or market value.

Inventories, included in prepaid expenses and other assets, consisted of the following:

|                  | <b>2013</b>       | <b>2012</b>       |
|------------------|-------------------|-------------------|
| Feeder livestock | \$ 34,015         | \$ 33,290         |
| Meat lab         | 23,253            | 18,525            |
| Feed             | 72,115            | 76,136            |
| Other            | 57,609            | 39,832            |
| <b>Total</b>     | <b>\$ 186,992</b> | <b>\$ 167,783</b> |

**Other Long-Term Investment** Other long-term investment consists of real estate held for sale, which is recorded at the fair market value determined on the date it was donated.

## NOTES TO THE FINANCIAL STATEMENTS

June 30, 2013 and 2012

*The CSU, Chico  
Research Foundation*

**Capital Assets** Capital assets are stated at cost, or if acquired by gift, are recorded at estimated market value at the date of acquisition. Livestock is recorded at a unit value which approximates average cost for the particular species, gender, size, and age of the animal. Capital assets are not capitalized by the Research Foundation if the title remains with or reverts to the grantor. Planned major maintenance is accounted for using the direct expense method. Expenditures for new construction, major renewals and replacements, and equipment over \$5,000 are capitalized.

Depreciation is provided for in amounts sufficient to relate the cost of depreciable assets to operations over their estimated service lives using the straight-line method. Depreciation for capital assets purchased with grant and contract funds has been charged using an estimated useful life of five years. Livestock is not depreciated because management considers the unit values to approximate amounts to be realized on the ultimate disposition of livestock.

**Depository Accounts** Depository accounts represent the amount of tenant security deposits on property the Research Foundation leases through a property management company.

**Net Position** The Research Foundation's net position is classified as follows:

*Net Investment in Capital Assets:* This represents the Research Foundation's total investment in capital assets, net of outstanding debt obligations related to those capital assets. To the extent debt has been incurred for capital assets but not yet expended, such amounts are not included as a component of invested in capital assets - net of related debt.

*Restricted Net Position—Expendable:* This includes resources in which the Research Foundation is legally or contractually obligated to spend in accordance with restrictions imposed by external third parties. Restricted net position amounts include a donor restricted research endowment, faculty emergency loan fund, and funds held for CSU, Chico, for campus licensing agreements.

When an expense is incurred for purposes of which both restricted and unrestricted net positions are available, restricted resources are applied first.

**Operating and Nonoperating Revenues (Expenses)** All revenues that relate to the ongoing operations of the Research Foundation are included in operating revenues. Gains and losses not directly related to the ongoing operations and interest incurred on capital related debt are reported as nonoperating.

Charges for services include revenues based on exchange transactions, namely sales of educational and student activities and sales of agricultural products.

Grants and contracts are received from federal and state governmental agencies and various other organizations. The Research Foundation receives an administration fee to cover indirect overhead costs and recognizes this fee as income over the life of the grant or contract as a percentage of total expenditures or salaries and wages as specified in the grant or contract. Grants and contracts to be expended are not reflected in the financial statements of the Research Foundation. The balance of these accounts totaled \$19,904,818 and \$20,068,444 at June 30, 2013 and 2012, respectively.

**Grants and Gifts - Capital** Includes real property or equipment received from donors, federal, state, and other funding agencies.

**NOTES TO THE FINANCIAL STATEMENTS**

June 30, 2013 and 2012

*The CSU, Chico  
Research Foundation*

**Operating Expenses** Administrative overhead charges are included in operating expenses. When these charges are made to various programs, they are included in the direct expenses of those programs. Allocations of overhead expenses from one function to another, and those within one function, are eliminated in the statement of activities so that allocated expenses are reported only by the function to which they were allocated.

**Use of Estimates** The preparation of financial statements in conformity with generally accepted accounting principles includes the use of estimates that affect the financial statements. Accordingly, actual results could differ from those estimates.

**Income Taxes** The Research Foundation is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code and Section 23701(d) of the California Revenue and Taxation Code. However, income from certain activities not directly related to the tax-exempt purpose is subject to taxation as unrelated business income. Expenses associated with the unrelated business income exceed the income or are insignificant. Accordingly, no provision for income taxes has been recorded. The Research Foundation functionally supports CSU, Chico, and has been classified in accordance with Section 509(a)(3), Type III.

**Subsequent Events** Management has evaluated subsequent events through September 20, 2013, the date which the report was available to be issued.

**2. CASH AND CASH EQUIVALENTS**

Custodial credit risk is the risk that, in the event of a bank failure, the Research Foundation's deposits may not be returned. The Research Foundation does not have a policy for custodial credit risk. As of June 30, 2013 and 2012, the entire bank balance of \$554,797 and \$745,292, respectively, was uninsured and collateralized with securities held by the pledging financial institution's trust department.

**3. INVESTMENTS**

Investments for the year ended June 30, 2013, were as follows:

| June 30, 2013                | <b>Current<br/>Unrestricted</b> | <b>Noncurrent<br/>Unrestricted</b> | <b>Total</b>        |
|------------------------------|---------------------------------|------------------------------------|---------------------|
| Local Agency Investment Fund | \$ 7,446,891                    | \$ -                               | \$ 7,446,891        |
| Money market                 | 33,605                          | -                                  | 33,605              |
| Real estate                  | -                               | 16,500                             | 16,500              |
| Equity securities            | 99,312                          | -                                  | 99,312              |
| Mutual funds                 | 333,932                         | -                                  | 333,932             |
| Common fund                  | 1,343,713                       | -                                  | 1,343,713           |
| Note receivable              | -                               | 95,457                             | 95,457              |
| <b>Total Investments</b>     | <b>\$ 9,257,453</b>             | <b>\$ 111,957</b>                  | <b>\$ 9,369,410</b> |

Investments for the year ended June 30, 2012, were as follows:

| June 30, 2012                | <b>Current<br/>Unrestricted</b> | <b>Noncurrent<br/>Unrestricted</b> | <b>Total</b>        |
|------------------------------|---------------------------------|------------------------------------|---------------------|
| Local Agency Investment Fund | \$ 5,947,451                    | \$ -                               | \$ 5,947,451        |
| Money market                 | 6,662                           | -                                  | 6,662               |
| Real estate                  | -                               | 16,500                             | 16,500              |
| Equity securities            | 122,031                         | -                                  | 122,031             |
| Mutual funds                 | 287,135                         | -                                  | 287,135             |
| Common fund                  | 1,163,377                       | -                                  | 1,163,377           |
| Note receivable              | -                               | 71,130                             | 71,130              |
| <b>Total Investments</b>     | <b>\$ 7,526,656</b>             | <b>\$ 87,630</b>                   | <b>\$ 7,614,286</b> |

### **Credit Risk**

The Research Foundation's investment policy does not limit its investment choices. The Research Foundation's investments in LAIF, money market, equity securities, mutual funds, and the Common Fund are unrated.

### **Concentration of Credit Risk**

Financial instruments which potentially subject the Research Foundation to concentrations of credit risk consist primarily of cash investments. More than 10.00% of the Research Foundation's investments are in LAIF and the Common Fund. At June 30, 2013, these investments were 79.48% and 14.34%, respectively, of the Research Foundation's total investments. At June 30, 2012, these investments were 78.11% and 15.28%, respectively, of the Research Foundation's total investments.

### **Interest Rate Risk**

Interest rate risk is the risk whereby changes in market interest rates could adversely affect the fair value of an investment. The Research Foundation does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. The average maturity for investments held within LAIF is less than one year.

## **4. ACCOUNTS RECEIVABLE**

Accounts receivable consisted of the following:

|  | <b>2013</b>         | <b>2012</b>         |
|--|---------------------|---------------------|
| Federal, state, and other grants and contracts | \$ 7,103,746        | \$ 6,004,712        |
| CSU, Chico, faculty emergency loan funds       | 50,101              | 50,101              |
| Other  | 1,226,933           | 1,628,897           |
| <b>Total</b>                                   | <b>\$ 8,380,780</b> | <b>\$ 7,683,710</b> |

**NOTES TO THE FINANCIAL STATEMENTS**

June 30, 2013 and 2012

*The CSU, Chico  
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**5. CAPITAL ASSETS**

Capital assets activity for the year ended June 30, 2013, was as follows:

| June 30, 2013                              | <b>Beginning<br/>Balance</b> | <b>Additions</b>    | <b>Retirements</b> | <b>Ending<br/>Balance</b> |
|--|------------------------------|---------------------|--------------------|---------------------------|
| <b>NONDEPRECIABLE CAPITAL ASSETS</b>       |                              |                     |                    |                           |
| Land and land improvements                 | \$ 6,097,443                 | \$ -                | \$ (70,000)        | \$ 6,027,443              |
| Construction in progress                   | 335,346                      | 7,602               | -                  | 342,948                   |
| Breeding livestock                         | 98,120                       | -                   | (7,190)            | 90,930                    |
| <b>Total Nondepreciable Capital Assets</b> | <b>6,530,909</b>             | <b>7,602</b>        | <b>(77,190)</b>    | <b>6,461,321</b>          |
| <b>DEPRECIABLE CAPITAL ASSETS</b>          |                              |                     |                    |                           |
| Building and improvements                  | 10,893,752                   | -                   | (99,628)           | 10,794,124                |
| Equipment and furnishings                  | 8,286,048                    | 711,299             | (42,136)           | 8,955,211                 |
| <b>Total Depreciable Capital Assets</b>    | <b>19,179,800</b>            | <b>711,299</b>      | <b>(141,764)</b>   | <b>19,749,335</b>         |
| <b>Subtotal</b>                            | <b>25,710,709</b>            | <b>718,901</b>      | <b>(218,954)</b>   | <b>26,210,656</b>         |
| <b>LESS: ACCUMULATED DEPRECIATION</b>      |                              |                     |                    |                           |
| Building and improvements                  | (4,309,457)                  | (383,542)           | 80,263             | (4,612,736)               |
| Equipment and furnishings                  | (5,571,988)                  | (791,862)           | 42,136             | (6,321,714)               |
| <b>Total Accumulated Depreciation</b>      | <b>(9,881,445)</b>           | <b>(1,175,404)</b>  | <b>122,399</b>     | <b>(10,934,450)</b>       |
| <b>Total Net Capital Assets</b>            | <b>\$ 15,829,264</b>         | <b>\$ (456,503)</b> | <b>\$ (96,555)</b> | <b>\$ 15,276,206</b>      |

**NOTES TO THE FINANCIAL STATEMENTS**

June 30, 2013 and 2012

*The CSU, Chico  
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Capital assets activity for the year ended June 30, 2012, was as follows:

| June 30, 2012                              | Beginning<br>Balance (as<br>Previously<br>Reported) | Prior-Period<br>Adjustment | Beginning<br>Balance (as<br>Restated) | Additions          | Retirements         | Transfers        | Ending<br>Balance    |
|--|---|----------------------------|---------------------------------------|--------------------|---------------------|------------------|----------------------|
| <b>NONDEPRECIABLE CAPITAL ASSETS</b>       |   |                            |                                       |                    |                     |                  |                      |
| Land and land improvements                 | \$ 6,427,443  | \$ -                       | \$ 6,427,443                          | \$ -               | \$ (330,000)        | \$ -             | \$ 6,097,443         |
| Construction in progress                   | 464,016   | -                          | 464,016                               | 21,524             | -                   | (150,194)        | 335,346              |
| Breeding livestock                         | 86,890  | -                          | 86,890                                | 11,230             | -                   | -                | 98,120               |
| <b>Total Nondepreciable Capital Assets</b> | <b>6,978,349</b>                                    | <b>-</b>                   | <b>6,978,349</b>                      | <b>32,754</b>      | <b>(330,000)</b>    | <b>(150,194)</b> | <b>6,530,909</b>     |
| <b>DEPRECIABLE CAPITAL ASSETS</b>          |   |                            |                                       |                    |                     |                  |                      |
| Building and improvements                  | 11,068,317  | -                          | 11,068,317                            | 17,638             | (342,397)           | 150,194          | 10,893,752           |
| Equipment and furnishings                  | 6,518,463   | 794,628                    | 7,313,091                             | 1,130,844          | (157,887)           | -                | 8,286,048            |
| <b>Total Depreciable Capital Assets</b>    | <b>17,586,780</b>                                   | <b>794,628</b>             | <b>18,381,408</b>                     | <b>1,148,482</b>   | <b>(500,284)</b>    | <b>150,194</b>   | <b>19,179,800</b>    |
| <b>Subtotal</b>                            | <b>24,565,129</b>                                   | <b>794,628</b>             | <b>25,359,757</b>                     | <b>1,181,236</b>   | <b>(830,284)</b>    | <b>-</b>         | <b>25,710,709</b>    |
| <b>LESS: ACCUMULATED DEPRECIATION</b>      |   |                            |                                       |                    |                     |                  |                      |
| Building and improvements                  | (4,088,096)   | -                          | (4,088,096)                           | (408,564)          | 187,203             | -                | (4,309,457)          |
| Equipment and furnishings                  | (4,998,911)   | -                          | (4,998,911)                           | (643,256)          | 70,179              | -                | (5,571,988)          |
| <b>Total Accumulated Depreciation</b>      | <b>(9,087,007)</b>                                  | <b>-</b>                   | <b>(9,087,007)</b>                    | <b>(1,051,820)</b> | <b>257,382</b>      | <b>-</b>         | <b>(9,881,445)</b>   |
| <b>Total Net Capital Assets</b>            | <b>\$ 15,478,122</b>                                | <b>\$ 794,628</b>          | <b>\$ 16,272,750</b>                  | <b>\$ 129,416</b>  | <b>\$ (572,902)</b> | <b>\$ -</b>      | <b>\$ 15,829,264</b> |

The detail of depreciation and amortization expense was as follows:

|  | <b>2013</b>         | <b>2012</b>         |
|--|---------------------|---------------------|
| <b>Depreciation and Amortization Expense Related to Capital Assets</b> | <b>\$ 1,175,404</b> | <b>\$ 1,051,820</b> |

**6. OTHER ASSETS**

Other assets consisted of the following:

|   | <u>2013</u>       | <u>2012</u>       |
|---|-------------------|-------------------|
| Deposits held by property managers            | \$ 225,413        | \$ 179,686        |
| Deposits held by unemployment insurance trust | 195,133           | 195,133           |
| Bond reserve accounts held by trustee         | 310,756           | 310,756           |
| <b>Total Other Assets</b>                     | <b>\$ 731,302</b> | <b>\$ 685,575</b> |

**7. LONG-TERM DEBT OBLIGATIONS**

Long-term debt obligations consisted of the following:

|   | <u>2013</u>       | <u>2012</u>       |
|---|-------------------|-------------------|
| <b>LONG-TERM DEBT OBLIGATIONS</b>   |                   |                   |
| Noninterest bearing agreements with the State of California, payable in cash or in-kind upon mutual agreement or 30 days' notice by either party. The agreements are secured by cattle, sheep, swine, and horticulture.   | \$ 73,971         | \$ 73,971         |
| Noninterest bearing note payable to the City of Chico to be repaid in 20 annual payments of \$25,000 through June 2020. The note is secured by cash reserves and other assets.  | 175,000           | 200,000           |
| Note payable to John Deere Financial to be repaid in 4 annual installments of \$44,332, including interest at 3.95%. The note is secured by a tractor.  | 161,091           | -                 |
| Note payable to River Network to be repaid in the future or forgiven. The note was to be repaid to the extent the Research Foundation was able to raise funds for acquisition of the land for the Big Chico Creek Ecological Preserve. New management of River Network and the Research Foundation will discuss ways to raise additional funds to repay the note. To the extent additional funds are not raised, River Network and the Research Foundation plan to sign an agreement to forgive the unpaid balance on the note. Interest accrued at 5.00% for the year ended June 30, 2003. Per a revised agreement dated July 1, 2003, no additional interest is to accrue. The note is unsecured. | 490,300           | 490,300           |
| <b>Balance Forward</b>  | <b>\$ 900,362</b> | <b>\$ 764,271</b> |

|  | <b>2013</b>         | <b>2012</b>         |
|--|---------------------|---------------------|
| <b>Balance Brought Forward</b>   | \$ 900,362          | \$ 764,271          |
| Public auxiliary organization revenue bonds payable of \$5,115,000 acquired through A.G. Edwards and Sons, Inc. The bonds were acquired to fund the cost of a building located at 25 Main Street, Chico, California, and to refinance the outstanding amount of the Research Foundation's auxiliary organization revenue bonds Series 2000, which were originally acquired to fund the cost of the CSU, Chico, soccer stadium and the building located at 35 Main Street, Chico, California. The bonds will be repaid to the trustee in 30 annual installments, including principal, interest, and sinking fund payments, which was to begin in June 2003 with interest rates ranging from 2.00% to 4.75%. The bonds are secured by revenues of the Research Foundation. | 3,940,000           | 4,060,000           |
| <b>Total Long-Term Debt Obligations</b>  | <b>\$ 4,840,362</b> | <b>\$ 4,824,271</b> |

Debt service requirements are as follows:

| Years Ending | Revenue Bonds       |                     | All Other Long-Term Debt Obligations |                  | Total Principal     | Total Interest      |
|--------------|---------------------|---------------------|--------------------------------------|------------------|---------------------|---------------------|
|              | Principal           | Interest            | Principal                            | Interest         |                     |                     |
| 2014         | \$ 125,000          | \$ 182,525          | \$ 555,573                           | \$ 4,056         | \$ 680,573          | \$ 186,581          |
| 2015         | 130,000             | 177,681             | 65,273                               | 4,056            | 195,273             | 181,737             |
| 2016         | 135,000             | 171,831             | 65,273                               | 4,056            | 200,273             | 175,887             |
| 2017         | 145,000             | 165,756             | 65,272                               | 4,057            | 210,272             | 169,813             |
| 2018         | 150,000             | 159,775             | 98,971                               | -                | 248,971             | 159,775             |
| 2019-2023    | 485,000             | 723,350             | 50,000                               | -                | 535,000             | 723,350             |
| 2024-2028    | 760,000             | 549,575             | -                                    | -                | 760,000             | 549,575             |
| 2029-2033    | 2,010,000           | 429,638             | -                                    | -                | 2,010,000           | 429,638             |
| <b>Total</b> | <b>\$ 3,940,000</b> | <b>\$ 2,560,131</b> | <b>\$ 900,362</b>                    | <b>\$ 16,225</b> | <b>\$ 4,840,362</b> | <b>\$ 2,576,356</b> |

**NOTES TO THE FINANCIAL STATEMENTS**

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Long-term liability obligation activity for the year ended June 30, 2013, was as follows:

| <b>Description</b>                      | <b>Balance<br/>June 30, 2012</b> | <b>Additions</b>  | <b>Reductions</b>   | <b>Balance<br/>June 30, 2013</b> | <b>Current<br/>Portion</b> | <b>Long-Term<br/>Portion</b> |
|---|----------------------------------|-------------------|---------------------|----------------------------------|----------------------------|------------------------------|
| ACCRUED COMPENSATED ABSENCES            | \$ 73,185                        | \$ 69,325         | \$ (64,992)         | \$ 77,518                        | \$ 54,125                  | \$ 23,393                    |
| LONG-TERM DEBT OBLIGATIONS              |                                  |                   |                     |                                  |                            |                              |
| Revenue bonds payable                   | 4,060,000                        | -                 | (120,000)           | 3,940,000                        | 125,000                    | 3,815,000                    |
| Notes payable                           | 764,271                          | 201,364           | (65,273)            | 900,362                          | 555,573                    | 344,789                      |
| <b>Total Long-Term Debt Obligations</b> | <b>4,824,271</b>                 | <b>201,364</b>    | <b>(185,273)</b>    | <b>4,840,362</b>                 | <b>680,573</b>             | <b>4,159,789</b>             |
| <b>Total Long-Term Liabilities</b>      | <b>\$ 4,897,456</b>              | <b>\$ 270,689</b> | <b>\$ (250,265)</b> | <b>\$ 4,917,880</b>              | <b>\$ 734,698</b>          | <b>\$ 4,183,182</b>          |

Long-term liability obligation activity for the year ended June 30, 2012, was as follows:

| <b>Description</b>                      | <b>Balance<br/>June 30, 2011</b> | <b>Additions</b> | <b>Reductions</b>   | <b>Balance<br/>June 30, 2012</b> | <b>Current<br/>Portion</b> | <b>Long-Term<br/>Portion</b> |
|---|----------------------------------|------------------|---------------------|----------------------------------|----------------------------|------------------------------|
| ACCRUED COMPENSATED ABSENCES            | \$ 65,464                        | \$ 69,609        | \$ (61,888)         | \$ 73,185                        | \$ 52,234                  | \$ 20,951                    |
| LONG-TERM DEBT OBLIGATIONS              |                                  |                  |                     |                                  |                            |                              |
| Revenue bonds payable                   | 4,175,000                        | -                | (115,000)           | 4,060,000                        | 120,000                    | 3,940,000                    |
| Notes payable                           | 789,271                          | -                | (25,000)            | 764,271                          | 515,300                    | 248,971                      |
| <b>Total Long-Term Debt Obligations</b> | <b>4,964,271</b>                 | <b>-</b>         | <b>(140,000)</b>    | <b>4,824,271</b>                 | <b>635,300</b>             | <b>4,188,971</b>             |
| <b>Total Long-Term Liabilities</b>      | <b>\$ 5,029,735</b>              | <b>\$ 69,609</b> | <b>\$ (201,888)</b> | <b>\$ 4,897,456</b>              | <b>\$ 687,534</b>          | <b>\$ 4,209,922</b>          |

**8. OTHER LONG-TERM LIABILITIES**

Other long-term liabilities consisted of the following:

|  | <b>2013</b>       | <b>2012</b>       |
|--|-------------------|-------------------|
| Reserve for grant cost disallowance      | \$ 499,995        | \$ 489,756        |
| Other                                    | 57,516            | 14,111            |
| <b>Total Other Long-Term Liabilities</b> | <b>\$ 557,511</b> | <b>\$ 503,867</b> |

**9. ACCRUED COMPENSATED ABSENCES**

Employees of the Research Foundation are entitled to paid vacation and paid sick leave based on length of service and other factors. The Research Foundation's policy is to recognize the costs of those compensated absences when actually paid to employees as sick leave does not vest to the employee. The liability for compensated absences relating to paid vacation has been accrued for all employees, except those funded by grants and contracts. The compensated absences' liability will be paid by both the General Fund and the Auxiliary Activities Fund.

**10. HEALTH CARE BENEFITS**

The Research Foundation entered into a contract with the California State University Risk Management Authority (CSURMA) to provide a fully insured healthcare and vision plan for eligible employees. The Research Foundation also contracted with Premier Access to provide a fully insured dental plan for eligible employees. Postretirement health benefits are not required as a part of the CSURMA contract, however, the Research Foundation has elected to provide that benefit.

Total health, dental, and vision insurance expense, except for employees funded by grants and contracts, amounted to \$407,383 and \$510,831 for the years ended June 30, 2013 and 2012, respectively.

**11. RETIREMENT PLAN**

The Research Foundation sponsors a 403(b) savings plan, which covers fully benefited employees in a funded position. The employer contributions to the plan are at the discretion of the Board of Directors. The employer contribution is based upon an employee's years of service. At the beginning of the second year of service, the Research Foundation contributes 2% of the employee's pay to the plan. The percentage increases by 2% for each year of service up to a maximum contribution of 8%. Employer contributions vest immediately to the employee. Expenses recognized for the plan amounted to \$131,633 and \$122,267 for the years ended June 30, 2013 and 2012, respectively. The expense amounts for the savings plan does not include amounts paid for employees funded by grants and contracts.

## 12. POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS

### Plan Description

The Research Foundation sponsors an endowment-funded single-employer postretirement health care plan that covers both salaried and nonsalaried benefited employees. The plan provides medical benefits to qualified retirees to the extent sustainable by the provided endowment and can be terminated at any time. The postretirement health care plan is contributory with retiree contributions adjusted annually. Employees who retired prior to January 1, 2006, are qualified after 15 years of credited service and attainment of age 55. Employees retiring after January 1, 2006, are qualified after 15 years of credited service and the attainment of age 60. At June 30, 2013, 5 participants met these eligibility requirements and an estimated 34 participants will be eligible in future years.

The Research Foundation elected to fully accrue the net other postemployment benefit (OPEB) plan obligation. The annual OPEB cost and net obligation are standardized measurements of the present value of postemployment benefits estimated to be payable in the future as a result of an employee's service to date. The plan provides a monthly fixed benefit of \$200 or \$400 for a participant or a participant and spouse, respectively.

### Funding Policy

The Research Foundation will fund the plan monthly, on a pay-as-you-go basis, for members who meet the eligibility criteria. The contribution requirements of plan members and the Research Foundation are established and may be amended by the Research Foundation's Board or Directors. The Research Foundation has the right to modify, alter, or amend the plan in whole or in part.

