

**YUBA COMMUNITY COLLEGE
DISTRICT FOUNDATION**

Marysville, California

AUDIT REPORT

June 30, 2019 and 2018



YUBA COMMUNITY COLLEGE DISTRICT FOUNDATION

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June 30, 2019 and 2018

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Financial Section



INDEPENDENT AUDITORS' REPORT

Board of Directors
Yuba Community College District Foundation
Marysville, California

We have audited the accompanying financial statements of The Yuba Community College District Foundation (the "Foundation"), which comprise the statements of financial position as of June 30, 2019 and 2018 and the related statements of activities, cash flows for the year then ended, and the related notes to the financial statements.

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.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free 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 auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Foundation as of June 30, 2019 and 2018, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter - Change in Accounting Principle

As discussed in Note 1, Yuba Community College Foundation began the implementation of the provisions of Financial Accounting Standards Board Accounting Standards Update (ASU) 2016-14, Not-for-Profit Entities (Topic 958): Presentation of Financial Statements of Not-for-Profit Entities as of fiscal year 2018-19. The requirements of ASU 2016-14 have been retrospectively applied to all periods presented. Our opinion is not modified with respect to this matter.

CWDL, Certified Public Accountants

San Diego, California
November 23, 2019

YUBA COMMUNITY COLLEGE DISTRICT FOUNDATION
STATEMENT OF FINANCIAL POSITION
June 30, 2019 and 2018

June 30,	2019	2018
ASSETS		
Cash and cash equivalents	\$ 221,523	\$ 115,541
Accounts receivable	3,762	4,989
Short-term investments	1,642,156	1,460,930
Total Current Assets	<u>1,867,441</u>	<u>1,581,460</u>
Investments	7,454,943	7,403,676
Assets held by third party	466,640	463,904
Total Assets	<u>\$ 9,789,024</u>	<u>\$ 9,449,040</u>
CURRENT LIABILITIES		
Accounts payable	\$ 60,808	\$ 9,348
Amounts held in trust for others	618,011	495,084
Total Liabilities	<u>678,819</u>	<u>504,432</u>
NET ASSETS		
Net assets without donor restrictions	91,569	95,922
Net assets with donor restrictions	9,018,636	8,848,686
Total Net Assets	<u>9,110,205</u>	<u>8,944,608</u>
Total Liabilities and Net Assets	<u>\$ 9,789,024</u>	<u>\$ 9,449,040</u>

The notes to financial statements are an integral part of this statement.

YUBA COMMUNITY COLLEGE DISTRICT FOUNDATION
STATEMENT OF ACTIVITIES
For the Years Ended June 30, 2019 and 2018

Year Ended June 30, 2019	Net Assets Without Donor Restrictions	Net Assets With Donor Restrictions	Total
SUPPORT AND REVENUE			
Contributions for scholarships	\$ 1,150	\$ 99,355	\$ 100,505
Net investment return	50,193	207,771	257,964
Other income	624	826	1,450
Net assets released from restrictions	138,002	(138,002)	-
Total Support and Revenue	189,969	169,950	359,919
EXPENSES			
Program expenses:			
Grants and Scholarships	114,323	-	114,323
Supplies	1,309	-	1,309
Students Emergency Assistance	890	-	890
Taxes and Fees	230	-	230
Associated Students	5,589	-	5,589
Camp Fire Relief - Butte College	9,000	-	9,000
Miscellaneous	6,661	-	6,661
Total program expenditures	138,002	-	138,002
Administrative expenses	56,320	-	56,320
Total Expenses	194,322	-	194,322
Change in Net Assets	(4,353)	169,950	165,597
Net Assets - Beginning of Year	95,922	8,848,686	8,944,608
Net Assets - End of Year	\$ 91,569	\$ 9,018,636	\$ 9,110,205

The notes to financial statements are an integral part of this statement.

YUBA COMMUNITY COLLEGE DISTRICT FOUNDATION
STATEMENT OF ACTIVITIES
For the Years Ended June 30, 2019 and 2018

Year Ended June 30, 2018	Net Assets Without Donor Restrictions	Net Assets With Donor Restrictions	Total
SUPPORT AND REVENUE			
Contributions for scholarships	\$ -	\$ 88,601	\$ 88,601
Net Investment return	44,021	94,499	138,520
Other income	(12,202)	11,218	(984)
Net unrealized gain/loss on investments	-	973,708	973,708
Net assets released from restrictions	140,558	(140,558)	-
Total Support and Revenue	172,377	1,027,468	1,199,845
EXPENSES			
Program expenses:			
Grants and scholarships	118,473	-	118,473
Miscellaneous	21,267	-	21,267
Supplies	818	-	818
Total program expenditures	140,558	-	140,558
Administrative expenses	8,496	-	8,496
Total Expenses	149,054	-	149,054
Change in Net Assets	23,323	1,027,468	1,050,791
Net Assets - Beginning of Year	72,599	7,821,218	7,893,817
Net Assets - End of Year	\$ 95,922	\$ 8,848,686	\$ 8,944,608

The notes to financial statements are an integral part of this statement.

YUBA COMMUNITY COLLEGE DISTRICT FOUNDATION
STATEMENT OF CASH FLOWS
June 30, 2019 and 2018

June, 30	2019	2018
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in net assets	\$ 165,597	\$ 1,050,791
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Total investment activity	-	(1,112,228)
Changes in:		
Accounts receivable	1,227	7,546
Assets held by third party	(2,736)	(7,204)
Accounts payable	51,460	(8,201)
Amounts held in trust for others	122,927	124,204
Net Cash Used by Operating Activities	<u>338,475</u>	<u>54,908</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Net investment activity	(232,493)	28,475
Net Cash Provided by Investing Activities	<u>(232,493)</u>	<u>28,475</u>
Net increase (decrease) in cash and cash equivalents	105,982	83,383
Cash and Cash Equivalents - Beginning of Year	115,541	32,158
Cash and Cash Equivalents - End of Year	<u>\$ 221,523</u>	<u>\$ 115,541</u>

YUBA COMMUNITY COLLEGE DISTRICT FOUNDATION
STATEMENT OF FUNCTIONAL EXPENSES
June 30, 2019 and 2018

Year Ended June 30, 2019	Program	Administrative	Total
Grants and Scholarships	\$ 114,323	\$ -	\$ 114,323
Professional Services	-	7,428	7,428
Supplies	1,309	10,384	11,693
Travel	-	442	442
Students Emergency Assitance	890	-	890
Salaries and Payroll taxes	-	36,429	36,429
Taxes and Fees	230	-	230
Associated Students	5,589	-	5,589
Camp Fire Relief - Butte College	9,000	-	9,000
Miscellaneous	6,661	1,637	8,298
Total	\$ 138,002	\$ 56,320	\$ 194,322

Year Ended June 30, 2018	Program	Administrative	Total
Grants and Scholarships	\$ 118,473	\$ -	\$ 118,473
Professional Services	-	1,262	1,262
Supplies	818	6,489	7,307
Travel	-	150	150
Miscellaneous	21,267	595	21,862
Total	\$ 140,558	\$ 8,496	\$ 149,054

YUBA COMMUNITY COLLEGE DISTRICT FOUNDATION
NOTES TO FINANCIAL STATEMENTS
June 30, 2019 and 2018

NOTE 1 – DESCRIPTION OF ORGANIZATION AND SIGNIFICANT ACCOUNTING POLICIES

Organization Yuba Community College District Foundation (the "Foundation"), formed on January 8, 1968, is a nonprofit public benefits corporation whose mission is to generate financial support for and increase community awareness of students, programs, and activities of the Yuba Community College District (the District). The Foundation is included as a component unit in the District's financial statements.

Basis of Accounting The accompanying financial statements have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America.