### Annual Other Postemployment Benefit (OPEB) Cost and Net Obligation

The Research Foundation's OPEB cost, the percentage of OPEB cost contributed to the plan, and the net OPEB obligation are as follows:

|  | 2013              | 2012              | 2011              |
|--|-------------------|-------------------|-------------------|
| Annual Required Contribution (ARC)             | \$ 21,456         | \$ 20,434         | \$ 19,461         |
| Interest on net OPEB Obligation                | 19,353            | 19,977            | 20,394            |
| Adjustment to ARC                              | -                 | 52,046            | (52,046)          |
| <b>Annual OPEB Cost</b>                        | <b>40,809</b>     | <b>92,457</b>     | <b>(12,191)</b>   |
| Contributions                                  | 36,331            | 58,253            | 51,778            |
| <b>Change in Net OPEB Obligation</b>           | <b>4,478</b>      | <b>34,204</b>     | <b>(63,969)</b>   |
| <b>Net OPEB Obligation - Beginning of Year</b> | <b>552,934</b>    | <b>518,730</b>    | <b>582,699</b>    |
| <b>Net OPEB Obligation - End of Year</b>       | <b>\$ 557,412</b> | <b>\$ 552,934</b> | <b>\$ 518,730</b> |

| Year Ended    | Annual<br>OPEB<br>Cost | Actual<br>Employer<br>Contributions | Percentage<br>Contributed | Net Ending<br>OPEB<br>Obligation |
|---------------|------------------------|-------------------------------------|---------------------------|----------------------------------|
| June 30, 2013 | \$ 40,809              | \$ 36,331                           | 89.03%                    | \$ 557,412                       |
| June 30, 2012 | \$ 92,457              | \$ 58,253                           | 63.01%                    | \$ 552,934                       |
| June 30, 2011 | \$ (12,191)            | \$ 51,778                           | 424.72%                   | \$ 518,730                       |

**Funded Status and Funding Progress**

The funded status of the plan was as follows:

|  | <b>2013</b>       | <b>2012</b>       | <b>2011</b>       |
|--|-------------------|-------------------|-------------------|
| Actuarial Accrued Liability (AAL)                    | \$ 557,412        | \$ 552,934        | \$ 518,730        |
| Actuarial value of plan assets                       | -                 | -                 | -                 |
| <b>Unfunded Actuarial Accrued Liabilities (UAAL)</b> | <b>\$ 557,412</b> | <b>\$ 552,934</b> | <b>\$ 518,730</b> |
| Funded ratio (actuarial value of plan assets/AAL)    | 0.00%             | 0.00%             | 0.00%             |
| Covered payroll (active members)                     | \$ 5,719,216      | \$ 5,994,263      | \$ 5,504,862      |
| <b>UAAL as a Percentage of Covered Payroll</b>       | <b>9.75%</b>      | <b>9.22%</b>      | <b>9.42%</b>      |

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events into the future. Examples include assumptions about future employment, mortality, and the health care cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. Deviations in any of several factors, such as future interest rates, medical cost inflation, Medicare coverage, and changes in marital status, could result in actual costs being less or greater than estimated.

**Actuarial Methods and Assumptions**

The actuarial valuation was performed as of July 1, 2010, and was completed using the entry age normal actuarial cost method. An actuarial cost method is a procedure for allocating the actuarial present value of benefits and expenses and for developing an actuarially equivalent allocation of such value to time periods, usually in the form of a normal cost and an actuarial accrued liability (AAL). The entry age normal cost method allocates the present value of future benefits on a level basis over the earnings or service of each employee between the hire date and assumed retirement age. The portion of the present value of future benefits allocated to a valuation year is called the normal cost. The portion allocated to all prior years is called the AAL.

The actuarial valuation was completed by an independent consultant. Significant actuarial assumptions used in the valuations include a discount rate of 3.50% to calculate the present value of the future benefit payment; a health care cost trend rate range of 7.60% to 5.50% compounded annually; fixed monthly benefit amounts of \$200 for one and \$400 for two participants, respectively; annual rate of increase in payroll of 3.25%; and mortality rates used in the most recent California Public Employees' Retirement System pension valuations.

**13. SELF-INSURANCE**

The Research Foundation is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The Research Foundation participates with other auxiliaries and universities in the CSURMA, a public entity risk pool currently operating as a common risk management and insurance program. The Research Foundation pays an annual premium to CSURMA for its general liability, property, and workers' compensation insurance coverage. The balance payable to CSURMA for workers' compensation insurance was \$8,597 at June 30, 2013.

The Research Foundation also participates in the CSURMA Auxiliary Organizations' Risk Management Authority (AORMA) Unemployment Insurance Program (UIP). The deposit requirement within AORMA UIP is \$195,133 and is included in other assets as a long-term deposit. The Research Foundation will maintain a vested interest in the amount held by AORMA UIP.

CSURMA is economically dependent on its members for funding and has secured a commitment from members to provide sufficient cash flow to meet its operating needs and to fund losses over a period of time. The CSURMA has reinsurance policies through a joint powers authority as well as commercial companies. The reinsurance effective for the year ended June 30, 2012, was applicable to general liability claims, workers' compensation claims, and AORMA liability claims.

#### **14. NET OPERATING LOSS**

The Research Foundation has net operating loss (NOL) carry forwards as a result of unrelated business income. At June 30, 2013 and 2012, the NOL carry forwards were approximately \$230,000 and \$260,000, respectively, and will expire beginning in 2020. A deferred tax asset valuation allowance has been established to the extent of the full NOL as it is unlikely that a benefit will be realized.

#### **15. RELATED-PARTY TRANSACTIONS**

##### **Operating Lease and Facility Use Agreements**

The Research Foundation operates as an auxiliary organization to CSU, Chico, under an operating agreement negotiated every five years. The current operating and lease agreements expire on June 30, 2017. The Research Foundation uses certain CSU, Chico, and other facilities under lease agreements requiring annual or monthly rental payments, or space trades.

##### **Business, Financial, and Information Technology Services**

The Associated Students of CSU, Chico (Associated Students), by contract provide business, financial, and information technology services to the Research Foundation.

The Research Foundation provides administrative and financial services to the University Foundation.

##### **Receivable From the Associated Students**

As required by the operating lease agreement between CSU, Chico, and the Associated Students, all payments related to this agreement are directed to the Research Foundation.

##### **Receivable/Payable With CSU, Chico**

Receivables and payables with CSU, Chico, are a result of grant and contract transactions and other miscellaneous supplies and services.

**Personnel**

The Research Foundation provides personnel services to the University Foundation under contract. The University Foundation reimburses the Research Foundation for the cost of these services. The personnel hired are employees of the Research Foundation and participate in the Research Foundation's benefit plans. The University Foundation indemnifies the Research Foundation for the acts of its employees under the University Foundation's supervision.

The following is a schedule of transactions with related parties:

|  | <b>2013</b>  | <b>2012</b>  |
|--|--------------|--------------|
| <b>TRANSACTIONS WITH CSU, CHICO</b>  |              |              |
| Payments to University for salaries of University personnel working on contracts, grants, and other programs | \$ 2,835,990 | \$ 2,432,912 |
| Payments to University for other than salaries of University personnel                                       | \$ 2,117,423 | \$ 2,098,034 |
| Payments received from University for services, space, and programs  | \$ 1,068,761 | \$ 1,665,764 |
| Gifts-in-kind to the University from Auxiliary Organizations   | \$ -         | \$ 4,551     |
| Gifts (cash or assets) to the University from recognized Auxiliary Organization                              | \$ 1,286     | \$ 193,343   |
| Accounts (payable to) University   | \$ (226,996) | \$ (67,424)  |
| Other amounts (payable to) University  | \$ (73,971)  | \$ (73,971)  |
| Accounts receivable from University  | \$ 508,961   | \$ 645,367   |
| Other amounts receivable from University   | \$ 50,101    | \$ 50,101    |
| <b>TRANSACTIONS WITH ASSOCIATED STUDENTS</b>   |              |              |
| Payments for business, financial, and information technology services  | \$ 691,005   | \$ 685,156   |
| Accounts receivable from Associated Students for operating lease and facility use agreements with CSU, Chico | \$ 533,180   | \$ 562,285   |
| Accounts receivable from Associated Students   | \$ 46,593    | \$ 33,837    |
| <b>TRANSACTIONS WITH UNIVERSITY FOUNDATION</b>   |              |              |
| Revenue for administrative and financial services  | \$ 469,536   | \$ 430,294   |
| Revenue for personnel services   | \$ 129,083   | \$ 108,487   |

**16. PRIOR-PERIOD ADJUSTMENT**

At June 30, 2011, the Research Foundation incorrectly omitted the recording of donated equipment. The 2012 beginning net position balance was restated by \$794,628 due to the recognition of the additional capital assets totaling \$794,628 at June 30, 2011.

**SUPPLEMENTARY INFORMATION SECTION**

**SCHEDULES OF NET POSITION**

*The CSU, Chico  
Research Foundation*

| June 30   | General             | Plant               | Board               | Auxiliary           | Sponsored           | Campus              | Totals               |                      |
|---|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|----------------------|----------------------|
|   | Fund                | and Bond<br>Fund    | Designated<br>Fund  | Activities<br>Fund  | Programs<br>Fund    | Programs<br>Fund    | 2013                 | 2012                 |
| <b>ASSETS</b>   |                     |                     |                     |                     |                     |                     |                      |                      |
| Cash and cash equivalents   | \$ 122,718          | \$ -                | \$ 172,399          | \$ 174,968          | \$ 16,019           | \$ 201,111          | \$ 687,215           | \$ 1,396,204         |
| Short-term investments  | 687,761             | -                   | 2,941,673           | 864,384             | 1,375,059           | 3,388,576           | 9,257,453            | 7,526,656            |
| Net accounts and other receivables                                  | 177,325             | -                   | 55,403              | 147,535             | 151,083             | 896,771             | 1,428,117            | 1,780,125            |
| Sponsored program receivable  | -                   | -                   | -                   | -                   | 6,952,663           | -                   | 6,952,663            | 5,903,585            |
| Inventories   | -                   | -                   | -                   | 186,992             | -                   | -                   | 186,992              | 167,783              |
| Prepaid and deferred crop<br>planting expenses                      | 461,745             | 349,019             | 10,190              | 197,668             | -                   | 13,410              | 1,032,032            | 1,001,379            |
| Property held for sale  | 16,500              | -                   | -                   | -                   | -                   | -                   | 16,500               | 16,500               |
| Notes receivable  | -                   | -                   | -                   | -                   | -                   | 95,457              | 95,457               | 71,130               |
| Land, buildings, and equipment -<br>net of accumulated depreciation | -                   | 13,639,649          | 65,984              | 1,570,573           | -                   | -                   | 15,276,206           | 15,829,264           |
| <b>Total Assets</b>   | <b>1,466,049</b>    | <b>13,988,668</b>   | <b>3,245,649</b>    | <b>3,142,120</b>    | <b>8,494,824</b>    | <b>4,595,325</b>    | <b>34,932,635</b>    | <b>33,692,626</b>    |
| <b>LIABILITIES</b>  |                     |                     |                     |                     |                     |                     |                      |                      |
| Accounts payable  | 125,843             | -                   | 47,566              | 64,570              | 986,451             | 107,462             | 1,331,892            | 1,138,090            |
| Accrued expenses  | 248,269             | 15,210              | 13,245              | 17,494              | 691,162             | 104,629             | 1,090,009            | 1,005,788            |
| Unearned revenue  | -                   | -                   | -                   | 1,625               | -                   | -                   | 1,625                | 1,600                |
| Deposits held for others  | 7,150               | -                   | -                   | -                   | -                   | -                   | 7,150                | 9,925                |
| Interfund (receivables) payables                                    | (1,418,014)         | 301,641             | 974,615             | 185,403             | 4,818,740           | (4,862,385)         | -                    | -                    |
| Notes payable   | -                   | 665,300             | -                   | 235,062             | -                   | -                   | 900,362              | 764,271              |
| Bonds payable   | -                   | 3,940,000           | -                   | -                   | -                   | -                   | 3,940,000            | 4,060,000            |
| Post retirement health reserve                                      | 557,412             | -                   | -                   | -                   | -                   | -                   | 557,412              | 552,934              |
| Reserve for grant cost disallowance                                 | 499,995             | -                   | -                   | -                   | -                   | -                   | 499,995              | 489,756              |
| <b>Total Liabilities</b>  | <b>20,655</b>       | <b>4,922,151</b>    | <b>1,035,426</b>    | <b>504,154</b>      | <b>6,496,353</b>    | <b>(4,650,294)</b>  | <b>8,328,445</b>     | <b>8,022,364</b>     |
| <b>Total Net Position</b>   | <b>\$ 1,445,394</b> | <b>\$ 9,066,517</b> | <b>\$ 2,210,223</b> | <b>\$ 2,637,966</b> | <b>\$ 1,998,471</b> | <b>\$ 9,245,619</b> | <b>\$ 26,604,190</b> | <b>\$ 25,670,262</b> |

See notes to the supplementary information.

**SCHEDULES OF REVENUES, EXPENSES,  
AND CHANGES IN NET POSITION**

*The CSU, Chico  
Research Foundation*

| Years Ended June 30  | General             | Plant               | Board               | Auxiliary           | Sponsored           | Campus              | Totals               |                      |
|--|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|----------------------|----------------------|
|  | Fund                | and Bond<br>Fund    | Designated<br>Fund  | Activities<br>Fund  | Programs<br>Fund    | Programs<br>Fund    | 2013                 | 2012                 |
| <b>REVENUES AND OTHER SUPPORT</b>                                    |                     |                     |                     |                     |                     |                     |                      |                      |
| Agriculture and enterprise sales                                     | \$ -                | \$ -                | \$ -                | \$ 1,808,516        | \$ -                | \$ -                | \$ 1,808,516         | \$ 1,822,630         |
| Sponsored program fees   | 2,988,836           | -                   | -                   | -                   | -                   | -                   | 2,988,836            | 2,937,640            |
| Sponsored program receipts   | -                   | -                   | -                   | -                   | 28,940,938          | -                   | 28,940,938           | 29,317,452           |
| Agriculture Research Initiative                                      | -                   | -                   | -                   | -                   | 635,269             | -                   | 635,269              | 562,813              |
| University program receipts  | -                   | -                   | -                   | -                   | -                   | 5,310,918           | 5,310,918            | 4,706,580            |
| Interest and investment income                                       | 111,564             | -                   | 56                  | -                   | 153,748             | 6,327               | 271,695              | 74,038               |
| Other income   | 883,948             | 338,168             | 12,214              | 132,244             | 112,444             | 68,123              | 1,547,141            | 2,164,610            |
| <b>Total Revenue and Other Support</b>                               | <b>3,984,348</b>    | <b>338,168</b>      | <b>12,270</b>       | <b>1,940,760</b>    | <b>29,842,399</b>   | <b>5,385,368</b>    | <b>41,503,313</b>    | <b>41,585,763</b>    |
| <b>EXPENSES</b>  |                     |                     |                     |                     |                     |                     |                      |                      |
| Auxiliary activities' cost of sales                                  | -                   | -                   | -                   | 328,368             | -                   | -                   | 328,368              | 199,680              |
| Auxiliary activities' expense  | -                   | -                   | -                   | 1,956,207           | -                   | -                   | 1,956,207            | 1,761,905            |
| Sponsored programs' disbursements                                    | -                   | -                   | -                   | -                   | 28,488,415          | -                   | 28,488,415           | 28,125,734           |
| University programs' expenses  | -                   | -                   | -                   | -                   | -                   | 4,727,765           | 4,727,765            | 4,461,278            |
| Scholarships and research grants                                     | -                   | -                   | -                   | -                   | 759,927             | -                   | 759,927              | 643,679              |
| Foundation administration  | 2,704,453           | -                   | -                   | -                   | -                   | -                   | 2,704,453            | 2,882,733            |
| Faculty and grant development  | -                   | -                   | 1,136,689           | -                   | -                   | -                   | 1,136,689            | 1,430,766            |
| Interest expense   | -                   | 188,246             | -                   | -                   | -                   | -                   | 188,246              | 192,781              |
| Other expense  | -                   | 715,881             | -                   | 181                 | -                   | -                   | 716,062              | 572,597              |
| <b>Total Expenses</b>  | <b>2,704,453</b>    | <b>904,127</b>      | <b>1,136,689</b>    | <b>2,284,756</b>    | <b>29,248,342</b>   | <b>4,727,765</b>    | <b>41,006,132</b>    | <b>40,271,153</b>    |
| <b>Change in Net Position Before Transfers</b>                       | <b>1,279,895</b>    | <b>(565,959)</b>    | <b>(1,124,419)</b>  | <b>(343,996)</b>    | <b>594,057</b>      | <b>657,603</b>      | <b>497,181</b>       | <b>1,314,610</b>     |
| <b>TRANSFERS</b>   |                     |                     |                     |                     |                     |                     |                      |                      |
| Board of directors' allocations                                      | (483,422)           | -                   | 483,422             | -                   | -                   | -                   | -                    | -                    |
| Administration fee transfers   | 11,529              | -                   | -                   | -                   | (11,529)            | -                   | -                    | -                    |
| Other fund transfers   | 72,758              | 60,000              | 368,592             | 4,104               | (411,302)           | (94,152)            | -                    | -                    |
| Transfer from other auxiliaries                                      | -                   | -                   | (9,274)             | 460,704             | -                   | (9,815)             | 441,615              | 598,489              |
| Plant fund transfers:  |                     |                     |                     |                     |                     |                     |                      |                      |
| Purchased assets - net   | 22,947              | (22,947)            | -                   | -                   | -                   | -                   | -                    | -                    |
| Depreciation   | 283,095             | (283,095)           | -                   | -                   | -                   | -                   | -                    | -                    |
| CSU, Chico   | -                   | -                   | 19,348              | -                   | (1,474)             | (22,742)            | (4,868)              | (572,637)            |
| <b>Net Transfers</b>   | <b>(93,093)</b>     | <b>(246,042)</b>    | <b>862,088</b>      | <b>464,808</b>      | <b>(424,305)</b>    | <b>(126,709)</b>    | <b>436,747</b>       | <b>25,852</b>        |
| <b>Increase (Decrease) in Net Position</b>                           | <b>1,186,802</b>    | <b>(812,001)</b>    | <b>(262,331)</b>    | <b>120,812</b>      | <b>169,752</b>      | <b>530,894</b>      | <b>933,928</b>       | <b>1,340,462</b>     |
| <b>Net Position - Beginning of Year -<br/>as Previously Reported</b> | <b>258,592</b>      | <b>9,878,518</b>    | <b>2,472,554</b>    | <b>2,517,154</b>    | <b>1,828,719</b>    | <b>8,714,725</b>    | <b>25,670,262</b>    | <b>23,535,172</b>    |
| <b>Recognize Receipt of Capital Gift</b>                             | <b>-</b>             | <b>794,628</b>       |
| <b>Net Position - Beginning of Year -<br/>as Restated</b>            | <b>258,592</b>      | <b>9,878,518</b>    | <b>2,472,554</b>    | <b>2,517,154</b>    | <b>1,828,719</b>    | <b>8,714,725</b>    | <b>25,670,262</b>    | <b>24,329,800</b>    |
| <b>Net Position - End of Year</b>                                    | <b>\$ 1,445,394</b> | <b>\$ 9,066,517</b> | <b>\$ 2,210,223</b> | <b>\$ 2,637,966</b> | <b>\$ 1,998,471</b> | <b>\$ 9,245,619</b> | <b>\$ 26,604,190</b> | <b>\$ 25,670,262</b> |

See notes to the supplementary information.

**SCHEDULES OF ACTIVITY  
OF THE GENERAL FUND**

*The CSU, Chico  
Research Foundation*

| Years Ended June 30                                  | 2013                | 2012              |
|--|---------------------|-------------------|
| <b>REVENUES</b>                                      |                     |                   |
| Sponsored programs' administration fees              | \$ 2,988,836        | \$ 2,937,640      |
| Interest and investment income                       | 111,564             | 45,359            |
| Other income   | 883,948             | 756,441           |
| Auxiliary activities' fund reimbursements            | 455,077             | 444,858           |
| <b>Total Revenues</b>                                | <b>4,439,425</b>    | <b>4,184,298</b>  |
| <b>EXPENSES</b>                                      |                     |                   |
| Salaries and related costs                           | 1,825,659           | 1,802,852         |
| Professional services                                | 221,626             | 257,573           |
| Insurance  | 35,194              | 108,525           |
| Office and operating supplies                        | 53,297              | 43,989            |
| Depreciation   | 286,625             | 312,142           |
| Administrative services                              | 387,883             | 415,305           |
| Grant cost disallowance                              | 10,239              | 84,282            |
| Other operating expenses                             | 339,007             | 302,923           |
| <b>Total Expenses</b>                                | <b>3,159,530</b>    | <b>3,327,591</b>  |
| <b>Excess Revenues Over Expenses From Operations</b> | <b>1,279,895</b>    | <b>856,707</b>    |
| Administrative fees                                  | 11,529              | 10,588            |
| <b>Excess Revenues Over Expenses</b>                 | <b>\$ 1,291,424</b> | <b>\$ 867,295</b> |

*See notes to the supplementary information.*

**SCHEDULES OF ACTIVITY OF THE  
AUXILIARY ACTIVITIES FUND**

*The CSU, Chico  
Research Foundation*

| Years Ended June 30  | University        |                     | Totals            |                   |
|--|-------------------|---------------------|-------------------|-------------------|
|  | Farm              | Enterprise          | 2013              | 2012              |
| <b>SALES</b>   |                   |                     |                   |                   |
| Livestock and dairy  | \$ 611,832        | \$ -                | \$ 611,832        | \$ 587,889        |
| Crop and orchard   | 817,947           | -                   | 817,947           | 749,179           |
| Horticulture   | -                 | -                   | -                 | 21,113            |
| Enterprise receipts  | -                 | 378,737             | 378,737           | 464,449           |
| <b>Total Sales</b>   | <b>1,429,779</b>  | <b>378,737</b>      | <b>1,808,516</b>  | <b>1,822,630</b>  |
| <b>COST OF SALES</b>   |                   |                     |                   |                   |
| Livestock and dairy  | 328,368           | -                   | 328,368           | 199,680           |
| <b>Gross Profit</b>  | <b>1,101,411</b>  | <b>378,737</b>      | <b>1,480,148</b>  | <b>1,622,950</b>  |
| <b>OPERATING EXPENSES</b>  |                   |                     |                   |                   |
| Salaries and employee benefits   | 169,210           | 349,859             | 519,069           | 543,238           |
| Accounting and professional costs  | 162,022           | 143,902             | 305,924           | 332,200           |
| Utilities and telephone  | 366               | 22,494              | 22,860            | 20,673            |
| Travel and meetings  | 11,663            | 23,061              | 34,724            | 31,127            |
| Operating supplies and customer telephone  | 323,800           | 10,233              | 334,033           | 253,273           |
| Depreciation   | 152,867           | 21,955              | 174,822           | 166,534           |
| Insurance  | -                 | 1,570               | 1,570             | 1,570             |
| Student payments   | 22,500            | -                   | 22,500            | 22,500            |
| Veterinary costs   | 26,681            | -                   | 26,681            | 26,485            |
| Machine hire   | 1,182             | -                   | 1,182             | 14,128            |
| Repair and maintenance   | 173,371           | 8,745               | 182,116           | 127,332           |
| Rent and leasing   | 25,565            | 1,553               | 27,118            | 8,788             |
| Registration fees  | 1,641             | -                   | 1,641             | 4,443             |
| Postage and printing   | -                 | 5,915               | 5,915             | 5,812             |
| Other operating expenses   | 16,659            | 279,393             | 296,052           | 203,802           |
| <b>Total Operating Expenses</b>  | <b>1,087,527</b>  | <b>868,680</b>      | <b>1,956,207</b>  | <b>1,761,905</b>  |
| <b>Income (Loss) From Operations</b>   | <b>13,884</b>     | <b>(489,943)</b>    | <b>(476,059)</b>  | <b>(138,955)</b>  |
| <b>OTHER INCOME (EXPENSE)</b>  |                   |                     |                   |                   |
| Other income   | 130,729           | -                   | 130,729           | 110,017           |
| Interest income  | 1,515             | -                   | 1,515             | 1,589             |
| Interest expense   | (181)             | -                   | (181)             | (1,546)           |
| Other expense  | -                 | -                   | -                 | (1,831)           |
| <b>Total Other Income</b>  | <b>132,063</b>    | <b>-</b>            | <b>132,063</b>    | <b>108,229</b>    |
| <b>TRANSFERS IN (OUT)</b>  |                   |                     |                   |                   |
| In   | 6,149             | 1,995               | 8,144             | 18,882            |
| Out  | (4,040)           | -                   | (4,040)           | (205,696)         |
| From other auxiliaries   | 120,704           | 340,000             | 460,704           | 391,583           |
| <b>Net Transfers</b>   | <b>122,813</b>    | <b>341,995</b>      | <b>464,808</b>    | <b>204,769</b>    |
| <b>Net Income (Loss), Including Administration<br/>Fees Paid to the General Fund</b> | <b>\$ 268,760</b> | <b>\$ (147,948)</b> | <b>\$ 120,812</b> | <b>\$ 174,043</b> |

See notes to the supplementary information.