Basis of Presentation The financial statements of the Organization have been prepared on the accrual basis in accordance with accounting principles generally accepted in the United States of America. The financial statements are presented in accordance with Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC) 958 dated August 2016, and the provisions of the American Institute of Certified Public Accountants (AICPA) "Audit and Accounting Guide for Not-for-Profit Organizations" (the "Guide"). (ASC) 958-205 was effective January 1, 2018.

All donor-restricted contributions are recorded as increases in net assets with donor restrictions. When a restriction expires, either by the passage of time or the purpose is satisfied, the net assets with donor restriction are reclassified to net assets without donor restrictions and reported in the statement of activities as "net assets released from restrictions."

Expenses are reported as decreases in net assets without donor restrictions. Gains and losses on investments and other assets or liabilities are reported as increases or decreases in net assets without donor restriction unless their use is restricted by explicit donor stipulation or by law. Possible expirations of net assets with donor restriction are (i.e., the donor-stipulated purpose has been fulfilled and/or the stipulated time period has elapsed) are reported as net assets released from restrictions.

Cash and Cash Equivalents the Foundation considers cash on hand, demand deposits, and all unrestricted highly liquid investments with an initial maturity of three months or less to be cash equivalents. Cash and short-term investments held in a bank money market account are reported as investments instead of cash because the Foundation holds those funds as an endowment. The Foundation maintains its cash accounts in depositories that are insured to limits specified by the Federal Deposit Insurance Corporation. It is customary for balances to temporarily exceed insurance limits.

Donations and Contributions Donations and contributions are recorded when received. All contributions are available for unrestricted use unless specifically restricted by the donor. Such donations and contributions are primarily with individuals, businesses, or organizations located in northern California. Approximately 11% of all donations at June 30, 2019, were received from one donor.

Donated Assets Donated marketable securities and other noncash donations are recorded as contributions at their estimated fair values at the date of donation.

YUBA COMMUNITY COLLEGE DISTRICT FOUNDATION
NOTES TO FINANCIAL STATEMENTS
June 30, 2019 and 2018

NOTE 1 – DESCRIPTION OF ORGANIZATION AND SIGNIFICANT ACCOUNTING POLICIES, continued

Donated Services Donated services are recognized as contributions in accordance with FASB ASC Subtopic 958-605, Not-for-Profit Entities- Revenue Recognition, if the services (a) create or enhance nonfinancial assets or (b) require specialized skills, are performed by people with those skills, and would otherwise be purchased by the Foundation.

During the year, the Foundation received services meeting these criteria from the District in the form of management services as well as use of facilities. The value of these services is not included in the financial statements as management believes the value is not material to the financial statements as a whole. The Foundation did not receive any other services during the year that met the criteria for recognition in these financial statements.

Fair Value Measurements Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC) 820, Fair Value Measurements and Disclosures, defines fair value, establishes a framework for measuring fair value under generally accepted accounting principles, and expands disclosures about fair value measurement.

The Foundation classifies its fair value assets and liabilities into a hierarchy of three levels based on the markets in which they are traded, and the reliability of the assumptions used to determine fair value. The asset or liability measurement level within the hierarchy is based on the lowest level of any assumption that is significant to the measurement.

Valuations within the hierarchy levels are based upon the following:

- Level 1: Quoted market prices for identical instruments traded in active exchange markets.
- Level 2: Quoted prices for similar instruments in active markets, quoted prices for identical or similar instruments in markets that are not active, and model-based valuation techniques for which all significant assumptions are observable or can be corroborated by observable market data.
- Level 3: Model-based techniques that use at least one significant assumption not observable in the market. These unobservable assumptions reflect the Foundation's estimates of assumptions that market participants would use on pricing the asset or liability. Valuation techniques include management judgment and estimation which may be significant.

NOTE 1 – DESCRIPTION OF ORGANIZATION AND SIGNIFICANT ACCOUNTING POLICIES, continued

Following is a description of the valuation methodologies used for assets measured at fair value. There have been no changes in the methodologies used during the years ended June 30, 2019 and 2018.