**SCHEDULES OF SOURCE OF FUNDING AND  
EXPENDITURES FOR GRANTS AND CONTRACTS  
(SPONSORED PROGRAMS FUND)**

*The CSU, Chico  
Research Foundation*

| Years Ended June 30                           | <b>2013</b>          | <b>2012</b>          |
|---|----------------------|----------------------|
| <b>SOURCE OF DIRECT FUNDING</b>               |                      |                      |
| Federal government                            | \$ 19,780,952        | \$ 18,752,595        |
| State of California                           | 2,993,289            | 3,701,082            |
| Local governments                             | 1,114,150            | 1,598,134            |
| Nongovernmental funds                         | 1,990,097            | 2,331,059            |
| Agricultural research initiative              | 625,269              | 562,813              |
| Noncash contributions                         | 154,777              | 92,200               |
| <b>Total Direct Sources and Transfers</b>     | <b>26,658,534</b>    | <b>27,037,883</b>    |
| <b>SOURCE OF INDIRECT COST REIMBURSEMENTS</b> |                      |                      |
| Federal government                            | 2,097,482            | 2,009,870            |
| State of California                           | 341,574              | 345,194              |
| Local governments                             | 227,391              | 254,509              |
| Nongovernmental funds                         | 322,389              | 328,067              |
| <b>Total Indirect Cost Reimbursements</b>     | <b>2,988,836</b>     | <b>2,937,640</b>     |
| <b>Total</b>                                  | <b>\$ 29,647,370</b> | <b>\$ 29,975,523</b> |
| <b>DIRECT EXPENDITURES</b>                    |                      |                      |
| Personnel services:                           |                      |                      |
| Salaries and wages                            | \$ 9,809,343         | \$ 9,434,643         |
| Fringe benefits                               | 3,512,349            | 3,164,991            |
| Operating expenses                            | 11,470,929           | 12,608,881           |
| Equipment                                     | 693,474              | 850,681              |
| Student support                               | 1,172,439            | 978,687              |
| <b>Total Direct Expenditures</b>              | <b>26,658,534</b>    | <b>27,037,883</b>    |
| <b>INDIRECT EXPENDITURES</b>                  |                      |                      |
| Personnel services:                           |                      |                      |
| Salaries, wages, and fringe benefits          | 969,880              | 939,720              |
| Administrative expenses                       | 831,694              | 850,119              |
| Development                                   | 67,322               | 65,259               |
| Program allocation                            | 1,089,754            | 983,095              |
| Other   | 30,186               | 99,447               |
| <b>Total Indirect Expenditures</b>            | <b>2,988,836</b>     | <b>2,937,640</b>     |
| <b>Total</b>                                  | <b>\$ 29,647,370</b> | <b>\$ 29,975,523</b> |

*See notes to the supplementary information.*

**SCHEDULE OF EXPENDITURES  
OF FEDERAL AWARDS**

June 30, 2013

*The CSU, Chico  
Research Foundation*

Page 1 of 10

| Catalog Number  | Project Number | Project Title                   | Firm Code | Award/Contract Number | Program or Award Amounts | Accrued (Deferred) Revenue 7/1/2012 | Cash Received       | Expenditures        | Accrued (Deferred) Revenue 6/30/2013 |
|---|----------------|---------------------------------|-----------|-----------------------|--------------------------|-------------------------------------|---------------------|---------------------|--------------------------------------|
| <b>Department of Agriculture</b>  |                |                                 |           |                       |                          |                                     |                     |                     |                                      |
| <b>Direct Awards - Other</b>  |                |                                 |           |                       |                          |                                     |                     |                     |                                      |
| 10.310  | 60518          | LOCAL CULTURAL FOODS-RESEARCH   | 03        | 2011-69001-30080      | \$ 31,496.63             | \$ 2,419.60                         | \$ 4,209.08         | \$ 1,789.49         | \$ 0.01                              |
| 10.310  | 60519          | LOCAL CULTURAL FOODS-EXTENSION  | 03        | 2011-69001-30080      | 58,008.91                | 22,007.10                           | 24,955.45           | 2,948.35            | -                                    |
| 10.310  | 60520          | LOCAL CULTURAL FOODS-EDUCATION  | 03        | 2011-69001-30080      | 60,464.46                | 21,881.91                           | 37,680.22           | 15,961.67           | 163.36                               |
| 10.652  | 60492          | FIRE SEVERITY/FUEL PROP RESEARC | 03        | 10-CR-1121637-099     | 9,999.67                 | 1,421.97                            | 1,421.97            | -                   | -                                    |
| 10.6XX  | 60492          | PLUMAS NAT'L FOREST NVUM 09/10  | 03        | 10-PA-11051150-008    | 74,695.32                | -                                   | -                   | -                   | -                                    |
| 10.6XX  | 60499          | PALMS TO PINES                  | 03        | 10-PA-11072100-021    | 115,404.30               | 30,304.71                           | 33,681.87           | 12,889.51           | 9,512.35                             |
| 10.6XX  | 60537          | KLAMATH NTL FOREST DATA         | 03        | 11-CS-11050500-045    | 17,866.00                | 6,387.25                            | 10,000.00           | 3,612.75            | -                                    |
| 10.6XX  | 60561          | TRIP CAR-LESS CA PHASE I        | 03        | 12-CS-11052009-034    | 70,950.00                | 10,088.16                           | 37,423.94           | 49,080.43           | 21,744.65                            |
| 10.6XX  | 60599          | PLUMAS NAT'L FOREST DATA PROCS  | 03        | 13-CS-11051100-009    | 8,000.00                 | -                                   | -                   | 338.30              | 338.30                               |
| 10.783  | 60546          | RBEG ECONOMIC GARDENING 11/12   | 03        | none                  | 40,000.00                | 1,837.77                            | 28,743.13           | 31,111.84           | 4,206.48                             |
| 10.783  | 60548          | GREEN JOBS IN INNOVATION/MFTG   | 03        | none                  | 47,958.76                | 7,727.99                            | 10,468.38           | 2,740.39            | -                                    |
| <b>Sub-Total Other Direct Awards</b>  |                |                                 |           |                       | <b>534,844.05</b>        | <b>104,076.46</b>                   | <b>188,584.04</b>   | <b>120,472.73</b>   | <b>35,965.15</b>                     |
| <b>Direct Awards - Research and Development</b>   |                |                                 |           |                       |                          |                                     |                     |                     |                                      |
| 10.6XX  | 60413          | PHACELIA COOKEI SHASTA TRINITY  | 02        | 07-CR-11051400-062    | 9,941.71                 | 598.66                              | 5,717.75            | 5,119.09            | -                                    |
| <b>Sub-Total R &amp; D Direct Awards</b>  |                |                                 |           |                       | <b>9,941.71</b>          | <b>598.66</b>                       | <b>5,717.75</b>     | <b>5,119.09</b>     | <b>-</b>                             |
| <b>Pass Through Awards</b>  |                |                                 |           |                       |                          |                                     |                     |                     |                                      |
| CA Department of Food & Agriculture   |                |                                 |           |                       |                          |                                     |                     |                     |                                      |
| 10.170  | 64234          | COMINTY NUTRI HEALTH NETWRK Y1  | 03        | SCB11048              | 356,904.00               | 66,123.44                           | 194,805.00          | 210,809.83          | 82,128.27                            |
| <b>Sub-Total Other Pass Through Awards, CA Department of Food &amp; Agriculture</b>                 |                |                                 |           |                       | <b>356,904.00</b>        | <b>66,123.44</b>                    | <b>194,805.00</b>   | <b>210,809.83</b>   | <b>82,128.27</b>                     |
| CSU Fresno Foundation   |                |                                 |           |                       |                          |                                     |                     |                     |                                      |
| 10.200  | 64133          | MILK NUTRIENTS STUDY 10/11      | 02        | SC350054-10-01        | 98,842.00                | 4,145.13                            | 34,951.76           | 35,136.70           | 4,330.07                             |
| <b>Sub-Total R&amp;D Cluster, Pass Through Awards, CSU, Fresno Foundation</b>                       |                |                                 |           |                       | <b>98,842.00</b>         | <b>4,145.13</b>                     | <b>34,951.76</b>    | <b>35,136.70</b>    | <b>4,330.07</b>                      |
| University of Vermont   |                |                                 |           |                       |                          |                                     |                     |                     |                                      |
| 10.307  | 64153          | EORGANIC ONLINE CLASSES Y1      | 02        | 24685 50971           | 211,089.00               | 7,455.71                            | 76,684.60           | 77,050.26           | 7,821.37                             |
| <b>Sub-Total R&amp;D Cluster, Pass Through Awards, University of Vermont</b>                        |                |                                 |           |                       | <b>211,089.00</b>        | <b>7,455.71</b>                     | <b>76,684.60</b>    | <b>77,050.26</b>    | <b>7,821.37</b>                      |
| CA Dept. of Education   |                |                                 |           |                       |                          |                                     |                     |                     |                                      |
| 10.559  | 64240          | SUMMER FOODS PROGRAM 2012       | 05        | none                  | 31,084.02                | -                                   | 31,084.02           | 31,084.02           | -                                    |
| 10.559  | 64099          | SUMMER FOOD PROGRAM 2010        | 03        | none                  | 31,843.42                | -                                   | -                   | -                   | -                                    |
| <b>Sub-Total Child Nutr. Cluster, Pass Through Awards, CA Dept. of Ed Nutr. Services</b>            |                |                                 |           |                       | <b>62,927.44</b>         | <b>-</b>                            | <b>31,084.02</b>    | <b>31,084.02</b>    | <b>-</b>                             |
| CA Dept. of Health Services   |                |                                 |           |                       |                          |                                     |                     |                     |                                      |
| 10.561  | 64045          | SCNAC Y3 08/10                  | 03        | 07-65309              | 2,197,059.51             | -                                   | -                   | -                   | -                                    |
| 10.561  | 64126          | SCNAC Y1 10/11                  | 03        | 10-10044              | 2,324,859.76             | (65.96)                             | -                   | -                   | (65.96)                              |
| 10.561  | 64287          | SCNAC Y3 12/13                  | 03        | 10-10044              | 2,571,527.00             | -                                   | -                   | 1,938,473.07        | 1,938,473.07                         |
| <b>Sub-Total SNAP Cluster, Pass Through Awards, CA Dept. of Health Services</b>                     |                |                                 |           |                       | <b>7,093,446.27</b>      | <b>(65.96)</b>                      | <b>-</b>            | <b>1,938,473.07</b> | <b>1,938,407.11</b>                  |
| CA Department of Public Health  |                |                                 |           |                       |                          |                                     |                     |                     |                                      |
| 10.561  | 64062          | FOOD STAMP OUTREACH             | 03        | 09-11265              | 121,105.89               | -                                   | -                   | -                   | -                                    |
| 10.561  | 64129          | FOOD STAMP OUTREACH 10/11       | 03        | 10-10093              | 327,997.61               | -                                   | -                   | -                   | -                                    |
| 10.561  | 64205          | FOOD STAMP OUTREACH Y2          | 03        | 10-10093              | 521,299.00               | 178,618.31                          | 352,640.35          | 184,652.43          | 10,630.39                            |
| 10.561  | 64208          | SCNAC Y2 11/12                  | 03        | 10-10044              | 2,449,072.00             | 1,061,845.33                        | 1,792,511.41        | 741,121.91          | 10,455.83                            |
| 10.561  | 64220          | LFNE GET COOKING Y1 11/12       | 03        | 11-10155              | 85,000.00                | 40,861.83                           | 79,839.96           | 38,853.06           | (125.07)                             |
| 10.561  | 64286          | CALFRESH OUTREACH 12/13         | 03        | 12-10124              | 831,245.00               | -                                   | 124,380.56          | 396,162.14          | 271,781.58                           |
| 10.561  | 64288          | LFNE GET COOKING Y2 12/13       | 03        | 11-10155              | 85,000.00                | -                                   | -                   | 73,461.63           | 73,461.63                            |
| <b>Sub-Total SNAP Cluster, Pass Through Awards, CA Dept. of Public Health</b>                       |                |                                 |           |                       | <b>4,420,719.50</b>      | <b>1,281,325.47</b>                 | <b>2,349,372.28</b> | <b>1,434,251.17</b> | <b>366,204.36</b>                    |
| CA Health Collaborative Fdn   |                |                                 |           |                       |                          |                                     |                     |                     |                                      |
| 10.561  | 64221          | PHYSICAL ACTIV SPEC 11/12       | 03        | none                  | 54,991.61                | 7,407.56                            | 29,585.43           | 22,177.87           | -                                    |
| 10.561  | 64297          | PHYSICAL ACTIV SPEC 12/13       | 03        | none                  | 59,078.00                | -                                   | 16,557.65           | 42,235.76           | 25,678.11                            |
| <b>Sub-Total SNAP Cluster, Pass Through Awards, CA Health Collaborative Fdn</b>                     |                |                                 |           |                       | <b>114,069.61</b>        | <b>7,407.56</b>                     | <b>46,143.08</b>    | <b>64,413.63</b>    | <b>25,678.11</b>                     |
| Colusa County Dept. of Health & Human Services  |                |                                 |           |                       |                          |                                     |                     |                     |                                      |
| 10.561  | 64265          | COLUSA CO CALFRESH NUTRI ED     | 03        | C12-098               | 77,394.00                | 4,136.37                            | 37,708.00           | 33,520.62           | (51.01)                              |
| 10.561  | 64301          | COLUSA CALFRESH NUTRI ED Y2     | 03        | C12-238               | 177,895.00               | -                                   | 49,433.00           | 82,825.30           | 33,392.30                            |
| <b>Sub-Total SNAP Cluster, Pass Through Awards, Colusa County Dept. of Health &amp; Human Serv.</b> |                |                                 |           |                       | <b>255,279.00</b>        | <b>4,136.37</b>                     | <b>87,141.00</b>    | <b>116,345.92</b>   | <b>33,341.29</b>                     |
| Tehama County Dept. of Social Services  |                |                                 |           |                       |                          |                                     |                     |                     |                                      |
| 10.561  | 64271          | TEHAMA COUNTY NUTRI ED          | 03        | 084PA 12              | 11,024.00                | 1,624.55                            | 11,024.00           | 9,399.45            | -                                    |
| 10.561  | 64302          | TEHAMA CO NUTRI ED Y2           | 03        | 208PA 12              | 18,489.00                | -                                   | 10,933.00           | 18,603.53           | 7,670.53                             |
| <b>Sub-Total SNAP Cluster, Pass Through Awards, Tehama County Dept. of Social Services</b>          |                |                                 |           |                       | <b>29,513.00</b>         | <b>1,624.55</b>                     | <b>21,957.00</b>    | <b>28,002.98</b>    | <b>7,670.53</b>                      |
| Glenn County Human Resources Agency   |                |                                 |           |                       |                          |                                     |                     |                     |                                      |
| 10.561  | 64276          | GLENN CO CALFRESH NUTRI ED      | 03        | none                  | 225,211.00               | 4,276.06                            | 80,094.00           | 90,327.86           | 14,509.92                            |
| <b>Sub-Total SNAP Cluster, Pass Through Awards, Glenn County Human Resources Agency</b>             |                |                                 |           |                       | <b>225,211.00</b>        | <b>4,276.06</b>                     | <b>80,094.00</b>    | <b>90,327.86</b>    | <b>14,509.92</b>                     |
| Lassen County Health and Social Services Department   |                |                                 |           |                       |                          |                                     |                     |                     |                                      |
| 10.561  | 64315          | LASSEN CO NUTRITION ED          | 03        | SP 13-167             | 52,389.00                | -                                   | -                   | 16,891.37           | 16,891.37                            |
| <b>Sub-Total SNAP Cluster, Pass Through Awards, Lassen Co. Health and Social Svs. Dept.</b>         |                |                                 |           |                       | <b>52,389.00</b>         | <b>-</b>                            | <b>-</b>            | <b>16,891.37</b>    | <b>16,891.37</b>                     |
| CA Assoc Resource Conservation & Development Council  |                |                                 |           |                       |                          |                                     |                     |                     |                                      |
| 10.773  | 64183          | RBQG RURAL PROSPERITY           | 03        | none                  | 40,000.00                | 2,900.53                            | 10,604.13           | 14,555.01           | 6,851.41                             |
| <b>Sub-Total Other Pass Through Awards, CA Assoc Resource Cons &amp; Dvlp. Council</b>              |                |                                 |           |                       | <b>40,000.00</b>         | <b>2,900.53</b>                     | <b>10,604.13</b>    | <b>14,555.01</b>    | <b>6,851.41</b>                      |
| Public Health Institute   |                |                                 |           |                       |                          |                                     |                     |                     |                                      |
| 10.XXX  | 64295          | NOURISH EVALUATION              | 03        | 1018199               | 49,999.52                | -                                   | 49,987.83           | 49,999.58           | 11.75                                |
| 10.XXX  | 64311          | NOURISH EVALUATION 12/13        | 03        | 1018565               | 49,982.00                | -                                   | 7,829.94            | 15,450.34           | 7,620.40                             |
| <b>Sub-Total Other Pass Through Awards, Public Health Institute</b>                                 |                |                                 |           |                       | <b>99,981.52</b>         | <b>-</b>                            | <b>57,817.77</b>    | <b>65,449.92</b>    | <b>7,632.15</b>                      |

**SCHEDULE OF EXPENDITURES  
OF FEDERAL AWARDS**

June 30, 2013

*The CSU, Chico  
Research Foundation*

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| Catalog Number   | Project Number | Project Title                   | Firm Code | Award/ Contract Number     | Program or Award Amounts | Accrued (Deferred) Revenue 7/1/2012 | Cash Received | Expenditures | Accrued (Deferred) Revenue 6/30/2013 |
|--|----------------|---------------------------------|-----------|----------------------------|--------------------------|-------------------------------------|---------------|--------------|--------------------------------------|
| <b>Total Other Direct Awards</b>   |                |                                 |           |                            | 534,844.05               | 104,076.46                          | 188,584.04    | 120,472.73   | 35,965.15                            |
| <b>Total Research &amp; Development Direct Awards</b>                        |                |                                 |           |                            | 9,941.71                 | 598.66                              | 5,717.75      | 5,119.09     | -                                    |
| <b>Total Research &amp; Development Pass Through Awards</b>                  |                |                                 |           |                            | 309,931.00               | 11,600.84                           | 111,636.36    | 112,186.96   | 12,151.44                            |
| <b>Total Child Nutrition Cluster Pass Through Awards</b>                     |                |                                 |           |                            | 62,927.44                | -                                   | 31,084.02     | 31,084.02    | -                                    |
| <b>Total SNAP Cluster Pass Through Awards</b>                                |                |                                 |           |                            | 12,138,239.38            | 1,298,704.05                        | 2,584,707.36  | 3,688,706.00 | 2,402,702.69                         |
| <b>Total Other Pass Through Awards</b>                                       |                |                                 |           |                            | 496,885.52               | 69,023.97                           | 263,226.90    | 290,814.76   | 96,611.83                            |
| <b>Total Department of Agriculture</b>                                       |                |                                 |           |                            | 13,552,768.10            | 1,484,003.98                        | 3,184,966.43  | 4,248,383.56 | 2,547,431.11                         |
| <b>Department of Commerce</b>  |                |                                 |           |                            |                          |                                     |               |              |                                      |
| <b>Direct Awards</b>   |                |                                 |           |                            |                          |                                     |               |              |                                      |
| 11.303   | 60539          | EDA ADMINISTRATION Y3 11/12     | 03        | 07-66-06411-02             | 135,000.00               | 85,859.36                           | 85,638.59     | (220.77)     | -                                    |
| 11.303   | 60547          | ECON SUPRT TO NATIVE AMERICAN   | 03        | 07-06-06782                | 200,000.00               | 4,985.26                            | 4,975.24      | 113,412.24   | 113,422.26                           |
| 11.303   | 60583          | EDA UNIVERSITY CENTER 2012      | 03        | 07-66-06881                | 110,000.00               | -                                   | -             | 111,737.43   | 111,737.43                           |
| 11.303   | 60585          | EDA FRESNO UNIV CNTR 2012/13    | 03        | 07-66-06881                | 110,000.00               | -                                   | -             | 73,685.96    | 73,685.96                            |
| <b>Sub-Total Other Direct Awards</b>   |                |                                 |           |                            | 555,000.00               | 90,844.62                           | 90,613.83     | 298,814.86   | 298,845.65                           |
| <b>Pass Through Awards</b>   |                |                                 |           |                            |                          |                                     |               |              |                                      |
| CA Public Utilities Comm   |                |                                 |           |                            |                          |                                     |               |              |                                      |
| 11.558   | 64109          | BROADBAND MAP/OUTREACH CPUC     | 03        | 09IA5851                   | 900,000.00               | 81,376.97                           | 193,875.00    | 94,946.37    | (17,551.66)                          |
| 11.558   | 64110          | BROADBAND MAP/OUTREACH CPUC     | 03        | 09IA5851                   | 1,512,240.00             | 24,650.66                           | 709,450.00    | 354,188.75   | (330,610.59)                         |
| <b>Sub-Total Other Pass Through Awards, Ca Public Utilities Comm</b>         |                |                                 |           |                            | 2,412,240.00             | 106,027.63                          | 903,325.00    | 449,135.12   | (348,162.25)                         |
| <b>Total Other Direct Awards</b>   |                |                                 |           |                            | 555,000.00               | 90,844.62                           | 90,613.83     | 298,814.86   | 298,845.65                           |
| <b>Total Other Pass Through Awards</b>                                       |                |                                 |           |                            | 2,412,240.00             | 106,027.63                          | 903,325.00    | 449,135.12   | (348,162.25)                         |
| <b>Total Department of Commerce</b>  |                |                                 |           |                            | 2,967,240.00             | 196,872.25                          | 993,938.83    | 747,749.98   | (49,316.60)                          |
| <b>Department of Defense</b>   |                |                                 |           |                            |                          |                                     |               |              |                                      |
| <b>Direct Awards - Research and Development</b>                              |                |                                 |           |                            |                          |                                     |               |              |                                      |
| 12.300   | 60487          | MULTI PARTY/RATE HISPEED 09/10  | 02        | N00014-10-10435            | 221,221.00               | 0.01                                | -             | (0.01)       | -                                    |
| 12.300   | 60522          | SIMULATION SYSTEM PART 2        | 02        | N00014-11-1-0489           | 194,232.00               | 43,090.28                           | 83,491.97     | 40,401.69    | -                                    |
| 12.300   | 60534          | ADV SIM TECHNIQUES FPGA         | 02        | N00014-11-1-0902           | 100,534.00               | 4,973.36                            | 22,828.20     | 25,877.29    | 8,022.45                             |
| 12.300   | 60555          | TECH TRANSFER TO NSWC           | 02        | N00014-12-1-Q376           | 199,863.00               | 4,753.12                            | 130,038.92    | 156,821.91   | 31,536.11                            |
| <b>Sub-Total R &amp; D Direct Awards</b>                                     |                |                                 |           |                            | 715,850.00               | 52,816.77                           | 236,359.09    | 223,100.88   | 39,558.56                            |
| <b>Pass Through Awards</b>   |                |                                 |           |                            |                          |                                     |               |              |                                      |
| University of South Carolina   |                |                                 |           |                            |                          |                                     |               |              |                                      |
| 12.300   | 64070          | SIM MTHDS NETWKD PWR ELEC Y1    | 02        | 10-1793                    | 360,970.00               | 25,330.97                           | 98,331.18     | 87,898.29    | 14,898.08                            |
| <b>Sub-Total R &amp; D Pass Through Awards, University of South Carolina</b> |                |                                 |           |                            | 360,970.00               | 25,330.97                           | 98,331.18     | 87,898.29    | 14,898.08                            |
| H.T. Harvey & Associates   |                |                                 |           |                            |                          |                                     |               |              |                                      |
| 12.CNT#  | 64262          | BEALE AFB POND TURTLE 2012      | 03        | 3262-02                    | 9,390.42                 | 1,807.64                            | 9,390.42      | 7,582.78     | -                                    |
| <b>Sub-Total Other Pass Through Awards, H.T. Harvey &amp; Associates</b>     |                |                                 |           |                            | 9,390.42                 | 1,807.64                            | 9,390.42      | 7,582.78     | -                                    |
| <b>Total Research &amp; Development Direct Awards</b>                        |                |                                 |           |                            | 715,850.00               | 52,816.77                           | 236,359.09    | 223,100.88   | 39,558.56                            |
| <b>Total Research &amp; Development Pass Through Awards</b>                  |                |                                 |           |                            | 360,970.00               | 25,330.97                           | 98,331.18     | 87,898.29    | 14,898.08                            |
| <b>Total Other Pass Through Awards</b>                                       |                |                                 |           |                            | 9,390.42                 | 1,807.64                            | 9,390.42      | 7,582.78     | -                                    |
| <b>Total Department of Defense</b>   |                |                                 |           |                            | 1,086,210.42             | 79,955.38                           | 344,080.69    | 318,581.95   | 54,456.64                            |
| <b>Department of Interior</b>  |                |                                 |           |                            |                          |                                     |               |              |                                      |
| <b>Direct Awards - Other</b>   |                |                                 |           |                            |                          |                                     |               |              |                                      |
| 15.224   | 60500          | BLM-NEIC DATA SHARING           | 03        | L10AC20264                 | 4,500.00                 | -                                   | -             | 10.81        | 10.81                                |
| 15.225   | 60559          | BLM CESU INTERNSHIP - HOFFMAN   | 01        | L12AC20008, Amendment 1    | 12,500.00                | 5,993.10                            | 9,284.72      | 3,291.62     | -                                    |
| 15.225   | 60560          | BLM CESU INTERNSHIP - WILSON    | 01        | L12AC20008, Amendment 2    | 33,500.00                | 5,850.61                            | 22,291.03     | 20,897.58    | 4,457.16                             |
| 15.225   | 60565          | BLM CESU INTERNSHIP - AZEVEDO   | 01        | L12AC20008 AM3             | 5,000.00                 | 4,389.17                            | 4,427.23      | 38.06        | -                                    |
| 15.225   | 60566          | BLM CESU NLCS WORKSHOP          | 01        | L12AC20008 AM4             | 17,996.00                | 13,642.98                           | 17,478.48     | 3,836.50     | -                                    |
| 15.225   | 60571          | BLM CESU YOUTH SUMMITS          | 01        | L12AC20008 AM5             | 15,455.00                | -                                   | 15,315.99     | 15,315.99    | -                                    |
| 15.225   | 60588          | BLM CESU OLD SPANISH TRAIL      | 01        | L12AC20008 AM6             | 16,219.00                | -                                   | 1,537.42      | 8,127.33     | 6,589.91                             |
| 15.512   | 60506          | IRRIIG TRIG FACILITY 10/15      | 03        | R10AP20034                 | 500,000.00               | 19,007.72                           | 71,572.22     | 70,487.13    | 17,922.63                            |
| 15.608   | 60569          | SAN JOAQUIN SALMON RESTORATION  | 03        | F12AP00453                 | 35,000.00                | -                                   | 10,492.05     | 22,486.08    | 11,994.03                            |
| 15.631   | 60480          | HABITAT RESTORATION BCEP 09-14  | 03        | 814209J525                 | 18,000.00                | 3,536.14                            | 3,536.14      | 26.34        | 26.34                                |
| 15.648   | 60422          | IRON CANYON FISH LADDER         | 03        | 813327G007                 | 222,068.00               | 10,596.74                           | -             | 29,311.70    | 39,908.44                            |
| 15.945   | 60542          | CHIS NP MARINE HABITAT MAP      | 03        | J8C07110015                | 299,950.00               | 28,495.67                           | 113,846.91    | 168,468.52   | 83,117.28                            |
| 15.945   | 60563          | ALCA TRAZ FLD SCHL 2 NPS-CESU   | 03        | J8C07110005 Modification 1 | 21,924.00                | 21,000.00                           | 21,000.00     | -            | -                                    |
| 15.945   | 60582          | NPS CESU TRANSPORTATION         | 03        | P12AC15065                 | 20,000.00                | -                                   | 5,685.84      | 10,634.88    | 4,949.04                             |
| 15.945   | 60602          | ALCA TRAZ FLD SCHL 3 NPS-CESU   | 03        | P11AC91159 Modification 3  | 24,859.00                | -                                   | -             | 21,000.00    | 21,000.00                            |
| 15.945   | 60524          | ALCA TRAZ CIM FLD SCHL NPS-CESU | 01        | J8C07110005                | 20,520.00                | -                                   | -             | -            | -                                    |
| 15.945   | 60530          | RED BARN CIM FLD SCHL NPS-CESU  | 01        | J8C07110006                | 70,983.73                | -                                   | -             | -            | -                                    |
| 15.DAV   | 60510          | CESU JUBA TOOLKIT/NPS           | 03        | J8C07100020                | 20,000.00                | -                                   | -             | 1,121.42     | 1,121.42                             |
| <b>Sub-Total Other Direct Awards</b>   |                |                                 |           |                            | 1,358,474.73             | 112,512.13                          | 296,468.03    | 375,052.96   | 191,097.06                           |
| <b>Direct Awards - Research and Development</b>                              |                |                                 |           |                            |                          |                                     |               |              |                                      |
| 15.945   | 60584          | FWS CESU BANS INVENTORY Q/C     | 02        | F12AC01542                 | 35,042.74                | -                                   | 15,357.27     | 24,453.06    | 9,095.79                             |
| <b>Sub-Total Research &amp; Development Direct Awards</b>                    |                |                                 |           |                            | 35,042.74                | -                                   | 15,357.27     | 24,453.06    | 9,095.79                             |
| <b>Pass Through Awards</b>   |                |                                 |           |                            |                          |                                     |               |              |                                      |
| Streamminder   |                |                                 |           |                            |                          |                                     |               |              |                                      |
| 15.631   | 64157          | ADDIT FUND BIDWELL/STRMINDR/FWS | 03        | SP-11-216                  | 11,301.30                | -                                   | -             | -            | -                                    |
| <b>Sub-Total Other Pass Through Awards, Streamminders</b>                    |                |                                 |           |                            | 11,301.30                | -                                   | -             | -            | -                                    |
| CA Department of Park and Recreation   |                |                                 |           |                            |                          |                                     |               |              |                                      |
| 15.904   | 64215          | OHP ANNUAL GRANT 2011-2012      | 03        | C8953532                   | 9,600.00                 | 10,031.85                           | 9,600.00      | (431.85)     | -                                    |
| 15.904   | 64300          | OHRP ANNUAL GRANT 12/13         | 03        | C8954511                   | 9,000.00                 | -                                   | -             | 9,000.00     | 9,000.00                             |
| <b>Sub-Total Other Pass Through Awards, CA Dept. of Park and Rec</b>         |                |                                 |           |                            | 18,600.00                | 10,031.85                           | 9,600.00      | 8,568.15     | 9,000.00                             |
| <b>Total Other Direct Awards</b>   |                |                                 |           |                            | 1,358,474.73             | 112,512.13                          | 296,468.03    | 375,052.96   | 191,097.06                           |
| <b>Total Research &amp; Development Direct Awards</b>                        |                |                                 |           |                            | 35,042.74                | -                                   | 15,357.27     | 24,453.06    | 9,095.79                             |
| <b>Total Other Pass Through Awards</b>                                       |                |                                 |           |                            | 29,901.30                | 10,031.85                           | 9,600.00      | 8,568.15     | 9,000.00                             |
| <b>Total Department of Interior</b>  |                |                                 |           |                            | 1,423,418.77             | 122,543.98                          | 321,425.30    | 408,074.17   | 209,192.85                           |