Mutual Funds: Each investor in the mutual fund will typically receive units of participation in the mutual fund. These units are valued daily, based on the underlying securities owned by the mutual fund, which are usually publicly traded debt or equity securities.

Exchange Traded Funds: These assets are valued at the net asset value reported on the active market on which the securities are traded. The valuation occurs throughout the day based on the market value of the underlying securities as well as the market supply and demand for the particular exchange traded fund.

Debt and Fixed Income Securities: Corporate and municipal bonds and other debt and fixed income securities are generally valued by a computerized pricing service or, for less actively traded issues, by utilizing a yield-based matrix system to arrive at an estimated market value.

Equity Securities: Equity securities are valued at the closing price reported on the active market on which the individual securities are traded.

Pooled Income Fund: Each income beneficiary in the pooled income fund is assigned units based on the fair market value of the assets at the time they are transferred to the trustee. Shares in the fund are valued daily based on the underlying securities owned. The fund is primarily made up of fixed income funds and equity securities.

Investments All investments are carried at their fair value as previously described. Unrealized gains and losses are included in the accompanying statements of activities. Investment income and gains restricted by donors are reported as increases in unrestricted net assets if the restrictions are met (either a stipulated time period or a purpose restriction is accomplished) in the reporting period in which the income and gains are recognized.

Net Assets The financial statements report amounts separately by class of net assets as follows:

- Net assets without donor restrictions are those resources that are currently available for operations.
- Net assets with donor restrictions are those resources which are stipulated by donors for various scholarships or other programmatic uses.

NOTE 1 – DESCRIPTION OF ORGANIZATION AND SIGNIFICANT ACCOUNTING POLICIES, continued

Endowment Investment and Spending Policies The Foundation's endowment consists of approximately 35 donor-restricted funds. As required by generally accepted accounting principles, net assets associated with endowment funds, including funds designated by the Board of Directors to function as endowments, are classified and reported based on the existence or absence of donor-imposed restrictions.

The Board of Directors of the Foundation has interpreted the Uniform Prudent Management of Institutional Funds Act (UPMIFA), as enacted by the State of California, as requiring the preservation of the fair value of the original gift as of the gift date of the donor-restricted endowment funds absent explicit donor stipulations to the contrary. As a result, the Foundation classifies assets with donor restrictions: (a) the original value of gifts donated to the foundations endowment, and (b) the original value of subsequent gifts to the endowment. Additionally, the Board of Directors has adopted an investment spending policy which requires that 20% of the investment earnings be retained in the net assets with donor restrictions.

In accordance with UPMIFA, the Foundation considers the following factors in making a determination to appropriate or accumulate donor-restricted endowment funds: (1) the duration and preservation of the various funds, (2) the purposes of the donor-restricted endowment funds, (3) general economic conditions, (4) the possible effect of inflation and deflation, (5) the expected total return from income and the appreciation of investments, (6) other resources of the Foundation, and (7) the Foundation's investment policies.

Endowment Investment Return Objectives, Risk Parameters, and Strategies: The Foundation has an investment policy for endowment assets that attempts to provide a predictable stream of funding to programs supported by its endowment funds while also maintaining the purchasing power of those endowment assets over the long term. The Foundation's investment policy utilizes total return, including capital appreciation and dividend and interest income. Endowment assets are invested in cash and cash equivalents, and equity and debt securities, that are intended to result in a consistent inflation-protected rate of return that has sufficient liquidity to make an annual distribution of 4% while growing the funds, if possible. The Foundation expects its endowment assets, over time, to produce an average rate of return of approximately 5% annually. Actual returns in any given year may vary from this amount. Investment risk is measured in terms of the total endowment fund; investment assets and allocation between asset classes and strategies are managed to not expose the fund to unacceptable levels of risk.