**SCHEDULE OF EXPENDITURES  
OF FEDERAL AWARDS**

June 30, 2013

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| Catalog Number  | Project Number | Project Title                  | Firm Code | Award/Contract Number   | Program or Award Amounts | Accrued (Deferred) Revenue 7/1/2012 | Cash Received | Expenditures | Accrued (Deferred) Revenue 6/30/2013 |
|---|----------------|--------------------------------|-----------|-------------------------|--------------------------|-------------------------------------|---------------|--------------|--------------------------------------|
| <b>Department of Justice</b>  |                |                                |           |                         |                          |                                     |               |              |                                      |
| <b>Direct Awards</b>  |                |                                |           |                         |                          |                                     |               |              |                                      |
| 16.525  | 60453          | VIOLENCE AGAINST WOMEN 08-11   | 05        | 2008-WA-AX-0013         | 432,971.46               | -                                   | -             | -            | -                                    |
| <b>Sub-Total Other Direct Awards</b>  |                |                                |           |                         | 432,971.46               | -                                   | -             | -            | -                                    |
| <b>Total Department of Justice</b>  |                |                                |           |                         | 432,971.46               | -                                   | -             | -            | -                                    |
| <b>U.S. Dept. of Labor</b>  |                |                                |           |                         |                          |                                     |               |              |                                      |
| <b>Pass Through Awards</b>  |                |                                |           |                         |                          |                                     |               |              |                                      |
| Alliance for Workforce Development  |                |                                |           |                         |                          |                                     |               |              |                                      |
| 17.258  | 64149          | SUSTAINABLE MANUFACTURING Y1   | 03        | 11-B-308-06             | 200,000.00               | -                                   | -             | -            | -                                    |
| <b>Sub-Total WIA Cluster, Pass Through Awards, Alliance for Workforce Dvlp.</b>         |                |                                |           |                         | 200,000.00               | -                                   | -             | -            | -                                    |
| CA Employment Development Dept.   |                |                                |           |                         |                          |                                     |               |              |                                      |
| 17.259  | 64150          | CHICO RURL TEACHR PATHWY       | 03        | K182088                 | 500,000.00               | 79,218.92                           | 333,143.42    | 253,924.50   | -                                    |
| <b>Sub-Total WIA Cluster, Pass Through Awards, CA Employment Dvlp. Dept.</b>            |                |                                |           |                         | 500,000.00               | 79,218.92                           | 333,143.42    | 253,924.50   | -                                    |
| North Central Counties Consortium   |                |                                |           |                         |                          |                                     |               |              |                                      |
| 17.259  | 64214          | SUMMER WORK EXPER 1112/NCCC    | 05        | 11-23                   | 9,640.00                 | -                                   | -             | -            | -                                    |
| 17.259  | 64284          | SUMMER WORK EXPER 12/13        | 05        | 12-23                   | 9,378.00                 | -                                   | -             | 9,378.64     | 9,378.64                             |
| <b>Sub-Total WIA Cluster, Pass Through, North Central Counties Consortium</b>           |                |                                |           |                         | 19,016.00                | -                                   | -             | 9,378.64     | 9,378.64                             |
| Private Industry Council  |                |                                |           |                         |                          |                                     |               |              |                                      |
| 17.260  | 63988          | NURSE REENTRY ARRA 09/10       | 01        | none                    | 326,778.66               | (0.35)                              | -             | 0.35         | -                                    |
| 17.260  | 64064          | PIC LVN TO BSN                 | 01        | none                    | 91,774.04                | (2,758.07)                          | -             | 2,758.07     | -                                    |
| 17.260  | 63979          | GEOSPATIAL WORKFORCE TRAINING  | 03        | none                    | 318,783.06               | 0.01                                | -             | (0.01)       | -                                    |
| 17.260  | 64025          | ZERO ENERGY HOME PJCT Y1 09/10 | 03        | none                    | 118,693.31               | -                                   | -             | -            | -                                    |
| <b>Sub-Total WIA Cluster, Pass Through Awards, Private Industry Council</b>             |                |                                |           |                         | 856,029.07               | (2,758.41)                          | -             | 2,758.41     | -                                    |
| Private Industry Council  |                |                                |           |                         |                          |                                     |               |              |                                      |
| 17.260  | 64050          | REAP WEATHER MEASUREMENT       | 02        | none                    | 67,964.94                | -                                   | -             | -            | -                                    |
| <b>Sub-Total R&amp;D and WIA Cluster, Pass Through Awards, Private Industry Council</b> |                |                                |           |                         | 67,964.94                | -                                   | -             | -            | -                                    |
| <b>Total WIA Cluster Pass Through Awards</b>  |                |                                |           |                         | 1,575,045.07             | 76,460.51                           | 333,143.42    | 266,061.55   | 9,378.64                             |
| <b>Total R&amp;D/WIA Cluster Pass Through Awards</b>                                    |                |                                |           |                         | 67,964.94                | -                                   | -             | -            | -                                    |
| <b>Total Department of Labor</b>  |                |                                |           |                         | 1,643,010.01             | 76,460.51                           | 333,143.42    | 266,061.55   | 9,378.64                             |
| <b>Department of State Bureau of Educational and Cultural Affairs</b>                   |                |                                |           |                         |                          |                                     |               |              |                                      |
| <b>Direct Awards - Other</b>  |                |                                |           |                         |                          |                                     |               |              |                                      |
| 19.401  | 60521          | US INST FOR 2NDRY EDUC/STATE   | 03        | S-ECAAE-11-CA-049(DT)   | 308,117.15               | 6,239.61                            | 7,797.28      | 1,567.67     | -                                    |
| 19.401  | 60557          | US INST 2NDRY EDUC 2012/DOS    | 03        | S-ECAAE-12-CA-045(DT)   | 359,933.00               | 226,583.70                          | 324,213.45    | 99,908.11    | 2,178.36                             |
| 19.401  | 60596          | US INST 2NDRY EDUC 2013/DOS    | 03        | S-ECAAGD-13-CA-044(JM)  | 290,887.00               | -                                   | -             | 152,053.75   | 152,053.75                           |
| <b>Sub-Total Other Direct Awards</b>  |                |                                |           |                         | 958,937.15               | 232,823.31                          | 332,010.73    | 253,419.53   | 154,232.11                           |
| <b>Pass Through Awards</b>  |                |                                |           |                         |                          |                                     |               |              |                                      |
| Int'l Research & Exchanges Board  |                |                                |           |                         |                          |                                     |               |              |                                      |
| 19.408  | 64219          | TEA PROGRAM SPRING 2012        | 03        | FY11-TEA-CSU-Chico-01   | 188,516.58               | 86,173.51                           | 86,173.51     | -            | -                                    |
| 19.408  | 64275          | TEA PROGRAM FALL 2012          | 03        | FY12-TEA-CSU-Chico-01   | 196,772.48               | -                                   | 196,772.48    | 196,772.48   | -                                    |
| 19.408  | 64304          | TEA PROGRAM SPRING 2013        | 03        | FY12-TEA-CSU-Chico-02   | 178,230.00               | -                                   | 126,313.57    | 183,188.88   | 56,875.31                            |
| 19.408  | 64323          | TEA PROGRAM FALL 2013          | 03        | FY13-TEA-CSU-01         | 172,949.00               | -                                   | -             | -            | -                                    |
| <b>Sub-Total Other Pass Through Awards, Int'l Research &amp; Exchanges Board</b>        |                |                                |           |                         | 736,468.06               | 86,173.51                           | 409,259.56    | 379,961.36   | 56,875.31                            |
| <b>Total Other Direct Awards</b>  |                |                                |           |                         | 958,937.15               | 232,823.31                          | 332,010.73    | 253,419.53   | 154,232.11                           |
| <b>Total Other Pass Through Awards</b>  |                |                                |           |                         | 736,468.06               | 86,173.51                           | 409,259.56    | 379,961.36   | 56,875.31                            |
| <b>Total Department of State Bureau of Educational and Cultural Affairs</b>             |                |                                |           |                         | 1,695,405.21             | 318,996.82                          | 741,270.29    | 633,380.89   | 211,107.42                           |
| <b>Department of Transportation</b>   |                |                                |           |                         |                          |                                     |               |              |                                      |
| <b>Direct Awards - Other</b>  |                |                                |           |                         |                          |                                     |               |              |                                      |
| 20.205  | 60447          | YUBA DONNER SCENIC BYWAY 08/09 | 03        | 08-CR-11072100-104      | 116,874.22               | -                                   | 12,214.74     | 12,214.74    | -                                    |
| <b>Sub-Total Highway Planning and Const. Cluster, Direct Awards</b>                     |                |                                |           |                         | 116,874.22               | -                                   | 12,214.74     | 12,214.74    | -                                    |
| <b>Pass Through Awards</b>  |                |                                |           |                         |                          |                                     |               |              |                                      |
| University of Alaska  |                |                                |           |                         |                          |                                     |               |              |                                      |
| 20.701  | 64134          | ALASKA PVMT PRESERVATION GUIDE | 03        | PO FP12209 & UAF 110028 | 81,774.75                | 2,484.47                            | 11,298.59     | 8,814.12     | -                                    |
| <b>Sub-Total Other Pass Through Awards, University of Alaska</b>                        |                |                                |           |                         | 81,774.75                | 2,484.47                            | 11,298.59     | 8,814.12     | -                                    |
| <b>Total Highway Planning and Construction Cluster Direct Awards</b>                    |                |                                |           |                         | 116,874.22               | -                                   | 12,214.74     | 12,214.74    | -                                    |
| <b>Total Other Pass Through Awards</b>  |                |                                |           |                         | 81,774.75                | 2,484.47                            | 11,298.59     | 8,814.12     | -                                    |
| <b>Total Department of Transportation</b>   |                |                                |           |                         | 198,648.97               | 2,484.47                            | 23,513.33     | 21,028.86    | -                                    |
| <b>National Aeronautics and Space Administration</b>                                    |                |                                |           |                         |                          |                                     |               |              |                                      |
| <b>Pass Through Awards</b>  |                |                                |           |                         |                          |                                     |               |              |                                      |
| NASA - Jet Propulsion Labs  |                |                                |           |                         |                          |                                     |               |              |                                      |
| 43.CNT#   | 64213          | CAPSTONE DESIGN STUDENT PROJ   | 01        | 1445015                 | 3,868.58                 | 903.41                              | 1,403.41      | 500.00       | -                                    |
| <b>Sub-Total Other Pass Through Awards, NASA - Jet Propulsion Labs</b>                  |                |                                |           |                         | 3,868.58                 | 903.41                              | 1,403.41      | 500.00       | -                                    |
| <b>Total National Aeronautics and Space Administration</b>                              |                |                                |           |                         | 3,868.58                 | 903.41                              | 1,403.41      | 500.00       | -                                    |
| <b>National Endowment for the Arts</b>  |                |                                |           |                         |                          |                                     |               |              |                                      |
| <b>Direct Awards - Research and Development</b>   |                |                                |           |                         |                          |                                     |               |              |                                      |
| 45.160  | 60496          | CA INDIAN SLAVERY              | 02        | none                    | 50,400.00                | 760.34                              | -             | (760.34)     | -                                    |
| <b>Sub-Total Research and Development Direct Awards</b>                                 |                |                                |           |                         | 50,400.00                | 760.34                              | -             | (760.34)     | -                                    |
| <b>Pass Through Awards</b>  |                |                                |           |                         |                          |                                     |               |              |                                      |
| WESTAF (Western St Arts Fed)  |                |                                |           |                         |                          |                                     |               |              |                                      |
| 45.025  | 64285          | BALLET FOLKLORICO DE MEXICO    | 03        | TW20120030              | 2,000.00                 | -                                   | 2,000.00      | 2,000.00     | -                                    |
| <b>Sub-Total Other Pass Through Awards, WESTAF</b>                                      |                |                                |           |                         | 2,000.00                 | -                                   | 2,000.00      | 2,000.00     | -                                    |

**SCHEDULE OF EXPENDITURES  
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| Catalog Number                                  | Project Number | Project Title  | Firm Code | Award/Contract Number | Program or Award Amounts | Accrued (Deferred) Revenue 7/1/2012 | Cash Received | Expenditures | Accrued (Deferred) Revenue 6/30/2013 |
|---|----------------|--|-----------|-----------------------|--------------------------|-------------------------------------|---------------|--------------|--------------------------------------|
| 45.129  | 64308          | Cal Humanities<br>WATER STORIES OF NORTHSTATE  | 03        | COS12-357             | 9,999.00                 | -                                   | 8,999.10      | 8,478.95     | (520.15)                             |
|   |                | <b>Sub-Total Other Pass Through Awards, Cal Humanities</b>                             |           |                       | 9,999.00                 | -                                   | 8,999.10      | 8,478.95     | (520.15)                             |
|   |                | <b>Total Research and Development Direct Awards</b>                                    |           |                       | 50,400.00                | 760.34                              | -             | (760.34)     | -                                    |
|   |                | <b>Total Other Pass Through Awards</b>   |           |                       | 11,999.00                | -                                   | 10,999.10     | 10,478.95    | (520.15)                             |
|   |                | <b>Total National Endowment for the Arts</b>   |           |                       | 62,399.00                | 760.34                              | 10,999.10     | 9,718.61     | (520.15)                             |
| <b>National Science Foundation</b>              |                |  |           |                       |                          |                                     |               |              |                                      |
| <b>Direct Awards - Other</b>                    |                |  |           |                       |                          |                                     |               |              |                                      |
| 47.041  | 60581          | NSF I-CORPS 12/H3  | 03        | IIP-1261836           | 50,000.00                | -                                   | 41,328.57     | 49,074.72    | 7,746.15                             |
| 47.075  | 60509          | NSF ADV RSRCH VSUAL ANTHROPOLOG  | 03        | BCS-1040483           | 296,646.00               | 7,492.60                            | 23,064.49     | 38,769.48    | 23,197.59                            |
| 47.076  | 60417          | CEET SCHOLARSHIPS PJCT 07-12   | 08        | DUE-0726313           | 598,642.00               | -                                   | 21,966.20     | 21,966.20    | -                                    |
| 47.076  | 60412          | NOYCE SCHOLARSHIPS Y1 07/08  | 03        | DUE-0733758           | 917,065.00               | 100,618.65                          | 128,750.31    | 28,131.66    | -                                    |
| 47.076  | 60540          | NSF TEMS II PROGRAM 11/16  | 01        | DUE-1163431           | 749,600.00               | 2,547.23                            | 151,136.68    | 148,248.26   | (241.19)                             |
|   |                | <b>Sub-Total Other Direct Awards</b>   |           |                       | 2,601,953.00             | 110,658.48                          | 366,246.25    | 286,290.32   | 30,702.55                            |
| <b>Direct Awards - Research and Development</b> |                |  |           |                       |                          |                                     |               |              |                                      |
| 47.050  | 60515          | RAPID REAL SECURITY/NSF  | 02        | AGS-1104342           | 25,292.00                | -                                   | 5,698.58      | 5,698.58     | -                                    |
| 47.050  | 60574          | NSF 2 COMPT WIND EVAL LIDAR  | 02        | AGS-1228464           | 728,747.00               | -                                   | 113,892.62    | 246,160.69   | 132,268.07                           |
| 47.050  | 60597          | NSF HIGH-RES STROMA TOLITE MODL  | 02        | EAR-1251422           | 59,103.00                | -                                   | -             | 8,259.19     | 8,259.19                             |
| 47.074  | 60414          | RUI VIRAL DIVRITY HOT LAKE 08  | 02        | MCB-0702069           | 291,453.00               | 3,541.33                            | 37,577.05     | 49,760.52    | 15,724.80                            |
| 47.075  | 60444          | SEIDENTISM IN CA DELTA 08_11   | 02        | BCS0819975            | 93,575.50                | -                                   | 631.26        | 631.26       | -                                    |
| 47.076  | 60459          | JOINT LAB CURRICULUM BUTTE COL   | 02        | DUE-0837068           | 150,628.30               | 2,105.07                            | 20,999.16     | 18,894.09    | -                                    |
| 47.076  | 60461          | STDT GENRATD SCINTFC INQ 09/11   | 02        | DUE-0837058           | 138,580.51               | (7,212.50)                          | (7,212.50)    | -            | -                                    |
| 47.076  | 60488          | LIFE SCIENCE ED FOR ELEM TCHRS   | 02        | DUE-0942391           | 152,085.00               | 13,009.51                           | 60,906.43     | 50,912.81    | 3,015.89                             |
| 47.076  | 60511          | NSF GARNET PHASE II  | 02        | DUE-1022765           | 36,210.00                | 1,111.87                            | 6,268.96      | 6,313.92     | 1,156.83                             |
| 47.076  | 60552          | NSF PRE-K EARLY ALGEBRA 11/12  | 02        | DRL-1212766           | 207,128.00               | 101,418.51                          | 161,208.36    | 61,646.22    | 1,856.37                             |
| 47.076  | 60573          | NSF TRANFMIV EXP UNDERGRAD   | 02        | DUE-1140785           | 97,508.00                | -                                   | 700.03        | 8,693.00     | 7,982.97                             |
| 47.076  | 60593          | NSF WRITING & LITERACY CLASS   | 02        | DUE-1140860           | 199,956.00               | -                                   | 8,767.47      | 19,592.41    | 10,824.94                            |
| 47.082  | 60475          | HORIZONTAL VECTOR WIND MSRMNT  | 02        | ATM-0924407           | 554,585.00               | 53,340.96                           | 114,425.90    | 86,009.43    | 24,924.49                            |
| 47.479  | 60558          | NSF REURET MATHEMATICS   | 02        | DMS-1156612           | 216,117.00               | 46,335.83                           | 90,416.90     | 84,418.35    | 40,337.28                            |
|   |                | <b>Sub-Total Research &amp; Development Direct Awards</b>                              |           |                       | 2,950,968.31             | 213,650.58                          | 614,280.22    | 646,980.47   | 246,350.83                           |
| <b>Pass Through Awards</b>                      |                |  |           |                       |                          |                                     |               |              |                                      |
| University of Texas, Arlington                  |                |  |           |                       |                          |                                     |               |              |                                      |
| 47.041  | 64136          | NSF RC FRAME COLLAPSE STUDY  | 02        | 26-1003-8263          | 166,799.00               | 5,064.78                            | 18,816.48     | 21,246.58    | 7,494.88                             |
|   |                | <b>Sub-Total R &amp; D Pass Through Awards, Univ. of Texas, Arlington</b>              |           |                       | 166,799.00               | 5,064.78                            | 18,816.48     | 21,246.58    | 7,494.88                             |
| Univ. of CA, Office of the President            |                |  |           |                       |                          |                                     |               |              |                                      |
| 47.074  | 64154          | IMPVG BIOLOGICAL RSRCH CLLCTNS   | 04        | Sub 00007365          | 30,847.00                | 2,120.65                            | 2,363.51      | 7,192.59     | 6,949.73                             |
|   |                | <b>Sub-Total Other Pass Through Awards, Univ of CA Office of the President</b>         |           |                       | 30,847.00                | 2,120.65                            | 2,363.51      | 7,192.59     | 6,949.73                             |
| Univ. of CA, Office of the President            |                |  |           |                       |                          |                                     |               |              |                                      |
| 47.076  | 64264          | MARN 1112 & 1213   | 02        | F6776-05              | 71,341.00                | 5,773.88                            | 48,183.91     | 42,410.03    | -                                    |
|   |                | <b>Sub-Total Other Pass Through Awards, Univ of CA Office of the President</b>         |           |                       | 71,341.00                | 5,773.88                            | 48,183.91     | 42,410.03    | -                                    |
| San Diego State University                      |                |  |           |                       |                          |                                     |               |              |                                      |
| 47.076  | 64204          | ETHICS EDU FOR SCI MASTERS '11   | 01        | 55975A P2123 7803 211 | 11,966.14                | -                                   | -             | -            | -                                    |
|   |                | <b>Sub-Total Other Pass Through Awards, San Diego State University</b>                 |           |                       | 11,966.14                | -                                   | -             | -            | -                                    |
| MESA Statewide / UCOP                           |                |  |           |                       |                          |                                     |               |              |                                      |
| 47.076  | 64128          | MESA NSF SCHOLARSHIPS 10/11  | 08        | 11-MESA-324218-3      | 13,000.00                | -                                   | -             | -            | -                                    |
| 47.076  | 64227          | MESA NSF SCHLRSHP GONZALES   | 08        | 11-MESA-63118-3-92    | 12,875.00                | -                                   | -             | -            | -                                    |
| 47.076  | 64316          | MESA/NSF SCHOLARSHIP GONZALEZ  | 08        | 12-MESA-63118-3-XXX   | 21,625.00                | -                                   | 21,625.00     | 21,625.00    | -                                    |
|   |                | <b>Sub-Total Other Pass Through Awards, MESA Statewide / UCOP</b>                      |           |                       | 47,500.00                | -                                   | 21,625.00     | 21,625.00    | -                                    |
| Shasta College                                  |                |  |           |                       |                          |                                     |               |              |                                      |
| 47.076  | 64135          | NSF ADV TECH PRGM SHASTA 10/12   | 03        | SP-09-239             | 33,582.43                | 13,984.39                           | 17,776.28     | 3,791.89     | -                                    |
|   |                | <b>Sub-Total Other Pass Through Awards, Shasta College</b>                             |           |                       | 33,582.43                | 13,984.39                           | 17,776.28     | 3,791.89     | -                                    |
| University Enterprises - Sacramento State       |                |  |           |                       |                          |                                     |               |              |                                      |
| 47.076  | 64159          | LSAMP PHAS IV Y4 11/12 UE/NSF  | 01        | HRD-0802628-515261    | 48,000.00                | 12,534.25                           | 12,534.25     | -            | -                                    |
| 47.076  | 64165          | LSA MP STUDNT Y4 11/12 UE/NSF  | 01        | HRD-0802628-519851    | 9,663.00                 | 7,764.00                            | 7,764.00      | -            | -                                    |
| 47.076  | 64277          | LSAMP PH IV Y5 12-13   | 01        | 515265                | 45,000.00                | -                                   | 33,077.65     | 44,854.87    | 11,777.22                            |
|   |                | <b>Sub-Total Other Pass Through Awards, University Enterprises - Sac State</b>         |           |                       | 102,663.00               | 20,298.25                           | 53,375.90     | 44,854.87    | 11,777.22                            |
| Iowa State University                           |                |  |           |                       |                          |                                     |               |              |                                      |
| 47.082  | 64051          | EFRI BIOFUELS 09/H3  | 02        | 441-04-04A            | 289,252.00               | 52,767.35                           | 85,884.33     | 41,387.51    | 8,270.53                             |
|   |                | <b>Sub-Total Research &amp; Development Pass Through Awards, Iowa State University</b> |           |                       | 289,252.00               | 52,767.35                           | 85,884.33     | 41,387.51    | 8,270.53                             |
|   |                | <b>Total Other Direct Awards</b>   |           |                       | 2,601,953.00             | 110,658.48                          | 366,246.25    | 286,290.32   | 30,702.55                            |
|   |                | <b>Total Research &amp; Development Direct Awards</b>                                  |           |                       | 2,950,968.31             | 213,650.58                          | 614,280.22    | 646,980.47   | 246,350.83                           |
|   |                | <b>Total Research &amp; Development Pass Through</b>                                   |           |                       | 527,392.00               | 63,606.01                           | 152,884.72    | 105,044.12   | 15,765.41                            |
|   |                | <b>Total Other Pass Through Awards</b>   |           |                       | 226,558.57               | 36,403.29                           | 95,140.69     | 77,464.35    | 18,726.95                            |
|   |                | <b>Total National Science Foundation</b>   |           |                       | 6,306,871.88             | 424,318.36                          | 1,228,551.88  | 1,115,779.26 | 311,545.74                           |
| <b>U.S. Small Business Administration</b>       |                |  |           |                       |                          |                                     |               |              |                                      |
| <b>Direct Awards - Other</b>                    |                |  |           |                       |                          |                                     |               |              |                                      |
| 59.037  | 60514          | SBA 2011   | 03        | 1-603001-Z-0063-09    | 1,451,941.12             | (7,171.48)                          | -             | 7,175.50     | 4.02                                 |
| 59.058  | 60516          | SBA FAST   | 03        | SBAHQ-10-G-0012       | 100,000.00               | 17,859.32                           | 17,859.99     | (0.33)       | -                                    |
| 59.037  | 60517          | SBA JOBS 11/12   | 03        | 1-603001-Z-0108       | 616,585.99               | 9,561.91                            | 285,902.68    | 459,645.61   | 183,304.84                           |
| 59.037  | 60550          | SBA 2012   | 03        | SBAHQ-12-B-0070       | 1,373,989.00             | 89,174.08                           | 1,305,870.49  | 1,216,696.41 | -                                    |
| 59.037  | 60594          | SBA 2013   | 03        | SBAHQ-13-B-0060       | 1,284,118.00             | -                                   | 86,489.59     | 205,883.34   | 119,393.75                           |
|   |                | <b>Sub-Total Other Direct Awards</b>   |           |                       | 4,826,634.11             | 109,423.83                          | 1,696,121.75  | 1,889,400.53 | 302,702.61                           |

**SCHEDULE OF EXPENDITURES  
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June 30, 2013

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| Catalog Number                         | Project Number | Project Title  | Firm Code | Award/Contract Number | Program or Award Amounts | Accrued (Deferred) Revenue 7/1/2012 | Cash Received | Expenditures | Accrued (Deferred) Revenue 6/30/2013 |
|--|----------------|--|-----------|-----------------------|--------------------------|-------------------------------------|---------------|--------------|--------------------------------------|
| <b>Pass Through Awards</b>             |                |  |           |                       |                          |                                     |               |              |                                      |
| 59.037                                 |                | Center for Economic Development  |           |                       |                          |                                     |               |              |                                      |
|  | 64211          | SBDC STATEWIDE PARTNERSHP 2011   | 03        | 1-603001-Z-0063-09    | 6,331.07                 | 7,174.89                            | -             | (7,174.89)   | -                                    |
|  |                | <b>Sub-Total Other Pass Through Awards, Center for Economic Development</b>                |           |                       | 6,331.07                 | 7,174.89                            | -             | (7,174.89)   | -                                    |
| 59.037                                 |                | Humboldt State University No. CA. SBDC Network   |           |                       |                          |                                     |               |              |                                      |
|  | 64211          | SBDC STATEWIDE PARTNERSHP 2011   | 03        | 1-603001-Z-0063-09    | 12,764.37                | -                                   | -             | -            | -                                    |
|  |                | <b>Sub-Total Other Pass Through Awards, Humboldt State University No. CA. SBDC Network</b> |           |                       | 12,764.37                | -                                   | -             | -            | -                                    |
| 59.037                                 |                | Southwestern Community College   |           |                       |                          |                                     |               |              |                                      |
|  | 64211          | SBDC STATEWIDE PARTNERSHP 2011   | 03        | 1-603001-Z-0063-09    | 4,752.57                 | -                                   | -             | -            | -                                    |
|  |                | <b>Sub-Total Other Pass Through Awards, Southwestern Community College</b>                 |           |                       | 4,752.57                 | -                                   | -             | -            | -                                    |
| 59.037                                 |                | UC Merced Sponsored Projects   |           |                       |                          |                                     |               |              |                                      |
|  | 64211          | SBDC STATEWIDE PARTNERSHP 2011   | 03        | 1-603001-Z-0063-09    | 6,632.02                 | -                                   | -             | -            | -                                    |
|  |                | <b>Sub-Total Other Pass Through Awards, UC Merced Sponsored Projects</b>                   |           |                       | 6,632.02                 | -                                   | -             | -            | -                                    |
| 59.037                                 |                | Long Beach City College  |           |                       |                          |                                     |               |              |                                      |
|  | 64211          | SBDC STATEWIDE PARTNERSHP 2011   | 03        | 1-603001-Z-0063-09    | 16,472.17                | -                                   | -             | -            | -                                    |
|  |                | <b>Sub-Total Other Pass Through Awards, Long Beach City College</b>                        |           |                       | 16,472.17                | -                                   | -             | -            | -                                    |
| 59.037                                 |                | Orange County / Inland Empire Region SBDC  |           |                       |                          |                                     |               |              |                                      |
|  | 64211          | SBDC STATEWIDE PARTNERSHP 2011   | 03        | 1-603001-Z-0063-09    | 9,828.79                 | -                                   | -             | -            | -                                    |
|  |                | <b>Sub-Total Other Pass Through Awards, Orange County / Inland Empire Region SBDC</b>      |           |                       | 9,828.79                 | -                                   | -             | -            | -                                    |
| 59.037                                 |                | Center for Economic Development  |           |                       |                          |                                     |               |              |                                      |
|  | 64232          | SBDC STATEWIDE PARTNERSHIP '12   | 03        | 2-603001-Z-0063       | 17,432.92                | 5,678.77                            | -             | 6,452.46     | 12,131.23                            |
|  |                | <b>Sub-Total Other Pass Through Awards, Center for Economic Development</b>                |           |                       | 17,432.92                | 5,678.77                            | -             | 6,452.46     | 12,131.23                            |
| 59.037                                 |                | Humboldt State University No. CA. SBDC Network   |           |                       |                          |                                     |               |              |                                      |
|  | 64232          | SBDC STATEWIDE PARTNERSHP 2011   | 03        | 2-603001-Z-0063       | 35,147.26                | 11,449.21                           | 25,714.83     | 13,009.08    | (1,256.54)                           |
|  |                | <b>Sub-Total Other Pass Through Awards, Humboldt State University No. CA. SBDC Network</b> |           |                       | 35,147.26                | 11,449.21                           | 25,714.83     | 13,009.08    | (1,256.54)                           |
| 59.037                                 |                | Southwestern Community College   |           |                       |                          |                                     |               |              |                                      |
|  | 64232          | SBDC STATEWIDE PARTNERSHP 2011   | 03        | 2-603001-Z-0063       | 13,086.41                | 4,262.90                            | 12,565.45     | 4,843.68     | (3,458.87)                           |
|  |                | <b>Sub-Total Other Pass Through Awards, Southwestern Community College</b>                 |           |                       | 13,086.41                | 4,262.90                            | 12,565.45     | 4,843.68     | (3,458.87)                           |
| 59.037                                 |                | UC Merced Sponsored Projects   |           |                       |                          |                                     |               |              |                                      |
|  | 64232          | SBDC STATEWIDE PARTNERSHP 2011   | 03        | 2-603001-Z-0063       | 18,261.56                | 5,948.70                            | 17,534.59     | 6,759.17     | (4,826.72)                           |
|  |                | <b>Sub-Total Other Pass Through Awards, UC Merced Sponsored Projects</b>                   |           |                       | 18,261.56                | 5,948.70                            | 17,534.59     | 6,759.17     | (4,826.72)                           |
| 59.037                                 |                | Long Beach City College  |           |                       |                          |                                     |               |              |                                      |
|  | 64232          | SBDC STATEWIDE PARTNERSHP 2011   | 03        | 2-603001-Z-0063       | 45,356.84                | 14,774.98                           | -             | 16,787.97    | 31,562.95                            |
|  |                | <b>Sub-Total Other Pass Through Awards, Long Beach City College</b>                        |           |                       | 45,356.84                | 14,774.98                           | -             | 16,787.97    | 31,562.95                            |
| 59.037                                 |                | Orange County / Inland Empire Region SBDC  |           |                       |                          |                                     |               |              |                                      |
|  | 64232          | SBDC STATEWIDE PARTNERSHP 2011   | 03        | 2-603001-Z-0063       | 27,064.01                | 8,816.10                            | 19,800.88     | 10,017.22    | (967.56)                             |
|  |                | <b>Sub-Total Other Pass Through Awards, Orange County / Inland Empire Region SBDC</b>      |           |                       | 27,064.01                | 8,816.10                            | 19,800.88     | 10,017.22    | (967.56)                             |
| 59.037                                 |                | Center for Economic Development  |           |                       |                          |                                     |               |              |                                      |
|  | 64312          | 2013 SBDC STATEWIDE PARTNERSHP   | 03        | SBHQ-13-B-0060        | 19,573.72                | -                                   | -             | -            | -                                    |
|  |                | <b>Sub-Total Other Pass Through Awards, Center for Economic Development</b>                |           |                       | 19,573.72                | -                                   | -             | -            | -                                    |
| 59.037                                 |                | Humboldt State University No. CA. SBDC Network   |           |                       |                          |                                     |               |              |                                      |
|  | 64312          | 2013 SBDC STATEWIDE PARTNERSHP   | 03        | SBHQ-13-B-0060        | 39,463.42                | -                                   | 7,787.14      | 7,787.14     | -                                    |
|  |                | <b>Sub-Total Other Pass Through Awards, Humboldt State University No. CA. SBDC Network</b> |           |                       | 39,463.42                | -                                   | 7,787.14      | 7,787.14     | -                                    |
| 59.037                                 |                | Southwestern Community College   |           |                       |                          |                                     |               |              |                                      |
|  | 64312          | 2013 SBDC STATEWIDE PARTNERSHP   | 03        | SBHQ-13-B-0060        | 14,693.45                | -                                   | 2,899.39      | 2,899.39     | -                                    |
|  |                | <b>Sub-Total Other Pass Through Awards, Southwestern Community College</b>                 |           |                       | 14,693.45                | -                                   | 2,899.39      | 2,899.39     | -                                    |
| 59.037                                 |                | UC Merced Sponsored Projects   |           |                       |                          |                                     |               |              |                                      |
|  | 64312          | 2013 SBDC STATEWIDE PARTNERSHP   | 03        | SBHQ-13-B-0060        | 20,504.12                | -                                   | 4,045.99      | 4,045.99     | -                                    |
|  |                | <b>Sub-Total Other Pass Through Awards, UC Merced Sponsored Projects</b>                   |           |                       | 20,504.12                | -                                   | 4,045.99      | 4,045.99     | -                                    |
| 59.037                                 |                | Long Beach City College  |           |                       |                          |                                     |               |              |                                      |
|  | 64312          | 2013 SBDC STATEWIDE PARTNERSHP   | 03        | SBHQ-13-B-0060        | 50,926.76                | -                                   | -             | 10,049.17    | 10,049.17                            |
|  |                | <b>Sub-Total Other Pass Through Awards, Long Beach City College</b>                        |           |                       | 50,926.76                | -                                   | -             | 10,049.17    | 10,049.17                            |
| 59.037                                 |                | Orange County / Inland Empire Region SBDC  |           |                       |                          |                                     |               |              |                                      |
|  | 64312          | 2013 SBDC STATEWIDE PARTNERSHP   | 03        | SBHQ-13-B-0060        | 30,387.53                | -                                   | 5,996.24      | 5,996.24     | -                                    |
|  |                | <b>Sub-Total Other Pass Through Awards, Orange County / Inland Empire Region SBDC</b>      |           |                       | 30,387.53                | -                                   | 5,996.24      | 5,996.24     | -                                    |
|  |                | <b>Total Other Direct Awards</b>   |           |                       | 4,826,634.11             | 109,423.83                          | 1,696,121.75  | 1,889,400.53 | 302,702.61                           |
|  |                | <b>Total Other Pass Through Awards</b>   |           |                       | 388,678.99               | 58,105.55                           | 96,344.51     | 81,472.62    | 43,233.66                            |
|  |                | <b>Total U.S. Small Business Administration</b>  |           |                       | 5,215,313.10             | 167,529.38                          | 1,792,466.26  | 1,970,873.15 | 345,936.27                           |
| <b>Environmental Protection Agency</b> |                |  |           |                       |                          |                                     |               |              |                                      |
| <b>Pass Through Awards</b>             |                |  |           |                       |                          |                                     |               |              |                                      |
| 66.454                                 |                | State Water Resources Control Board  |           |                       |                          |                                     |               |              |                                      |
|  | 64283          | STREAMWATER QLT Y MONTRNG 1213   | 03        | 11-181-250            | 67,161.00                | -                                   | 33,535.06     | 67,161.00    | 33,625.94                            |
|  |                | <b>Sub-Total Other Pass Through Awards, State Water Resources Control Board</b>            |           |                       | 67,161.00                | -                                   | 33,535.06     | 67,161.00    | 33,625.94                            |
| 66.458                                 |                | City of Chico  |           |                       |                          |                                     |               |              |                                      |
|  | 64030          | CITY OF CHICO BIDWELL AVE ARRA   | 03        | 131905 AMD #2         | 309,314.29               | -                                   | -             | -            | -                                    |
|  |                | <b>Sub-Total Other Pass Through Awards, City of Chico</b>                                  |           |                       | 309,314.29               | -                                   | -             | -            | -                                    |
|  |                | <b>Total Other Pass Through Awards</b>   |           |                       | 376,475.29               | -                                   | 33,535.06     | 67,161.00    | 33,625.94                            |
|  |                | <b>Total Environmental Protection Agency</b>   |           |                       | 376,475.29               | -                                   | 33,535.06     | 67,161.00    | 33,625.94                            |

See notes to the supplementary information.

**SCHEDULE OF EXPENDITURES  
OF FEDERAL AWARDS**

June 30, 2013

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| Catalog Number  | Project Number | Project Title                       | Firm Code | Award/Contract Number | Program or Award Amounts | Accrued (Deferred) Revenue 7/1/2012 | Cash Received | Expenditures | Accrued (Deferred) Revenue 6/30/2013 |
|---|----------------|-------------------------------------|-----------|-----------------------|--------------------------|-------------------------------------|---------------|--------------|--------------------------------------|
| <b>Department of Energy</b>   |                |                                     |           |                       |                          |                                     |               |              |                                      |
| <b>Pass Through Awards</b>  |                |                                     |           |                       |                          |                                     |               |              |                                      |
| University of Minnesota   |                |                                     |           |                       |                          |                                     |               |              |                                      |
| 81.122  | 64139          | ARRA ENERGY SYSTEM ED CONSRTY1      | 03        | A000211581            | 3,999.00                 | -                                   | 1,333.00      | 1,333.00     | -                                    |
| <b>Sub-Total Other Pass Through Awards, University of Minnesota</b>                 |                |                                     |           |                       | 3,999.00                 | -                                   | 1,333.00      | 1,333.00     | -                                    |
| Lawrence Livermore National Laboratory  |                |                                     |           |                       |                          |                                     |               |              |                                      |
| 81.CNT  | 64198          | SCOUT ROBOTIC VEHICLE 2011          | 02        | B597357               | 142,026.09               | 13,282.42                           | 42,155.42     | 28,873.00    | -                                    |
| 81.CNT  | 64203          | NIF ROBOTIC MODULE DEVELOPMNT       | 02        | B597629               | 519,028.00               | 94,703.25                           | 335,560.01    | 275,697.87   | 34,841.11                            |
| 81.CNT  | 64296          | BACKPACK SURVEILLANCE SCOUT         | 02        | B601837               | 163,421.00               | -                                   | 82,745.26     | 102,680.74   | 19,915.48                            |
| <b>Sub-Total R &amp; D Pass Through Awards, Lawrence Livermore Ntl Lab</b>          |                |                                     |           |                       | 824,475.09               | 107,985.67                          | 460,460.69    | 407,231.61   | 54,756.59                            |
| <b>Total Research &amp; Development Pass Through Awards</b>                         |                |                                     |           |                       | 824,475.09               | 107,985.67                          | 460,460.69    | 407,231.61   | 54,756.59                            |
| <b>Total Other Pass Through Awards</b>  |                |                                     |           |                       | 3,999.00                 | -                                   | 1,333.00      | 1,333.00     | -                                    |
| <b>Total Department of Energy</b>   |                |                                     |           |                       | 828,474.09               | 107,985.67                          | 461,793.69    | 408,564.61   | 54,756.59                            |
| <b>US Department of Education</b>   |                |                                     |           |                       |                          |                                     |               |              |                                      |
| <b>Direct Awards - Other</b>  |                |                                     |           |                       |                          |                                     |               |              |                                      |
| 84.116J   | 60499          | TRANS ATLANTIC DUAL MASTER Y1       | 01        | P116J100044           | 31,510.20                | -                                   | -             | -            | -                                    |
| 84.116J   | 60549          | TRANS ATLANTIC DUAL MASTER Y2 11/12 | 01        | P116J100044-11        | 46,972.51                | -                                   | 16,269.60     | 16,269.60    | -                                    |
| 84.116J   | 60586          | TRANS ATLANTIC DUAL MASTER Y3       | 01        | P116J100044-12        | 246,082.29               | -                                   | 36,774.54     | 54,937.87    | 18,163.33                            |
| 84.116N   | 60504          | N AMERICA ENG INV TRG Y4 10/11      | 04        | P116N070004-10        | 63,617.53                | (16.11)                             | -             | (16.11)      | -                                    |
| 84.215F   | 60543          | GET MOVING SO COUNTY Y1 11/12       | 03        | Q215F110569           | 296,303.21               | 24,443.64                           | 102,418.76    | 77,975.12    | -                                    |
| 84.215F   | 60589          | GET MOVING SO COUNTY Y2 12/13       | 03        | Q326F110569-12        | 151,121.00               | -                                   | 86,896.62     | 105,389.68   | 18,503.06                            |
| 84.239B   | 60590          | NORCAL PRIE Y1 12/13                | 01        | S299B120038           | 354,415.00               | -                                   | 59,142.86     | 125,830.73   | 66,687.87                            |
| 84.325  | 60544          | T.R.A.C.K. PROGRAM Y1 2012          | 01        | H325K110322           | 180,674.51               | 2,588.47                            | 118,012.16    | 115,423.69   | -                                    |
| 84.325K   | 60529          | PRIORITY PERSONNEL DEV Y3 11/12     | 01        | H325K090238-11        | 250,238.86               | 29,804.31                           | 29,525.67     | (278.64)     | -                                    |
| 84.325K   | 60570          | PRIORITY PERSONNEL DEV Y4 12/13     | 01        | H325K090238           | 362,489.36               | -                                   | 180,548.03    | 216,736.81   | 36,188.78                            |
| 84.325K   | 60592          | T.R.A.C.K. PROGRAM Y2 2013          | 01        | H325K110322-12        | 319,325.49               | -                                   | 41,660.31     | 58,371.76    | 16,711.45                            |
| 84.325T   | 60501          | NEXT STEPS Y3 10/11                 | 01        | H325T08001-10         | 69,580.64                | -                                   | -             | -            | -                                    |
| 84.325T   | 60531          | NEXT STEPS Y4 11/12                 | 01        | H325T08001-11         | 94,441.45                | 4,322.36                            | 41,691.26     | 37,368.90    | -                                    |
| 84.325T   | 60578          | NEXT STEPS Y5 12/13                 | 01        | H325T08001-12         | 120,842.73               | -                                   | 34,347.11     | 66,258.72    | 31,911.61                            |
| 84.335  | 60423          | CCAMPIS Y2 07/08                    | 05        | P335A06217-07         | 11,861.23                | -                                   | -             | -            | -                                    |
| 84.335  | 60451          | CCAMPIS Y3 08/09                    | 05        | P335A06217-08         | 169,334.50               | -                                   | -             | -            | -                                    |
| 84.335A   | 60512          | CCAMPIS Y1 10/11                    | 05        | P335A100115           | 83,870.36                | -                                   | 156.60        | 156.60       | -                                    |
| 84.335A   | 60545          | CCAMPIS Y2 11/12                    | 05        | P335A100115-11        | 81,633.12                | 9,633.20                            | 37,529.34     | 27,896.14    | -                                    |
| 84.335A   | 60587          | CCAMPIS Y3 12/13                    | 05        | P335A100115-12        | 93,968.52                | -                                   | 639.80        | 39,494.15    | 38,854.35                            |
| 84.365Z   | 60564          | CPD COLLAB PROF DEVELP CA SHCL      | 03        | T365Z120186           | 384,401.00               | 151.20                              | 231,096.92    | 274,801.53   | 43,855.81                            |
| 84.365Z   | 60600          | CPD Y2 13/14                        | 03        | T365Z120186-13        | 399,957.00               | -                                   | -             | 87,000.59    | 87,000.59                            |
| <b>Sub-Total Other Direct Awards</b>  |                |                                     |           |                       | 3,802,639.51             | 70,927.07                           | 1,016,683.47  | 1,303,633.25 | 367,876.85                           |
| 84.042A   | 60449          | STUDENT SUPPORT SVCS Y4 08/09       | 05        | P042A050994-08        | 251,318.58               | -                                   | -             | -            | -                                    |
| 84.042A   | 60507          | STDNT SUPPRT SERVICES Y1 10/11      | 05        | P042A100854           | 253,157.14               | (73.55)                             | (73.55)       | -            | -                                    |
| 84.042A   | 60538          | STDNT SUPPRT SREVICES Y2 11/12      | 05        | P042A100854-11        | 242,819.64               | 28,477.01                           | 72,918.59     | 44,441.58    | -                                    |
| 84.042A   | 60580          | STND SUPPRT SVCS Y3 12/13           | 05        | P042A100854-12        | 254,688.22               | -                                   | 123,459.96    | 199,718.95   | 76,258.99                            |
| 84.044A   | 60446          | ETS II Y3 08/09                     | 05        | P044A060322-08        | 249,162.47               | -                                   | -             | -            | -                                    |
| 84.044A   | 60532          | EDU TALENT SEARCH I Y1 11/12        | 05        | P044A110388           | 308,876.48               | 34,945.03                           | 78,550.24     | 43,605.21    | -                                    |
| 84.044A   | 60533          | ETS II Y1 11/12                     | 05        | P044A110441           | 175,199.15               | 19,501.91                           | 39,513.73     | 20,004.50    | (7.32)                               |
| 84.044A   | 60576          | ETS II Y2 12/13                     | 05        | P044A110441-12        | 284,800.85               | -                                   | 168,648.05    | 229,244.78   | 60,596.73                            |
| 84.044A   | 60577          | EDU TALENT SEARCH I Y2 12/13        | 05        | PO 44A110388-12       | 449,161.52               | -                                   | 271,985.58    | 350,694.73   | 78,709.15                            |
| 84.047A   | 60490          | UPWARD BOUND Y3 10/11               | 04        | P047A080258-10        | 571,685.34               | -                                   | -             | -            | -                                    |
| 84.047A   | 60523          | UPWARD BOUND Y4 11/12               | 04        | P047A080258-11        | 544,439.38               | 4,628.60                            | 5,401.10      | 772.50       | -                                    |
| 84.047A   | 60536          | UPWARD BOUND ESL Y4 11 12           | 04        | P047A080227-11        | 335,389.44               | 41,384.37                           | 145,910.86    | 104,526.49   | -                                    |
| 84.047A   | 60562          | UPWARD BOUND Y5 12/13               | 04        | P047A08258-12         | 573,314.09               | 80,259.72                           | 508,552.66    | 530,115.37   | 81,822.43                            |
| 84.047A   | 60572          | UPWARD BOUND ESL Y5 12/13           | 04        | P047A080227-12        | 350,257.25               | -                                   | 160,255.44    | 220,521.96   | 60,266.52                            |
| 84.047A   | 60588          | UPWARD BOUND I 13/14 YR1            | 03        | P047A130074           | 530,712.00               | -                                   | -             | 54,276.94    | 54,276.94                            |
| 84.047M   | 60466          | UPWARD BD MATH & SCI Y3 09/10       | 04        | P047M070045-09        | 270,233.76               | -                                   | -             | -            | -                                    |
| 84.047M   | 60498          | UPWARD BOUND MATH & SCI Y4          | 04        | P047M070045-10        | 254,671.10               | -                                   | -             | -            | -                                    |
| 84.047M   | 60535          | UPWARD BND MATH SCI Y5 11/12        | 04        | P047M070045-13        | 243,521.48               | 25,662.17                           | 116,696.37    | 91,034.20    | -                                    |
| 84.047M   | 60579          | UB MATH & SCIENCE Y1 12/13          | 03        | P047M120263           | 250,000.00               | -                                   | 126,647.08    | 171,636.59   | 44,989.51                            |
| 84.047M   | 60591          | UB STEM Y1 12/13                    | 03        | P047M120260           | 250,000.00               | -                                   | 79,015.40     | 130,284.21   | 51,268.81                            |
| <b>Sub-Total TRIO Cluster Direct Awards</b>   |                |                                     |           |                       | 6,643,407.89             | 214,785.26                          | 1,897,481.51  | 2,190,876.01 | 508,181.76                           |
| 84.336S   | 60541          | COSTARS TQP Y3 11/12                | 01        | U336S090119-11        | 1,563,298.78             | 145,949.81                          | 606,855.01    | 460,905.20   | -                                    |
| 84.336S   | 60551          | CO-STARS TQP Y4 12/13               | 01        | U336S090119-12        | 1,231,276.00             | -                                   | 453,284.04    | 653,437.94   | 200,153.90                           |
| <b>Sub-Total Teacher Quality Partnership Grants Cluster Direct Awards</b>           |                |                                     |           |                       | 2,794,574.78             | 145,949.81                          | 1,060,139.05  | 1,114,343.14 | 200,153.90                           |
| <b>Pass Through Awards</b>  |                |                                     |           |                       |                          |                                     |               |              |                                      |
| CA Dept. of Education   |                |                                     |           |                       |                          |                                     |               |              |                                      |
| 84.048  | 64195          | CHICO A G FIELD OFFICE Y3 11/12     | 03        | CN090279              | 5,517.94                 | -                                   | -             | -            | -                                    |
| 84.048A   | 64290          | CHICO A G FIELD OFFICE Y2 12/13     | 03        | CN110279              | 13,900.90                | -                                   | 9,364.41      | 12,685.06    | 3,320.65                             |
| <b>Sub-Total Other Pass Through Awards, CA Department of Education</b>              |                |                                     |           |                       | 19,418.84                | -                                   | 9,364.41      | 12,685.06    | 3,320.65                             |
| CA Department of Food & Agriculture   |                |                                     |           |                       |                          |                                     |               |              |                                      |
| 84.048  | 64236          | CHICO A G FIELD OFFICE 11/12        | 03        | CN110279              | 4,579.68                 | 4,579.68                            | 4,579.68      | -            | -                                    |
| <b>Sub-Total Other Pass Through Awards, CA Department of Food &amp; Agriculture</b> |                |                                     |           |                       | 4,579.68                 | 4,579.68                            | 4,579.68      | -            | -                                    |
| CalPoly Corporation   |                |                                     |           |                       |                          |                                     |               |              |                                      |
| 84.048A   | 64231          | CAL POLY A G ED PRESRVC 11/12       | 03        | PO F0018924           | 6,259.00                 | 4,576.46                            | 4,576.46      | -            | -                                    |
| 84.048A   | 64305          | AG ED PRESERVICE PGM Y2 12/13       | 03        | PO# F0020271          | 10,330.00                | -                                   | 3,183.04      | 10,297.55    | 7,109.51                             |
| <b>Sub-Total Other Pass Through Awards, CalPoly Corporation</b>                     |                |                                     |           |                       | 16,589.00                | 4,576.46                            | 7,760.50      | 10,297.55    | 7,109.51                             |
| Univ. of CA, Irvine   |                |                                     |           |                       |                          |                                     |               |              |                                      |
| 84.1842   | 64152          | WILDCAT WATCH TRAINING PGM '11      | 05        | 2011-2552             | 10,000.00                | 211.28                              | -             | (211.28)     | -                                    |
| <b>Sub-Total Other Pass Through Awards, U.C. Irvine</b>                             |                |                                     |           |                       | 10,000.00                | 211.28                              | -             | (211.28)     | -                                    |
| Chico Unified School District   |                |                                     |           |                       |                          |                                     |               |              |                                      |
| 84.366  | 64118          | CA MSP Y3 10/11                     | 03        | 109042                | 174,648.00               | 0.21                                | -             | (0.21)       | -                                    |
| <b>Sub-Total Other Pass Through Awards, Chico Unified School District</b>           |                |                                     |           |                       | 174,648.00               | 0.21                                | -             | (0.21)       | -                                    |