Endowment Spending Policy: The Board for the Foundation has adopted the following spending policy from endowed funds: (1) the calculation for spending in the upcoming calendar year will be based on the fund value as of the June 30 balance; and (2) unless a donor requests otherwise, a fund will participate in spending for the immediate next calendar year, even if the value of the fund is below corpus. The Foundation expects the current spending policy to allow its endowment funds to grow at a nominal average rate of 1% annually, which is consistent with the Foundation's objective to maintain the purchasing power of the endowment assets as well as to provide additional real growth through investment return.

YUBA COMMUNITY COLLEGE DISTRICT FOUNDATION
NOTES TO FINANCIAL STATEMENTS
June 30, 2019 and 2018

NOTE 1 – DESCRIPTION OF ORGANIZATION AND SIGNIFICANT ACCOUNTING POLICIES, continued

Underwater Endowment Funds From time to time, the fair value of assets associated with individual donor-restricted endowment funds may fall below the level that the donor requires the Organization to retain as a fund of perpetual duration. These deficiencies resulted from unfavorable market fluctuations that occurred shortly after the investment of new contributions for donor-restricted endowment funds and continued appropriation for certain programs that was deemed prudent by the Board of Trustees. The Foundation considers its endowments to be underwater if their fair value is less than the sum of (1) the original value of initial and subsequent gift amounts donated to the endowment and (2) any accumulations to the endowment required to be held in perpetuity per donor direction. The Foundation has no underwater endowment funds at June 30, 2019.

Assets Held by Third Party The Foundation transfers funds to the Foundation for California Community Colleges (FCCC) in accordance with a partnership agreement dated March 2009 with the California Community Colleges Scholarship Endowment (the Endowment). Under this agreement, the California Community Colleges and the FCCC had until June 2011 to raise \$50 million, for which the Osher Foundation (Osher) would provide a 50% match up to \$25 million.

These funds are recorded as net assets with donor restrictions, and the investment earnings are distributed to the Foundation for scholarship disbursements. The Foundation has no variance power over these funds.

Amounts Held in Trust for Others The Foundation administers funds for certain college-related organizations. The liability represents the amount of funds held for these organizations.

Fund-Raising Expense The Foundation incurred no fund-raising expense for the years ended June 30, 2019 and 2018.

Advertising Advertising costs are charged to administrative expense when incurred.

Related-Party Transactions The Foundation receives the use of management, accounting, personnel, and office space provided by the District. There are no salaries or other expenses recognized by the Foundation for these services. The Foundation made payments to the District for scholarships that amounted to \$114,323 and \$118,473 for years ended June 30, 2019 and 2018. The Foundation also made payments for other reimbursements to the District for \$442 and \$1,103 for the years ended June 30, 2019 and 2018 respectively.

Estimates In preparing financial statements in conformity with accounting principles generally accepted in the United States of America, management makes estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements as well as the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Functional Allocation of Expenses The costs of providing the various activities have been summarized on a functional basis in the statements of activities. Accordingly, certain costs have been allocated among the programs and supporting services benefited.

YUBA COMMUNITY COLLEGE DISTRICT FOUNDATION
NOTES TO FINANCIAL STATEMENTS
June 30, 2019 and 2018

NOTE 1 – DESCRIPTION OF ORGANIZATION AND SIGNIFICANT ACCOUNTING POLICIES, continued

Income Taxes The Foundation, as a nonprofit organization, 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. The Foundation has been classified as an organization that is not a private foundation under Section 509(a)(3). The Foundation has not entered into any activities that would jeopardize its tax-exempt status. Accordingly, no provision for income taxes is required.

The Foundation files exempt organization returns in the U.S. federal and California jurisdictions. The federal returns for tax years 2010 and beyond, and the California returns for tax years 2009 and beyond, remain subject to examination by the taxing authorities. The Foundation adopted FASB ASC 740, *Income Taxes*, which clarifies the accounting for uncertainty in income taxes recognized in the Foundation's financial statements and prescribes a recognition threshold and measurement attribute for the financial statement recognition and measurement of a tax position taken or expected to be taken in a tax return. FASB ASC 740 also provides guidance on derecognition and measurement of a tax position taken or expected to be taken in a tax return.