**SCHEDULE OF EXPENDITURES  
OF FEDERAL AWARDS**  
June 30, 2013

| Catalog Number  | Project Number | Project Title                   | Firm Code | Award/Contract Number            | Program or Award Amounts | Accrued (Deferred) Revenue 7/1/2012 | Cash Received       | Expenditures        | Accrued (Deferred) Revenue 6/30/2013 |
|---|----------------|---------------------------------|-----------|----------------------------------|--------------------------|-------------------------------------|---------------------|---------------------|--------------------------------------|
| Marysville Joint USD  |                |                                 |           |                                  |                          |                                     |                     |                     |                                      |
| 84366B  | 64068          | MAKING MATH MATTER M3           | 03        | SP 10-055                        | 214,565.00               | (19.77)                             | -                   | 19.77               | -                                    |
| 84366B  | 64200          | MAKING MATH MATTER M3 YR2       | 03        | SP-10-055 Am1 & Am2              | 307,695.00               | 103,762.67                          | 175,002.14          | 71,239.48           | 0.01                                 |
| 84366B  | 64299          | MAKING MATH MATTER M3 YR3       | 03        | SP-10-055 Am3                    | 210,010.00               | -                                   | 47,248.33           | 186,558.71          | 139,310.38                           |
| <b>Sub-Total Other Pass Through Awards, Marysville Joint USD</b>                  |                |                                 |           |                                  | <b>732,270.00</b>        | <b>103,742.90</b>                   | <b>222,250.47</b>   | <b>257,817.96</b>   | <b>139,310.39</b>                    |
| Shasta Co Office of Education   |                |                                 |           |                                  |                          |                                     |                     |                     |                                      |
| 84366B  | 64148          | SMART SCIENCE Y2 10/11          | 03        | SP 09-047-Y2                     | 46,201.00                | (439.65)                            | -                   | 439.65              | -                                    |
| 84366B  | 64217          | SMART SCIENCE Y3 11/12          | 03        | SP 09-047-Y3                     | 40,335.00                | (22,294.47)                         | -                   | 22,294.47           | -                                    |
| <b>Sub-Total Other Pass Through Awards, Shasta Office of Education</b>            |                |                                 |           |                                  | <b>86,536.00</b>         | <b>(22,734.12)</b>                  | <b>-</b>            | <b>22,734.12</b>    | <b>-</b>                             |
| CA Postsecondary Education Commission   |                |                                 |           |                                  |                          |                                     |                     |                     |                                      |
| 84367   | 64048          | SCIENCE & ACADEMIC LIT Y2 09/10 | 03        | ITQ-08-510                       | 215,562.35               | -                                   | -                   | -                   | -                                    |
| 84367   | 64113          | T-BAR ITQ YR 1/CPEC             | 03        | ITQ-10-T701                      | 268,432.38               | (158,617.62)                        | (158,617.62)        | -                   | -                                    |
| 84367   | 64119          | MEGY Y4 10/11                   | 03        | ITQ-07-404                       | 353,931.85               | 50,559.47                           | 63,609.00           | 13,049.53           | -                                    |
| 84367   | 64124          | SCIENCE & ACADEMIC LIT Y3 10/11 | 03        | ITQ-08-510                       | 183,355.42               | 24,833.85                           | 24,834.00           | 0.15                | -                                    |
| 84367   | 64125          | SCI & ACADEMIC LIT Y3 CME 10/11 | 03        | ITQ-08-510                       | 107,794.58               | 71,241.62                           | 71,241.00           | (0.62)              | -                                    |
| 84367   | 64201          | SCIENCE & ACADEMIC LIT Y4 11/12 | 03        | ITQ-08-510                       | 102,167.00               | 56,299.25                           | 102,167.00          | 45,867.75           | -                                    |
| 84367   | 64202          | SCI & ACADEMIC LIT Y4 CME 11/12 | 03        | ITQ-08-510                       | 38,902.00                | 21,407.90                           | 38,902.00           | 17,494.10           | -                                    |
| 84367   | 64206          | CALNET RURAL COUNTIES COLLAB    | 03        | ITQ-11-801                       | 233,016.00               | 159,782.23                          | 211,291.00          | 73,174.37           | 21,665.60                            |
| 84367   | 64207          | MODELING COLLOQUIUM/CPEC        | 03        | 10-1105                          | 47,871.00                | 28,270.73                           | 47,871.00           | 19,600.27           | -                                    |
| 84367   | 64210          | T-BAR ITQ CPEC Y2 11/12         | 03        | ITQ-10-T701                      | 772,556.62               | 262,614.86                          | 461,140.62          | 195,077.58          | (3,448.18)                           |
| 84367   | 64242          | CALNET RURAL COLLAB Y2 12/13    | 03        | ITQ-11-801                       | 266,984.00               | -                                   | 18,035.00           | 142,338.35          | 124,303.35                           |
| 84367   | 64298          | T-BAR ITQ CPEC Y3 12/13         | 03        | ITQ-10-T701                      | 710,719.00               | -                                   | 243,170.00          | 487,240.30          | 244,070.30                           |
| <b>Sub-Total Other Pass Through Awards, CA Postsecondary Education Commission</b> |                |                                 |           |                                  | <b>3,301,292.20</b>      | <b>516,392.29</b>                   | <b>1,123,643.00</b> | <b>993,841.78</b>   | <b>386,591.07</b>                    |
| Tehama Co Dept. of Education  |                |                                 |           |                                  |                          |                                     |                     |                     |                                      |
| 84367   | 63769          | N STATE MATH PARTNERSHIP 06/07  | 03        | SP 06-430                        | 94,250.00                | -                                   | -                   | -                   | -                                    |
| 84367   | 64114          | N STATE MATH PRTNSHIP Y3 10/11  | 03        | SP 09-042Y3                      | 49,700.00                | -                                   | -                   | -                   | -                                    |
| <b>Sub-Total Other Pass Through Awards, Tehama Co Dept. of Education</b>          |                |                                 |           |                                  | <b>143,950.00</b>        | <b>-</b>                            | <b>-</b>            | <b>-</b>            | <b>-</b>                             |
| University California Office of the President                                     |                |                                 |           |                                  |                          |                                     |                     |                     |                                      |
| 84367   | 64098          | CSP TRI TCHR RETENTION Y4 10/11 | 03        | 0995GM0093 - Am2                 | 33,228.24                | -                                   | -                   | -                   | -                                    |
| 84367   | 64137          | NCLB 7 CA READING & LIT 10/11   | 03        | NCLB7-CRLP-CHICO                 | 57,706.00                | -                                   | -                   | -                   | -                                    |
| 84367   | 64226          | NCLB 8 CA MATH PROJECT 11/12    | 03        | NCLB8-CMP-CHICO                  | 36,000.00                | 13,436.93                           | 13,326.71           | (109.22)            | -                                    |
| 84367   | 64228          | NCLB 8 N CA WRITING PJCT 11/12  | 03        | NCLB8-CWP-CHICO                  | 42,468.00                | 39,795.80                           | 39,974.47           | 178.67              | -                                    |
| 84367   | 64229          | NCLB 8 N CA ARTS PJCT 11/12     | 03        | NCLB8-TCAP-CHICO                 | 53,222.00                | 32,459.40                           | 41,486.88           | 9,027.49            | 0.01                                 |
| 84367   | 64230          | NCLB 8 CA READING & LIT 11/12   | 03        | NCLB8-CRLP-CHICO                 | 57,704.99                | 55,066.77                           | 55,809.17           | 742.40              | -                                    |
| 84367   | 64233          | NCLB8 CA SCIENCE PROJECT 11/12  | 03        | NCLB8-CSP-CHICO                  | 35,495.00                | 33,959.82                           | 35,495.00           | 1,535.18            | -                                    |
| 84367   | 64237          | NCLB8A CA SCIENCE PJCT 11/12    | 03        | NCLB8A-CSP-CHICO                 | 3,431.00                 | 3,603.80                            | 3,431.00            | (172.80)            | -                                    |
| 84367   | 64306          | NCLB9 CA MATH PROJECT 12/13     | 03        | NCLB9-CMP-CHICO                  | 28,850.00                | -                                   | 2,368.70            | 30,140.91           | 27,772.21                            |
| 84367   | 64307          | NCLB9 CA SCIENCE PROJECT 12/13  | 03        | NCLB9-CSP-CHICO                  | 28,853.00                | -                                   | -                   | 29,031.04           | 29,031.04                            |
| 84367   | 64309          | NCLB 9 N CA READING/LIT 12/13   | 03        | NCLB9-CRLP-CHICO                 | 46,829.00                | -                                   | 185.76              | 46,828.67           | 46,642.91                            |
| 84367   | 64313          | NCLB N CA WRITING PJCT 12/13    | 03        | NCLB9-CWP-CHICO                  | 34,535.00                | -                                   | -                   | 21,339.47           | 21,339.47                            |
| 84367   | 64318          | N CA ARTS PJCT 12/13 NCLB 9     | 03        | NCLB9-TCAP-CHICO                 | 62,750.00                | -                                   | -                   | 60,269.35           | 60,269.35                            |
| <b>Sub-Total Other Pass Through Awards, UCOP</b>                                  |                |                                 |           |                                  | <b>521,072.23</b>        | <b>178,321.52</b>                   | <b>192,077.69</b>   | <b>198,811.16</b>   | <b>185,054.99</b>                    |
| UCLA  |                |                                 |           |                                  |                          |                                     |                     |                     |                                      |
| 84367   | 64266          | CMP STIR Y5 12/13               | 03        | 1010 G HC105 Amd 7               | 43,000.00                | 40,529.34                           | 43,000.00           | 2,464.73            | (5.93)                               |
| 84367   | 64101          | CMP STIR Y4 10/11               | 03        | 1010GHC105 Am5                   | 41,029.88                | -                                   | -                   | -                   | -                                    |
| <b>Sub-Total Other Pass Through Awards, UCLA</b>                                  |                |                                 |           |                                  | <b>84,029.88</b>         | <b>40,529.34</b>                    | <b>43,000.00</b>    | <b>2,464.73</b>     | <b>(5.93)</b>                        |
| Arizona Department of Education   |                |                                 |           |                                  |                          |                                     |                     |                     |                                      |
| 84367A  | 64063          | AZ DOE WORKSHOPS 09/10          | 03        | ED10-0013                        | 63,000.00                | (1,445.63)                          | -                   | 1,084.40            | (361.23)                             |
| <b>Sub-Total Other Pass Through Awards, Arizona Department of Education</b>       |                |                                 |           |                                  | <b>63,000.00</b>         | <b>(1,445.63)</b>                   | <b>-</b>            | <b>1,084.40</b>     | <b>(361.23)</b>                      |
| North Valley CAL-SOAP Cons-Yuba Community College                                 |                |                                 |           |                                  |                          |                                     |                     |                     |                                      |
| 84378   | 64100          | CAL SOAP 10/11                  | 04        | G-10-012                         | 65,000.00                | 46,047.90                           | -                   | -                   | 46,047.90                            |
| <b>Sub-Total Other Pass Through Awards, No Valley Cal-SOAP Consortium</b>         |                |                                 |           |                                  | <b>65,000.00</b>         | <b>46,047.90</b>                    | <b>-</b>            | <b>-</b>            | <b>46,047.90</b>                     |
| National Writing Project (NWP)  |                |                                 |           |                                  |                          |                                     |                     |                     |                                      |
| 84328A  | 64057          | NWP TECHNOLOGY INITIATIVE       | 03        | none                             | 13,000.00                | (32.94)                             | -                   | -                   | (32.94)                              |
| 84328A  | 64107          | NWP SISKIYOU SATELLITE 10/11    | 03        | Am1 32 to 92-CA04                | 4,358.82                 | -                                   | -                   | -                   | -                                    |
| 84328A  | 64115          | NWP CHICO OFFICE BUDGET 10/11   | 03        | AMD 11 to Agreement 05/13/02     | 218,706.80               | (10,439.30)                         | -                   | 10,439.30           | -                                    |
| 84328A  | 64193          | NWP SITE SUPPORT 11/12          | 03        | Am1 33 to Contract 92-CA04       | 36,139.16                | (56,063.82)                         | (44,800.57)         | 11,263.25           | -                                    |
| 84328A  | 64194          | NWP SISKIYOU SATELLITE 11/12    | 03        | Am1 33 to Contract 92-CA05       | 30,607.60                | (9,983.58)                          | (10,033.58)         | (60.00)             | -                                    |
| 84328A  | 64199          | NWP FOX BUYOUT 11/12            | 03        | none                             | 31,578.00                | 117,096.25                          | 117,627.00          | 530.75              | -                                    |
| 84328A  | 64278          | N CA WRITING PJCT CF 11/12      | 03        | Am1 33 to Contract 92-CA04       | 44,800.57                | -                                   | 44,800.57           | 44,426.78           | (373.79)                             |
| 84328A  | 64279          | NWP SISKIYOU SATELLITE CF 11/12 | 03        | Am1 33 to Contract 92-CA05       | 10,033.58                | -                                   | 10,033.58           | 8,025.21            | (2,008.37)                           |
| 84328A  | 64292          | NWP BUYOUT 2012-2013            | 03        | Am1 1 to agreement dated 7/29/11 | 113,566.00               | -                                   | 113,566.00          | 93,547.27           | (20,018.73)                          |
| <b>Sub-Total Other Pass Through Awards, National Writing Project (NWP)</b>        |                |                                 |           |                                  | <b>502,790.53</b>        | <b>40,576.61</b>                    | <b>231,193.00</b>   | <b>168,182.56</b>   | <b>(22,433.83)</b>                   |
| National Writing Project (NWP)  |                |                                 |           |                                  |                          |                                     |                     |                     |                                      |
| 84367D  | 64282          | TEACHER LEADERSHIP DEVL P 12/13 | 03        | 92-CA04-SEED2012                 | 20,000.00                | -                                   | 20,000.00           | 7,652.30            | (12,347.70)                          |
| 84367D  | 64293          | NWP SEED ELEM EVAL              | 03        | Am1 92-CA04-SEED2012             | 40,000.00                | -                                   | 40,000.00           | 35,755.69           | (4,244.31)                           |
| 84367D  | 64294          | NWP HIGH NEED ALTA MESA         | 03        | Am2 92-CA04-SEED2012             | 20,000.00                | -                                   | 20,000.00           | 12,228.71           | (7,771.29)                           |
| <b>Sub-Total Other Pass Through Awards, National Writing Project (NWP)</b>        |                |                                 |           |                                  | <b>80,000.00</b>         | <b>-</b>                            | <b>80,000.00</b>    | <b>55,636.70</b>    | <b>(24,363.30)</b>                   |
| <b>Total Other Direct Awards</b>  |                |                                 |           |                                  | <b>3,802,639.51</b>      | <b>70,927.07</b>                    | <b>1,016,693.47</b> | <b>1,303,633.25</b> | <b>357,876.85</b>                    |
| <b>Total TRIO Cluster Direct Awards</b>   |                |                                 |           |                                  | <b>6,643,407.89</b>      | <b>214,785.26</b>                   | <b>1,897,481.51</b> | <b>2,190,878.01</b> | <b>508,181.76</b>                    |
| <b>Total Teacher Quality Partnership Grants Cluster Direct Awards</b>             |                |                                 |           |                                  | <b>2,794,574.78</b>      | <b>145,949.81</b>                   | <b>1,060,139.05</b> | <b>1,114,343.14</b> | <b>200,153.90</b>                    |
| <b>Total Other Pass Through Awards</b>  |                |                                 |           |                                  | <b>5,805,176.36</b>      | <b>910,798.44</b>                   | <b>1,913,872.75</b> | <b>1,723,344.53</b> | <b>720,270.22</b>                    |
| <b>Total US Department of Education</b>   |                |                                 |           |                                  | <b>19,045,798.54</b>     | <b>1,342,460.58</b>                 | <b>5,888,176.78</b> | <b>6,332,198.93</b> | <b>1,786,482.73</b>                  |

**SCHEDULE OF EXPENDITURES  
OF FEDERAL AWARDS**

June 30, 2013

*The CSU, Chico  
Research Foundation*

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| Catalog Number   | Project Number | Project Title                   | Firm Code | Award/ Contract Number | Program or Award Amounts | Accrued (Deferred) Revenue 7/1/2012 | Cash Received     | Expenditures      | Accrued (Deferred) Revenue 6/30/2013 |
|--|----------------|---------------------------------|-----------|------------------------|--------------------------|-------------------------------------|-------------------|-------------------|--------------------------------------|
| <b>Department of Health and Human Services</b>                           |                |                                 |           |                        |                          |                                     |                   |                   |                                      |
| <b>Direct Awards - Other</b>   |                |                                 |           |                        |                          |                                     |                   |                   |                                      |
| 93.121   | 60556          | CULTRL VAR ORAL HLTH MESSG/NIH  | 03        | 1R15DE021873-01A1      | 430,760.00               | 7,415.16                            | 54,784.13         | 68,296.56         | 20,927.59                            |
| <b>Sub-Total Other Direct Awards</b>                                     |                |                                 |           |                        | <b>430,760.00</b>        | <b>7,415.16</b>                     | <b>54,784.13</b>  | <b>68,296.56</b>  | <b>20,927.59</b>                     |
| <b>Direct Awards - Research and Development</b>                          |                |                                 |           |                        |                          |                                     |                   |                   |                                      |
| 93.847   | 60497          | NIH MICRO RNA PANCREA TIC B CEL | 02        | 1R15DK088218-01        | 202,975.00               | 36,429.72                           | 84,924.91         | 61,596.09         | 13,100.90                            |
| <b>Sub-Total Research &amp; Development Direct Awards</b>                |                |                                 |           |                        | <b>202,975.00</b>        | <b>36,429.72</b>                    | <b>84,924.91</b>  | <b>61,596.09</b>  | <b>13,100.90</b>                     |
| <b>Pass Through Awards</b>   |                |                                 |           |                        |                          |                                     |                   |                   |                                      |
| CA Dept. of Aging  |                |                                 |           |                        |                          |                                     |                   |                   |                                      |
| 93.041   | 64171          | ELDER ABUSE 11/12               | 03        | AP-1112-03             | 6,512.00                 | 312.29                              | 312.00            | (0.29)            | -                                    |
| 93.041   | 64249          | ELDER ABUSE 12/13               | 03        | AP-1213-03             | 6,977.00                 | -                                   | 6,977.00          | 6,729.40          | (247.60)                             |
| 93.042   | 64087          | 3B OMBUDSMAN 3B/7A 10/11        | 03        | AP-1011-03             | 32,756.00                | -                                   | -                 | -                 | -                                    |
| 93.042   | 64172          | 3B OMBUDSMAN 3B/7A 11/12        | 03        | AP-1112-03             | 34,458.00                | -                                   | -                 | -                 | -                                    |
| 93.042   | 64250          | 3B OMBUDSMAN 3B/7A 12/13        | 03        | AP-1213-03             | 31,965.00                | -                                   | -                 | -                 | -                                    |
| 93.043   | 64178          | 3D SUBK 11/12                   | 03        | AP-1112-03             | 6,987.00                 | 122.00                              | 122.00            | -                 | -                                    |
| 93.043   | 64179          | DISEASE PREVENTION 11/12        | 03        | AP-1112-03             | 12,130.00                | 537.24                              | 537.00            | (0.24)            | -                                    |
| 93.043   | 64256          | 3D SUBK 12/13                   | 03        | AP-1213-03             | 9,122.00                 | -                                   | 8,857.00          | 9,122.00          | 265.00                               |
| 93.043   | 64257          | DISEASE PREVENTION 12/13        | 03        | AP-1213-03             | 19,323.00                | -                                   | 11,643.00         | 13,327.57         | 1,684.57                             |
| 93.048   | 64209          | ADRC OPTIONS COUNSELING/CHHS    | 03        | 11-H9008               | 32,510.73                | 11,360.33                           | 11,360.34         | 0.01              | -                                    |
| 93.048   | 64225          | SENIOR MEDICARE PATROL 11/12    | 03        | SMP Agreement 11/12    | 3,802.00                 | (1,796.17)                          | -                 | 1,796.17          | -                                    |
| 93.048   | 64303          | SENIOR MEDICARE PATROL 12/13    | 03        | SMP Agreement 12/13    | 4,000.00                 | -                                   | 4,000.00          | 3,319.39          | (680.61)                             |
| 93.052   | 64082          | AP ADMIN 10/11                  | 03        | AP-1011-03             | 21,562.00                | -                                   | -                 | -                 | -                                    |
| 93.052   | 64167          | AP ADMINISTRATION 11/12         | 03        | AP-1112-03             | 21,562.00                | -                                   | -                 | -                 | -                                    |
| 93.052   | 64180          | FCSP CAREGIVERS 11/12           | 03        | AP-1112-03             | 186,170.00               | 56,433.25                           | 54,599.00         | (1,834.25)        | -                                    |
| 93.052   | 64182          | PSA 2 FCSP 11/12                | 03        | 6001-1112              | 105,342.00               | 9,089.32                            | 8,430.00          | (689.32)          | -                                    |
| 93.052   | 64258          | FCSP CAREGIVERS 12/13           | 03        | AP-1213-03             | 182,197.00               | -                                   | 142,516.00        | 161,877.53        | 19,361.53                            |
| 93.052   | 64281          | PSA 2 FCSP 12/13                | 03        | 6001-1213              | 120,729.00               | -                                   | 120,737.66        | 113,467.70        | (7,269.96)                           |
| 93.052   | 64244          | AP ADMINISTRATION 12/13         | 03        | AP-1213-03             | 21,831.00                | -                                   | -                 | 21,831.00         | 21,831.00                            |
| 93.518   | 64144          | 2MIPPA ADMIN 10/12              | 03        | 2M-1011-03             | 3,119.00                 | 610.14                              | 610.00            | (0.14)            | -                                    |
| 93.518   | 64145          | 2MIPPA AAA 10/12                | 03        | 2M-1011-03             | 6,643.00                 | 3,649.26                            | 4,343.00          | 693.74            | -                                    |
| 93.518   | 64147          | 2MIPPA ADRC 10/12               | 03        | 2M-1011-03             | 91,443.00                | 7,001.55                            | 7,018.00          | 16.45             | -                                    |
| 93.779   | 64074          | HICAP 10/11                     | 03        | HI-1011-03             | 88,770.85                | -                                   | -                 | -                 | -                                    |
| 93.779   | 64146          | 2MIPPA HICAP 10/12              | 03        | 2M-1011-03             | 16,567.00                | 600.80                              | 603.00            | 2.20              | -                                    |
| 93.779   | 64185          | HICAP 11/12                     | 03        | HI-1112-03             | 89,258.29                | -                                   | -                 | (437.49)          | (437.49)                             |
| 93.779   | 64184          | HICAP ADMIN 11/12               | 03        | HI-1112-03             | 5,163.71                 | -                                   | -                 | -                 | -                                    |
| 93.779   | 64260          | HICAP ADMIN 12/13               | 03        | HI-1213-03             | 9,174.00                 | -                                   | -                 | 4,174.97          | 4,174.97                             |
| 93.779   | 64261          | HICAP 12/13                     | 03        | HI-1213-04             | 107,810.00               | -                                   | -                 | 111,739.31        | 111,739.31                           |
| State F  | 64074          | HICAP 10/11                     | 03        | HI-1011-03             | 54,863.15                | -                                   | -                 | -                 | -                                    |
| State F  | 64184          | HICAP ADMIN 11/12               | 03        | HI-1112-03             | 3,089.00                 | -                                   | -                 | -                 | -                                    |
| State F  | 64185          | HICAP 11/12                     | 03        | HI-1112-03             | 54,863.00                | -                                   | -                 | -                 | -                                    |
| State F  | 64260          | HICAP ADMIN 12/13               | 03        | HI-1213-03             | 3,971.00                 | -                                   | -                 | 3,971.00          | 3,971.00                             |
| State F  | 64261          | HICAP 12/13                     | 03        | HI-1213-04             | 53,080.00                | -                                   | -                 | 53,080.00         | 53,080.00                            |
| State ISD  | 64251          | OMBUDSMAN INITIATIVE 12/13      | 03        | AP-1213-03             | 15,263.00                | -                                   | 41,407.00         | 43,289.14         | 1,822.14                             |
| State Q&A  | 64251          | OMBUDSMAN INITIATIVE 12/13      | 03        | AP-1213-03             | 27,112.00                | -                                   | -                 | -                 | -                                    |
| State R  | 64074          | HICAP 10/11                     | 03        | HI-1011-03             | 109,740.00               | (555.18)                            | -                 | -                 | (555.18)                             |
| State R  | 64184          | HICAP ADMIN 11/12               | 03        | HI-1112-03             | 6,179.00                 | (336.29)                            | (336.29)          | -                 | -                                    |
| State R  | 64185          | HICAP 11/12                     | 03        | HI-1112-03             | 109,740.00               | 35,953.78                           | 35,516.29         | -                 | 437.49                               |
| State R  | 64260          | HICAP ADMIN 12/13               | 03        | HI-1213-03             | 7,947.00                 | -                                   | 15,118.00         | 7,947.00          | (7,171.00)                           |
| State R  | 64261          | HICAP 12/13                     | 03        | HI-1213-04             | 106,173.00               | -                                   | 232,942.29        | 106,173.00        | (126,769.29)                         |
| <b>Sub-Total Other Federal \$ Pass Through Awards, Ca Dept. of Aging</b> |                |                                 |           |                        | <b>1,277,884.58</b>      | <b>87,930.01</b>                    | <b>382,665.00</b> | <b>445,155.71</b> | <b>150,420.72</b>                    |
| <b>Sub-Total Other State \$ Pass Through Awards, Ca Dept. of Aging</b>   |                |                                 |           |                        | <b>552,020.15</b>        | <b>35,062.31</b>                    | <b>324,647.29</b> | <b>214,460.14</b> | <b>(75,124.84)</b>                   |

**SCHEDULE OF EXPENDITURES  
OF FEDERAL AWARDS**

June 30, 2013

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| Catalog Number   | Project Number | Project Title                   | Firm Code | Award/Contract Number | Program or Award Amounts | Accrued (Deferred) Revenue 7/1/2012 | Cash Received       | Expenditures        | Accrued (Deferred) Revenue 6/30/2013 |
|--|----------------|---------------------------------|-----------|-----------------------|--------------------------|-------------------------------------|---------------------|---------------------|--------------------------------------|
| CA Dept. of Aging  |                |                                 |           |                       |                          |                                     |                     |                     |                                      |
| 93.044   | 64245          | 3B INFO AND ASST CDA 12/13      | 03        | AP-1213-03            | 268,228.00               | -                                   | 254,401.00          | 251,009.98          | (3,391.02)                           |
| 93.044   | 64247          | 3B HOME MAKER/PERSNL CARE 12/13 | 03        | AP-1213-03            | 54,555.00                | -                                   | 50,609.00           | 51,265.05           | 656.05                               |
| 93.044   | 64248          | EMERGENCY AID 12/13             | 03        | AP-1213-03            | 1,000.00                 | -                                   | 641.00              | 667.15              | 26.15                                |
| 93.044   | 64252          | IIIB PEER COUNSELING            | 03        | AP-1213-03            | 32,000.00                | -                                   | 25,190.00           | 25,281.72           | 91.72                                |
| 93.044   | 64253          | 3B SUBK 12/13                   | 03        | AP-1213-03            | 208,776.00               | -                                   | 208,776.00          | 204,814.09          | (3,961.91)                           |
| 93.044   | 64018          | AAA LINKAGES 09/10              | 03        | AP-0910-03            | 53,958.96                | 1,002.96                            | -                   | -                   | 1,002.96                             |
| 93.044   | 64081          | AAA AP RECEIVABLES 10/11        | 03        | AP-1011-03            | -                        | 21.00                               | (453.00)            | -                   | 474.00                               |
| 93.044   | 64224          | ADULT DAY HEALTH CARE 11/12     | 03        | AP-1112-03            | 4,970.97                 | 4,970.97                            | 4,970.97            | -                   | -                                    |
| 93.044   | 64168          | 3B INFO AND ASST CDA 11/12      | 03        | AP-1112-03            | 263,615.00               | 59,905.61                           | 57,773.00           | (2,132.61)          | -                                    |
| 93.044   | 64169          | III B PUBLIC INFO 11/12         | 03        | AP-1112-03            | 750.00                   | 750.00                              | 750.00              | -                   | -                                    |
| 93.044   | 64170          | 3B HOME MAKER/PERSNL CARE 11/12 | 03        | AP-1112-03            | 53,616.00                | 14,926.61                           | 14,927.00           | 0.39                | -                                    |
| 93.044   | 64174          | 3B VISITING 11/12               | 03        | AP-1112-03            | 22,000.00                | 1,724.55                            | 1,467.00            | (257.55)            | -                                    |
| 93.044   | 64175          | 3B SUBK 11/12                   | 03        | AP-1112-03            | 190,001.00               | 35,893.46                           | 35,889.00           | (4.46)              | -                                    |
| 93.044   | 64222          | TELEPHONE REASSURANCE 11/12     | 03        | AP-1112-03            | 10,000.00                | 902.34                              | 892.00              | (10.34)             | -                                    |
| 93.044   | 64223          | EMERGENCY AID 11/12             | 03        | AP-1112-03            | 6,091.81                 | (752.55)                            | (361.19)            | 391.36              | -                                    |
| 93.044   | 64082          | AP ADMIN 10/11                  | 03        | AP-1011-03            | 52,059.00                | (997.96)                            | 3.38                | 7.60                | (993.74)                             |
| 93.045   | 64082          | AP ADMIN 10/11                  | 03        | AP-1011-03            | 61,202.00                | -                                   | -                   | -                   | -                                    |
| 93.045   | 64082          | AP ADMIN 10/11                  | 03        | AP-1011-03            | 29,042.00                | -                                   | -                   | -                   | -                                    |
| State  | 64082          | AP ADMIN 10/11                  | 03        | AP-1011-03            | 292.00                   | -                                   | -                   | -                   | -                                    |
| State  | 64082          | AP ADMIN 10/11                  | 03        | AP-1011-03            | 78.00                    | -                                   | -                   | -                   | -                                    |
| 93.044   | 64087          | 3B OMBUDSMAN 3B/7A 10/11        | 03        | AP-1011-03            | 28,302.00                | (1,098.77)                          | (1,008.00)          | 90.77               | -                                    |
| 93.044   | 64166          | AAA AP RECEIVABLES 11/12        | 03        | AP-1112-03            | -                        | (61,733.00)                         | (67,034.72)         | -                   | 5,301.72                             |
| 93.045   | 64091          | 3C1 SUBK 10/11                  | 03        | AP-1011-03            | 429,382.00               | -                                   | -                   | -                   | -                                    |
| 93.045   | 64166          | AAA AP RECEIVABLES 11/12        | 03        | AP-1112-03            | -                        | -                                   | -                   | -                   | -                                    |
| 93.044   | 64167          | AP ADMINISTRATION 11/12         | 03        | AP-1112-04            | 52,149.00                | 21,420.95                           | 21,496.33           | 75.38               | -                                    |
| 93.045   | 64167          | AP ADMINISTRATION 11/12         | 03        | AP-1112-05            | 61,308.00                | -                                   | -                   | -                   | -                                    |
| 93.045   | 64167          | AP ADMINISTRATION 11/12         | 03        | AP-1112-06            | 30,151.00                | -                                   | -                   | -                   | -                                    |
| State  | 64167          | AP ADMINISTRATION 11/12         | 03        | AP-1112-07            | 291.00                   | -                                   | -                   | -                   | -                                    |
| State  | 64167          | AP ADMINISTRATION 11/12         | 03        | AP-1112-08            | 77.00                    | -                                   | -                   | -                   | -                                    |
| 93.044   | 64172          | 3B OMBUDSMAN 3B/7A 11/12        | 03        | AP-1112-03            | 26,166.00                | 18,887.49                           | 20,203.00           | 1,315.51            | -                                    |
| 93.045   | 64176          | 3C1 SUBK - CDA 11/12            | 03        | AP-1112-03            | 258,923.00               | 18,440.01                           | 18,440.00           | (0.01)              | -                                    |
| State  | 64176          | 3C1 SUBK - CDA 11/12            | 03        | AP-1112-03            | 57,354.00                | -                                   | -                   | -                   | -                                    |
| 93.053   | 64176          | 3C1 SUBK - CDA 11/12            | 03        | AP-1112-03            | 61,819.00                | -                                   | -                   | -                   | -                                    |
| 93.045   | 64177          | 3C2 SUBK 11/12                  | 03        | AP-1112-03            | 269,126.00               | 28,185.71                           | 30,386.00           | 2,200.29            | -                                    |
| State  | 64177          | 3C2 SUBK 11/12                  | 03        | AP-1112-03            | 102,756.00               | -                                   | -                   | -                   | -                                    |
| 93.053   | 64177          | 3C2 SUBK 11/12                  | 03        | AP-1112-03            | 73,478.00                | -                                   | -                   | -                   | -                                    |
| 93.044   | 64181          | PASSAGES EXECUTIVE DIRCTR 11/12 | 03        | AP-1112-03            | -                        | 0.01                                | -                   | (0.01)              | -                                    |
| 93.044   | 64244          | AP ADMINISTRATION 12/13         | 03        | AP-1213-03            | 52,753.00                | -                                   | 143,878.48          | 52,753.00           | (91,125.48)                          |
| 93.045   | 64244          | AP ADMINISTRATION 12/13         | 03        | AP-1213-03            | 61,493.00                | -                                   | -                   | 40,899.04           | 40,899.04                            |
| 93.045   | 64244          | AP ADMINISTRATION 12/13         | 03        | AP-1213-03            | 31,045.00                | -                                   | -                   | 31,045.00           | 31,045.00                            |
| State  | 64244          | AP ADMINISTRATION 12/13         | 03        | AP-1213-03            | 303.00                   | -                                   | -                   | 303.00              | 303.00                               |
| State  | 64244          | AP ADMINISTRATION 12/13         | 03        | AP-1213-03            | 81.00                    | -                                   | -                   | 81.00               | 81.00                                |
| 93.044   | 64250          | 3B OMBUDSMAN 3B/7A 12/13        | 03        | AP-1213-03            | 24,835.00                | -                                   | 52,035.00           | 52,097.36           | 62.36                                |
| 93.045   | 64254          | 3C1 SUBK - CDA 12/13            | 03        | AP-1213-03            | 257,728.00               | -                                   | 376,667.00          | 241,676.93          | (134,990.07)                         |
| State  | 64254          | 3C1 SUBK - CDA 12/13            | 03        | AP-1213-03            | 49,698.00                | -                                   | -                   | 49,698.00           | 49,698.00                            |
| 93.053   | 64254          | 3C1 SUBK - CDA 12/13            | 03        | AP-1213-03            | 67,090.00                | -                                   | -                   | 67,090.00           | 67,090.00                            |
| 93.045   | 64255          | 3C2 SUBK 12/13                  | 03        | AP-1213-03            | 318,510.00               | -                                   | 429,810.00          | 290,562.45          | (139,247.55)                         |
| State  | 64255          | 3C2 SUBK 12/13                  | 03        | AP-1213-03            | 68,826.00                | -                                   | -                   | 68,826.00           | 68,826.00                            |
| 93.053   | 64255          | 3C2 SUBK 12/13                  | 03        | AP-1213-03            | 80,380.00                | -                                   | -                   | 80,380.00           | 80,380.00                            |
| <b>Sub-Total Federal \$ Aging Cluster Pass Through Awards, Ca Dept. of Aging</b> |                |                                 |           |                       | <b>3,423,025.74</b>      | <b>142,449.39</b>                   | <b>1,680,348.25</b> | <b>1,391,218.09</b> | <b>(146,680.77)</b>                  |
| <b>Sub-Total State \$ Aging Cluster Pass Through Awards, Ca Dept. of Aging</b>   |                |                                 |           |                       | <b>279,756.00</b>        |                                     |                     | <b>118,908.00</b>   | <b>118,908.00</b>                    |
| Slippery Rock Univ., of PA   |                |                                 |           |                       |                          |                                     |                     |                     |                                      |
| 93.0XX   | 63971          | I CAN DO IT YOU CAN DO IT CHIC  | 03        | ICDI #7               | 45,000.00                | -                                   | -                   | -                   | -                                    |
| <b>Sub-Total Other Pass Through Awards, Slippery Rock Univ., of PA</b>           |                |                                 |           |                       | <b>45,000.00</b>         |                                     |                     |                     |                                      |
| CA Dept. of Public Health  |                |                                 |           |                       |                          |                                     |                     |                     |                                      |
| 93.283   | 64216          | COMMUNITY OBESITY PREV Y1 11/12 | 03        | 11-10700              | 28,704.52                | 25,600.04                           | 25,542.52           | (67.52)             | -                                    |
| 93.283   | 64280          | COMMUNITY OBESITY PREV Y2 12/13 | 03        | 11-10700              | 20,000.00                | -                                   | 5,761.38            | 18,980.22           | 13,218.84                            |
| <b>Sub-Total Other Pass Through Awards, CA Dept. of Public Health</b>            |                |                                 |           |                       | <b>48,704.52</b>         | <b>25,600.04</b>                    | <b>31,303.90</b>    | <b>18,922.70</b>    | <b>13,218.84</b>                     |
| CA Dept. of Social Services  |                |                                 |           |                       |                          |                                     |                     |                     |                                      |
| 93.558   | 64162          | CAL WORKS Y2 11/12              | 03        | 10-3007               | 429,194.41               | 110,048.94                          | 110,172.72          | 123.78              | -                                    |
| 93.558   | 64263          | CALWORKS 12/13                  | 03        | 110-3007              | 41,969.40                | -                                   | 41,969.40           | 41,969.40           | -                                    |
| 93.558   | 64291          | CALWORKS Y1 12/13               | 03        | 12-3012               | 500,000.00               | -                                   | 107,001.59          | 269,680.25          | 162,678.66                           |
| 93.558   | 64322          | CALWORKS Y2 13/14               | 03        | 12-3012               | 600,000.00               | -                                   | -                   | -                   | -                                    |
| <b>Sub-Total TANF Cluster Pass Through Awards, CA Dept. of Social Services</b>   |                |                                 |           |                       | <b>1,571,163.81</b>      | <b>110,048.94</b>                   | <b>259,143.71</b>   | <b>311,773.43</b>   | <b>162,678.66</b>                    |
| UC Berkeley  |                |                                 |           |                       |                          |                                     |                     |                     |                                      |
| 93.658   | 64103          | BSW 10/11                       | 01        | 7295                  | 202,179.74               | -                                   | -                   | -                   | -                                    |
| 93.658   | 64104          | MSW 10/11                       | 01        | 7295                  | 705,929.54               | 0.10                                | -                   | (0.10)              | -                                    |
| 93.658   | 64151          | FIELD INITIATIVE TRAINING 1011  | 01        | 7593                  | 10,000.00                | 9,956.04                            | 9,958.32            | -                   | (2.28)                               |
| 93.658   | 64189          | BSW 11/12                       | 01        | 7795                  | 263,726.00               | 136,038.67                          | 130,941.49          | (5,097.18)          | -                                    |
| 93.658   | 64190          | MSW 11/12                       | 01        | 7795                  | 1,103,714.00             | 399,254.97                          | 399,070.38          | (184.59)            | -                                    |
| 93.658   | 64192          | PA THWAYS 11/12                 | 01        | 7795                  | 278,965.00               | 62,786.87                           | 63,205.01           | 418.14              | -                                    |
| 93.658   | 64218          | FIELD INITIATIVE TRAINING 11/12 | 01        | 00007874              | 22,533.32                | 22,533.32                           | 9,508.46            | -                   | 13,024.86                            |
| 93.658   | 64272          | BSW 12/13                       | 01        | 00007933              | 200,134.00               | -                                   | 41,579.42           | 177,093.55          | 135,514.13                           |
| 93.658   | 64273          | MSW 2012/2013                   | 01        | 00007933              | 989,232.00               | -                                   | 247,233.94          | 844,083.66          | 596,849.72                           |
| 93.658   | 64274          | PA THWAYS 2012/13               | 01        | 00007933              | 390,395.00               | -                                   | 33,364.67           | 163,426.57          | 130,061.90                           |
| 93.658   | 64289          | FIELD INITIATIVE TRNG 12/13     | 1         | 00007933              | 24,979.79                | -                                   | 8,186.23            | 24,560.40           | 16,374.17                            |
| <b>Sub-Total Other Pass Through Awards, UC Berkeley</b>                          |                |                                 |           |                       | <b>4,181,778.39</b>      | <b>630,569.97</b>                   | <b>943,047.92</b>   | <b>1,204,300.45</b> | <b>891,822.50</b>                    |

**SCHEDULE OF EXPENDITURES  
OF FEDERAL AWARDS**

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| Catalog Number | Project Number | Project Title  | Firm Code | Award/Contract Number   | Program or Award Amounts | Accrued (Deferred) Revenue 7/1/2012 | Cash Received           | Expenditures            | Accrued (Deferred) Revenue 6/30/2013 |
|----------------|----------------|--|-----------|-------------------------|--------------------------|-------------------------------------|-------------------------|-------------------------|--------------------------------------|
|                |                | CA Dept. of Aging  |           |                         |                          |                                     |                         |                         |                                      |
| 93.778         | 64078          | MSGP ADMIN CDA 10/11   | 03        | MS-1011-10              | 179,361.64               | (27,178.81)                         | (27,178.81)             | -                       | -                                    |
| 93.778         | 64079          | MSGP CARE MGMT CDA 10/11   | 03        | MS-1011-10              | 397,668.22               | 14,446.66                           | 14,446.66               | -                       | -                                    |
| 93.778         | 64080          | MSGP WAIVED SERVICES CDA 10/11   | 03        | MS-1011-10              | 126,640.23               | 13,380.57                           | 12,732.15               | -                       | 648.42                               |
| 93.778         | 64186          | MSGP ADMIN 11/12   | 03        | MS-1112-10              | 221,463.17               | (10,072.75)                         | (5,436.35)              | 104.84                  | (4,531.56)                           |
| 93.778         | 64187          | MSGP CARE MGMT CDA 11/12   | 03        | MS-1112-11              | 325,321.83               | 98,966.33                           | 98,965.28               | -                       | 1.05                                 |
| 93.778         | 64188          | MSGP WAIVED SRVCS CDA 11/12  | 03        | MS-1112-12              | 123,170.41               | 41,983.34                           | 37,831.07               | 905.16                  | 5,057.43                             |
| 93.778         | 64267          | MSGP ADMIN/SUPPORT SERV 12/13  | 03        | MS-1213-10              | 259,568.00               | -                                   | 197,665.14              | 203,967.62              | 6,302.48                             |
| 93.778         | 64268          | MSGP CARE MGMT CDA 12/13   | 03        | MS-1213-10              | 283,810.00               | -                                   | 220,637.91              | 323,486.59              | 102,848.68                           |
| 93.778         | 64269          | MSGP WAIVED SERVICES CDA 12/13   | 03        | MS-1213-10              | 142,222.00               | -                                   | 78,720.34               | 116,908.43              | 38,188.09                            |
| 93.778         | 64270          | MSGP DISTRIBUTION ACCT 2012/13   | 03        | MS-1213-10              | -                        | -                                   | 15,455.84               | -                       | (15,455.84)                          |
|                |                | <b>Sub-Total Medicaid Cluster Pass Through Awards, CA Dept. of Aging</b>         |           |                         | <b>2,058,225.50</b>      | <b>131,525.34</b>                   | <b>643,839.23</b>       | <b>645,372.64</b>       | <b>133,058.75</b>                    |
|                |                | <b>Total Other Direct Awards</b>   |           |                         | <b>430,760.00</b>        | <b>7,415.16</b>                     | <b>54,784.13</b>        | <b>68,296.56</b>        | <b>20,927.59</b>                     |
|                |                | <b>Total Research &amp; Development Direct Awards</b>                            |           |                         | <b>202,975.00</b>        | <b>36,429.72</b>                    | <b>84,824.91</b>        | <b>61,596.09</b>        | <b>13,100.90</b>                     |
|                |                | <b>Total Federal Aging Cluster Pass Through Awards, CA Dept. of Aging</b>        |           |                         | <b>3,423,025.74</b>      | <b>142,449.39</b>                   | <b>1,680,348.25</b>     | <b>1,391,218.09</b>     | <b>(146,680.77)</b>                  |
|                |                | <b>Total State \$ Aging Cluster Pass Through Awards, CA Dept. of Aging</b>       |           |                         | <b>279,756.00</b>        | <b>-</b>                            | <b>-</b>                | <b>118,908.00</b>       | <b>118,908.00</b>                    |
|                |                | <b>Total Medicaid Cluster Pass Through Awards, CA Dept. of Aging</b>             |           |                         | <b>2,058,225.50</b>      | <b>131,525.34</b>                   | <b>643,839.23</b>       | <b>645,372.64</b>       | <b>133,058.75</b>                    |
|                |                | <b>Total TANF Cluster Pass Through Awards, CA Dept. of Social Services</b>       |           |                         | <b>1,571,163.81</b>      | <b>110,048.94</b>                   | <b>259,143.71</b>       | <b>311,773.43</b>       | <b>162,678.66</b>                    |
|                |                | <b>Total Federal Other \$ Pass Through Awards, CA Dept. of Aging</b>             |           |                         | <b>1,277,884.58</b>      | <b>87,930.01</b>                    | <b>382,665.00</b>       | <b>445,155.71</b>       | <b>150,420.72</b>                    |
|                |                | <b>Total Other State \$ Pass Through Awards, CA Dept. of Aging</b>               |           |                         | <b>552,020.15</b>        | <b>35,062.31</b>                    | <b>324,647.29</b>       | <b>214,460.14</b>       | <b>(75,124.84)</b>                   |
|                |                | <b>Total Federal Other Pass Through Awards</b>                                   |           |                         | <b>4,275,482.91</b>      | <b>656,170.01</b>                   | <b>974,351.82</b>       | <b>1,223,223.15</b>     | <b>905,041.34</b>                    |
|                |                | <b>Total Department of Health and Human Services</b>                             |           |                         | <b>14,071,293.69</b>     | <b>1,207,030.88</b>                 | <b>4,404,704.34</b>     | <b>4,480,003.81</b>     | <b>1,282,330.35</b>                  |
|                |                | <b>Corporation for National and Community Services</b>                           |           |                         |                          |                                     |                         |                         |                                      |
|                |                | <b>Direct Awards</b>   |           |                         |                          |                                     |                         |                         |                                      |
| 94.011         | 60493          | FOSTER GRANDPARENT 10/11   | 03        | 08SFPCA005              | 305,917.00               | 35.89                               | -                       | (35.89)                 | -                                    |
| 94.011         | 60525          | FOSTER GRANDPARENT 11/12   | 03        | 11SFPCA005              | 305,907.00               | 102,994.15                          | 110,905.00              | 264.98                  | (7,645.87)                           |
| 94.011         | 60567          | FOSTER GRANDPARENT 12/13   | 03        | 11SFPCA005, Amendment 1 | 305,907.00               | -                                   | 192,326.00              | 307,692.86              | 115,366.86                           |
| 94.016         | 60494          | SENIOR COMPANION 10/11   | 03        | 08SCPA006- AM5          | 99,016.12                | (372.67)                            | (372.67)                | -                       | -                                    |
| 94.016         | 60526          | SENIOR COMPANION 11/12   | 03        | 11SCPA004               | 79,036.00                | 20,331.13                           | 19,938.00               | (393.13)                | -                                    |
| 94.016         | 60568          | SENIOR COMPANION 12/13   | 03        | 11SCPA004, Amendment 1  | 79,036.00                | -                                   | 38,098.00               | 76,276.98               | 38,178.98                            |
|                |                | <b>Sub-Total Foster Grandparent/Senior Companion Cluster Direct Awards</b>       |           |                         | <b>1,174,819.12</b>      | <b>122,988.50</b>                   | <b>360,894.33</b>       | <b>383,805.80</b>       | <b>145,899.97</b>                    |
|                |                | <b>Pass Through Awards</b>   |           |                         |                          |                                     |                         |                         |                                      |
|                |                | CSU, Trustees  |           |                         |                          |                                     |                         |                         |                                      |
| 94.005         | 64161          | MUSEUM STUDENT SERV/CO/CNCS  | 03        | X0026110-CHAUX          | 20,920.16                | 13,269.24                           | 13,686.60               | 417.36                  | -                                    |
|                |                | <b>Sub-Total Other Pass Through Awards, CSU, Trustees</b>                        |           |                         | <b>20,920.16</b>         | <b>13,269.24</b>                    | <b>13,686.60</b>        | <b>417.36</b>           | <b>-</b>                             |
|                |                | Duke University  |           |                         |                          |                                     |                         |                         |                                      |
| 94.005         | 64142          | EASL/DUKE/CNCS   | 02        | 11-CNCS-1048            | 46,500.00                | 22,002.81                           | 22,042.68               | 4,146.10                | 4,106.23                             |
| 94.005         | 64310          | EASL RESEARCH PROJECT 12/13  | 02        | 13-CNCS-1012            | 5,000.00                 | -                                   | -                       | 4,047.67                | 4,047.67                             |
|                |                | <b>Sub-Total R &amp; D Pass Through Awards, Duke University</b>                  |           |                         | <b>51,500.00</b>         | <b>22,002.81</b>                    | <b>22,042.68</b>        | <b>8,193.77</b>         | <b>8,153.90</b>                      |
|                |                | <b>Total Foster Grandparent/Senior Companion Cluster Direct Awards</b>           |           |                         | <b>1,174,819.12</b>      | <b>122,988.50</b>                   | <b>360,894.33</b>       | <b>383,805.80</b>       | <b>145,899.97</b>                    |
|                |                | <b>Total R&amp;D Pass Through Awards</b>   |           |                         | <b>51,500.00</b>         | <b>22,002.81</b>                    | <b>22,042.68</b>        | <b>8,193.77</b>         | <b>8,153.90</b>                      |
|                |                | <b>Total Other Pass Through Awards</b>   |           |                         | <b>20,920.16</b>         | <b>13,269.24</b>                    | <b>13,686.60</b>        | <b>417.36</b>           | <b>-</b>                             |
|                |                | <b>Total Corporation for National and Community Services</b>                     |           |                         | <b>1,247,239.28</b>      | <b>158,260.55</b>                   | <b>396,623.61</b>       | <b>392,416.93</b>       | <b>154,053.87</b>                    |
|                |                | <b>Department of Homeland Security</b>   |           |                         |                          |                                     |                         |                         |                                      |
|                |                | <b>Pass Through Awards</b>   |           |                         |                          |                                     |                         |                         |                                      |
|                |                | CSU, Trustees  |           |                         |                          |                                     |                         |                         |                                      |
| 97.067         | 64317          | CSU HOMELAND SEC GRANT FY10  | 03        | X0068212-CHAUX          | 23,022.37                | -                                   | 23,022.37               | 23,022.37               | -                                    |
| 97.073         | 64238          | CSU HOMELAND SEC GRANT FY09  | 03        | X0020109-CHAUX          | 13,932.08                | 13,932.08                           | 13,932.08               | -                       | -                                    |
|                |                | <b>Sub-Total Other Pass Through Awards, CSU, Trustees</b>                        |           |                         | <b>36,954.45</b>         | <b>13,932.08</b>                    | <b>36,954.45</b>        | <b>23,022.37</b>        | <b>-</b>                             |
|                |                | <b>Total Department of Homeland Security</b>                                     |           |                         | <b>36,954.45</b>         | <b>13,932.08</b>                    | <b>36,954.45</b>        | <b>23,022.37</b>        | <b>-</b>                             |
|                |                | <b>Total Research &amp; Development Direct Awards</b>                            |           |                         | <b>3,965,177.76</b>      | <b>304,256.07</b>                   | <b>956,639.24</b>       | <b>960,489.25</b>       | <b>308,106.08</b>                    |
|                |                | <b>Total Other Direct Awards</b>   |           |                         | <b>15,502,214.01</b>     | <b>838,681.06</b>                   | <b>4,041,512.23</b>     | <b>4,595,180.74</b>     | <b>1,392,349.57</b>                  |
|                |                | <b>Total Highway Planning and Construction Cluster Direct Awards</b>             |           |                         | <b>116,874.22</b>        | <b>-</b>                            | <b>12,214.74</b>        | <b>12,214.74</b>        | <b>-</b>                             |
|                |                | <b>Total TRIO Cluster Direct Awards</b>  |           |                         | <b>6,643,407.89</b>      | <b>214,785.26</b>                   | <b>1,897,481.51</b>     | <b>2,190,878.01</b>     | <b>508,181.76</b>                    |
|                |                | <b>Total Teacher Quality Partnership Grants Cluster Direct Awards</b>            |           |                         | <b>2,794,574.78</b>      | <b>145,949.81</b>                   | <b>1,060,139.05</b>     | <b>1,114,343.14</b>     | <b>200,163.90</b>                    |
|                |                | <b>Total Foster Grandparent/Sr Companion Cluster Direct Awards</b>               |           |                         | <b>1,174,819.12</b>      | <b>122,988.50</b>                   | <b>360,894.33</b>       | <b>383,805.80</b>       | <b>145,899.97</b>                    |
|                |                | <b>Total Research &amp; Development Pass Through</b>                             |           |                         | <b>2,074,268.09</b>      | <b>230,526.30</b>                   | <b>845,355.63</b>       | <b>720,554.75</b>       | <b>105,725.42</b>                    |
|                |                | <b>Total Child Nutrition Cluster Pass Through</b>                                |           |                         | <b>62,927.44</b>         | <b>-</b>                            | <b>31,084.02</b>        | <b>31,084.02</b>        | <b>-</b>                             |
|                |                | <b>Total SNAP Cluster Pass Through</b>   |           |                         | <b>12,138,238.38</b>     | <b>1,298,704.05</b>                 | <b>2,584,707.36</b>     | <b>3,688,706.00</b>     | <b>2,402,702.69</b>                  |
|                |                | <b>Total WIA Cluster Pass Through Awards</b>                                     |           |                         | <b>1,575,045.07</b>      | <b>76,460.51</b>                    | <b>333,143.42</b>       | <b>266,061.55</b>       | <b>9,378.64</b>                      |
|                |                | <b>Total R&amp;D/WIA Cluster Pass Through Awards</b>                             |           |                         | <b>67,964.94</b>         | <b>-</b>                            | <b>-</b>                | <b>-</b>                | <b>-</b>                             |
|                |                | <b>Total Aging Cluster Pass Through Awards</b>                                   |           |                         | <b>3,423,025.74</b>      | <b>142,449.39</b>                   | <b>1,680,348.25</b>     | <b>1,391,218.09</b>     | <b>(146,680.77)</b>                  |
|                |                | <b>Total Other Pass Through Awards, CA Dept. of Aging</b>                        |           |                         | <b>1,277,884.58</b>      | <b>87,930.01</b>                    | <b>382,665.00</b>       | <b>445,155.71</b>       | <b>150,420.72</b>                    |
|                |                | <b>Total Other State \$ Aging Cluster Pass Through Awards, CA Dept. of Aging</b> |           |                         | <b>279,756.00</b>        | <b>-</b>                            | <b>-</b>                | <b>118,908.00</b>       | <b>118,908.00</b>                    |
|                |                | <b>Total Other State \$ Pass Through Awards, CA Dept. of Aging</b>               |           |                         | <b>552,020.15</b>        | <b>35,062.31</b>                    | <b>324,647.29</b>       | <b>214,460.14</b>       | <b>(75,124.84)</b>                   |
|                |                | <b>Total Medicaid Cluster Pass Through Awards</b>                                |           |                         | <b>2,058,225.50</b>      | <b>131,525.34</b>                   | <b>643,839.23</b>       | <b>645,372.64</b>       | <b>133,058.75</b>                    |
|                |                | <b>Total TANF Cluster Pass Through Awards</b>                                    |           |                         | <b>1,571,163.81</b>      | <b>110,048.94</b>                   | <b>259,143.71</b>       | <b>311,773.43</b>       | <b>162,678.66</b>                    |
|                |                | <b>Total Other Pass Through Awards</b>   |           |                         | <b>14,916,773.36</b>     | <b>1,965,131.09</b>                 | <b>4,783,721.86</b>     | <b>4,353,293.62</b>     | <b>1,534,702.85</b>                  |
|                |                | <b>Total Federal and Federal Pass Through ARRA Awards</b>                        |           |                         | <b>640,091.95</b>        | <b>(0.35)</b>                       | <b>1,333.00</b>         | <b>1,333.35</b>         | <b>-</b>                             |
|                |                | <b>Total Federal and Federal Pass Through Awards</b>                             |           |                         | <b>69,362,584.69</b>     | <b>5,669,436.33</b>                 | <b>19,872,889.58</b>    | <b>21,110,131.49</b>    | <b>6,906,678.24</b>                  |
|                |                | <b>Total State and Other Awards Through CA Dept. of Aging</b>                    |           |                         | <b>831,778.15</b>        | <b>35,062.31</b>                    | <b>324,647.29</b>       | <b>333,368.14</b>       | <b>43,783.16</b>                     |
|                |                | <b>Grand Total Federal, Federal Pass Through and CDA Other Awards</b>            |           |                         | <b>\$ 70,194,360.84</b>  | <b>\$ 5,704,498.64</b>              | <b>\$ 20,197,536.87</b> | <b>\$ 21,443,499.63</b> | <b>\$ 6,950,461.40</b>               |

**SCHEDULE OF SUPPLEMENTARY INFORMATION  
(CSU FORMAT)**

*The CSU, Chico  
Research Foundation  
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| June 30, 2013  | <u>Current<br/>Unrestricted</u> | <u>Noncurrent<br/>Unrestricted</u> | <u>Total</u>         |
|--|---------------------------------|------------------------------------|----------------------|
| <b>INVESTMENTS HELD BY THE UNIVERSITY UNDER CONTRACTUAL AGREEMENT</b>      |                                 |                                    |                      |
| Portion of investments held by the University under contractual agreements | \$ -                            | \$ -                               | \$ -                 |
|  |                                 |                                    | <b>Amount</b>        |
| <b>NET POSITION - NET INVESTMENT IN CAPITAL ASSETS</b>                     |                                 |                                    |                      |
| Capital assets - net of accumulated depreciation                           |                                 |                                    | \$ 15,276,206        |
| Long-term debt obligations - current portion                               |                                 |                                    | (680,573)            |
| Long-term debt obligations - net of current portion                        |                                 |                                    | (4,159,789)          |
| Other:   |                                 |                                    |                      |
| OID prepaid interest   |                                 |                                    | 38,264               |
| Bond reserves  |                                 |                                    | 310,756              |
| Interest payable   |                                 |                                    | (15,210)             |
| <b>Net Position - Net Investment in Capital Assets</b>                     |                                 |                                    | <u>\$ 10,769,654</u> |

*See notes to the supplementary information.*

**SCHEDULE OF SUPPLEMENTARY INFORMATION  
(CSU FORMAT)**

*The CSU, Chico  
Research Foundation  
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June 30, 2013

**Amount**

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**OTHER POSTEMPLOYMENT BENEFITS OBLIGATION (OPEB)**

|  |                   |
|--|-------------------|
| Annual Required Contribution (ARC)           | \$ 21,456         |
| Contributions                                | <u>(16,978)</u>   |
| <b>Increase in Net OPEB Obligation (NOO)</b> | 4,478             |
| <b>NOO - Beginning of Year</b>               | <u>552,934</u>    |
| <b>NOO - End of Year</b>                     | <u>\$ 557,412</u> |

*See notes to the supplementary information.*

**1. FUND ACCOUNTING AND COMPARATIVE FINANCIAL INFORMATION****Fund Accounting**

The accounts of the Research Foundation are maintained in accordance with the principles of fund accounting. Under fund accounting, resources for various purposes are classified for accounting and reporting purposes into funds established according to their nature and purpose. The funds are organized as follows:

*General Fund:* This fund is used to account for all financial resources except those required to be accounted for in another fund. This fund recognizes as income various administrative fees from other funds.

*Plant and Bond Fund:* This fund is used to account for acquisition of physical properties and funds expended and invested in physical properties for the General Fund, Board Designated Fund, Sponsored Programs Fund, and Campus Programs Fund.

In addition, this fund is used to account for the bond construction and the principal, interest, and reserve accounts. Bond proceeds are deposited into the bond construction account. The proceeds are used to finance the construction and acquisition of buildings and equipment as required by the Bond's resolution. The principal, interest, and reserve account is used to account for the payment obligations of the Research Foundation Auxiliary Organization Bond Series 2003.

*Board Designated Fund:* This fund is used to account for all amounts specifically allocated by the Board of Directors to certain programs. These funds are used primarily for the development of grant and contract proposals. Funding is also allocated to support and to finance other CSU, Chico, related projects. The amount expended from Board designations amounted to \$235,396 and \$93,161 in 2013 and 2012, respectively. The amount expended from incentive accounts amounted to \$901,293 and \$1,337,605 in 2013 and 2012, respectively.

*Auxiliary Activities Fund:* This fund is used to account for the operations of the University Farm, KCHO radio station, and other enterprise activities. These operations reimburse the General Fund for accounting and data processing administration expenses based on the usage of these services.

*Sponsored Programs Fund:* This fund reflects the activity of various programs designed for instruction, research, and community services. These programs are funded by federal and state governmental agencies and various other organizations. The General Fund receives administrative fees to cover the indirect overhead costs of these programs.

*Campus Programs Fund:* This fund accounts for certain special activities of Research Foundation-affiliated programs. These funds are carried as unrestricted net position. The Research Foundation receives an administrative fee equal to 8% of Campus Program Fund expenditures.

**Comparative Financial Information**

The schedules of net position and schedules of revenues, expenses, and changes in net position include prior-year summarized comparative information in total, but not by net position class. Such information does not include sufficient detail to constitute a presentation in conformity with generally accepted accounting principles. Accordingly, such information should be read in conjunction with the Research Foundation’s financial statements for the year ended June 30, 2012, from which the summarized information was derived.

**2. SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**

The accompanying schedule of expenditures of federal awards includes the federal grant activity of the Research Foundation and is presented on the accrual basis of accounting. The information in this schedule is presented in accordance with OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

**3. INTERFUND RECEIVABLES AND PAYABLES**

The Research Foundation records direct interfund receivables and payables as they occur. As a result of the use of a general checking account for all funds except the Agriculture Fund and some sponsored program funds, indirect interfund receivable and payable entries are recorded upon receipt, disbursement, or transfer of amounts among funds. Interfund receivables and payables include long-term notes payable as follows:

|  | <u>2013</u> | <u>2012</u> |
|--|-------------|-------------|
| The Farm in the Auxiliary Activities Fund has a note payable to the General Fund for the front-end loader to be repaid in annual installments in the amount of \$14,000 plus interest, which accrues at the LAIF rate plus 1.00% (effectively 1.37% at June 30, 2012). | \$ -        | \$ 53,591   |

**4. NET POSITION RESERVES**

The Board, under guidelines established by the Chancellor's Office, developed policies that reserve the net position of the Research Foundation. Future increases will also be reserved by these policies.

Reservations are as follows for the year ended June 30, 2013:

|  | <b>General<br/>Fund</b> | <b>Plant and<br/>Bond Fund</b> | <b>Activities<br/>Fund</b> |
|--|-------------------------|--------------------------------|----------------------------|
| Investment in plant, equipment, and<br>breeding herd | \$ -                    | \$ 9,066,517                   | \$ 1,335,511               |
| Inventory reserve                                    | -                       | -                              | 178,455                    |
| Reserve for working capital                          | 601,133                 | -                              | 327,921                    |
| Capital replacement reserve                          | 65,000                  | -                              | 160,000                    |
| <b>Total Net Position Reserves</b>                   | 666,133                 | 9,066,517                      | 2,001,887                  |
| Available for general purposes                       | 779,261                 | -                              | 636,079                    |
| <b>Total Net Position</b>                            | <b>\$ 1,445,394</b>     | <b>\$ 9,066,517</b>            | <b>\$ 2,637,966</b>        |

**OTHER REPORTS SECTION**



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

To the Board of Directors  
The CSU, Chico Research Foundation  
Chico, California

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the business-type activities of CSU, Chico Research Foundation (the Research Foundation), as of and for the year ended June 30, 2013, and the related notes to the financial statements, which collectively comprise the Research Foundation's basic financial statements, and have issued our report thereon dated September 20, 2013.

***Internal Control Over Financial Reporting***

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

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

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

***Compliance and Other Matters***

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

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

Continued

**Purpose of This Report**

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

*Matson and Isom*

September 20, 2013  
Chico, California



MATSON  
& ISOM

**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE  
FOR EACH MAJOR FEDERAL PROGRAM AND ON  
INTERNAL CONTROL OVER COMPLIANCE REQUIRED  
BY OMB CIRCULAR A-133**

To the Board of Directors  
The CSU, Chico Research Foundation  
Chico, California

**Report on Compliance for Each Major Federal Program**

We have audited CSU, Chico Research Foundation's (the Research Foundation) compliance with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) Circular A-133 *Compliance Supplement* that could have a direct and material effect on each of the Research Foundation's major federal programs for the year ended June 30, 2013. The Research Foundation's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

***Management's Responsibility***

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its federal programs.

***Auditors' Responsibility***

Our responsibility is to express an opinion on compliance for each of the Research Foundation's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the Research Foundation's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

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

***Opinion on Each Major Federal Program***

In our opinion, the Research Foundation complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2013.

**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE  
FOR EACH MAJOR FEDERAL PROGRAM AND ON  
INTERNAL CONTROL OVER COMPLIANCE REQUIRED  
BY OMB CIRCULAR A-133**

Continued

**Report on Internal Control Over Compliance**

Management of the Research Foundation is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the Research Foundation's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the Research Foundation's internal control over compliance.

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

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of the testing based on the requirements of OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.

*Matson and Isom*

September 20, 2013  
Chico, California

**FINDINGS AND QUESTIONED COSTS SECTION**

**SCHEDULE OF FINDINGS AND  
QUESTIONED COSTS**

June 30, 2013

*The CSU, Chico  
Research Foundation*

**A. SUMMARY OF AUDITORS' RESULTS**

1. The auditors' report expresses an unmodified opinion on the financial statements of The CSU, Chico Research Foundation (the Research Foundation).
2. No deficiencies relating to internal control over financial reporting are reported in the Independent Auditors' Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance With *Government Auditing Standards*, or in part B of this schedule. No deficiencies relating to internal control over compliance is reported or included in part C of this schedule.
3. No instances of noncompliance material to the financial statements of the Research Foundation were disclosed during the audit.
4. No deficiencies relating to the audit of the major federal award programs are reported in the Independent Auditors' Report on Compliance for Each Major Federal Program and on Internal Control Over Compliance Required by OMB Circular A-133.
5. The auditors' report on compliance for the major federal award programs for the Research Foundation expresses an unmodified opinion.
6. There are no findings relative to the major federal award programs for the Research Foundation reported in part C of this schedule.
7. The programs tested as major programs include:

| <b>Aging Cluster</b>  | <b>CFDA No.</b> |
|---|-----------------|
| Special Programs for the Aging – Title III, Part B –<br>Grants for Supportive Services and Senior Centers | 93.044          |
| Special Programs for the Aging – Title III, Part C –<br>Nutrition Services                                | 93.045          |
| Nutrition Services Incentive Program  | 93.053          |
| <br><b>Other Aging Programs</b>   |                 |
| National Family Caregiver Support, Title III, Part E  | 93.052          |
| Centers for Medicare and Medicaid Services (CMS) Research,<br>Demonstrations and Evaluations              | 93.779          |
| <br><b>SNAP Cluster</b>   |                 |
| Supplemental Nutrition Assistance Program (No expenditures in<br>2012-2013)                               | 10.551          |
| State Administrative Matching Grants for the Supplemental<br>Nutrition Assistance Program                 | 10.561          |
8. The threshold for distinguishing Types A and B programs was \$633,304.
9. The Research Foundation was determined to be a low-risk auditee.

**SCHEDULE OF FINDINGS AND  
QUESTIONED COSTS**

June 30, 2013

*The CSU, Chico  
Research Foundation*

**B. FINDINGS  
FINANCIAL STATEMENTS AUDIT**

None.

**SCHEDULE OF FINDINGS AND  
QUESTIONED COSTS**

June 30, 2013

*The CSU, Chico  
Research Foundation*

**C. FINDINGS  
FEDERAL AWARDS AUDIT**

None.

**CORRECTIVE ACTION PLAN**  
June 30, 2013

*The CSU, Chico*  
*Research Foundation*

None.

**SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS**  
June 30, 2013

*The CSU, Chico*  
*Research Foundation*

None.