Reclassifications Certain balances in the prior-year financial statements have been reclassified for comparative purposes to conform to the presentation in the current-year financial statements. These reclassifications have not had any impact on net income.

New Accounting Pronouncement In August 2016, the Financial Accounting Standards Board (FASB) issued Accounting Standards Update (ASU) No. 2016-14, Not-for-Profit Entities (Topic 958): Presentation of Financial Statements of Not-for-Profit Entities whereby significant changes were proposed in seven areas: net asset classes, liquidity and availability of resources, classification and disclosure of underwater endowment funds, expense reporting, statement of cash flows, investment return, and release of restrictions on capital assets. The amendments in ASU No. 2016-14 are effective for annual financial statements issued for fiscal years beginning after December 15, 2017. Yuba Community College District Foundation began the implementation of the provisions of Financial Accounting Standards Board Accounting Standards Update (ASU) 2016-14, Not-for-Profit Entities (Topic 958): Presentation of Financial Statements of Not-for-Profit Entities as of fiscal year 2018-19.

The new standard changes the following aspects of the Organization's financial statements:

- The temporarily restricted and permanently restricted net asset classes have been predominantly combined into a single net asset class called net assets with donor restrictions.
- The unrestricted net asset class has been transferred into net assets without donor restrictions.
- Investment earning and related expenses have been combined into a single net activity line item called net investment return.
- The financial statements include a new disclosure about liquidity and availability of resources (Note 3).

Date of Management Evaluation Management has evaluated subsequent events through November 23, 2019, the date on which the financial statements were available to be issued.

YUBA COMMUNITY COLLEGE DISTRICT FOUNDATION
NOTES TO FINANCIAL STATEMENTS
June 30, 2019 and 2018

NOTE 2 – FAIR VALUE

Following is a summary of assets reported at fair value for the years ended June 30:

Year Ended June 30, 2019	Level 1	Level 2	Level 3	Total
Equity Securities:				
Consumer Goods	\$ 1,000,402	\$ -	\$ -	\$ 1,000,402
Financial	638,366	-	-	638,366
Healthcare	583,631	-	-	583,631
Industrial Goods	902,284	-	-	902,284
Services	179,550	-	-	179,550
Tech	721,277	-	-	721,277
	<u>4,025,510</u>	<u>-</u>	<u>-</u>	<u>4,025,510</u>
Total Equity Securities				
Debt Corporate debt securities	1,523,406	-	-	1,523,406
Municipal Bonds	153,317	-	-	153,317
US Treasury Bills	2,713,531	-	-	2,713,531
Total Debt & Fixed Inc Securities:	<u>4,390,254</u>	<u>-</u>	<u>-</u>	<u>4,390,254</u>
Money market Funds				
Sweep	181,335	-	-	181,335
Non-Sweep	500,000	-	-	500,000
Total Mutual Funds	<u>681,335</u>	<u>-</u>	<u>-</u>	<u>681,335</u>
Amts Included in Investments	9,097,099	-	-	9,097,099
Assets Held by Others				
Pooled Income Fund	-	466,640	-	466,640
Total Assets at Fair Value	\$ 9,097,099	\$ 466,640	\$ -	\$ 9,563,739

YUBA COMMUNITY COLLEGE DISTRICT FOUNDATION
NOTES TO FINANCIAL STATEMENTS
June 30, 2019 and 2018

NOTE 2 – FAIR VALUE, continued

Year Ended June 30, 2018	Level 1	Level 2	Level 3	Total
Equity Securities:				
Consumer Goods	\$ 713,994	\$ -	\$ -	\$ 713,994
Financial	1,386,002	-	-	1,386,002
Healthcare	652,929	-	-	652,929
Industrial Goods	194,180	-	-	194,180
Services	172,536	-	-	172,536
Tech	583,997	-	-	583,997
Utilities	551,149	-	-	551,149
Total Equity Securities	4,254,786	-	-	4,254,786
Debt & Fixed Inc Securities:				
Corporate debt securities	844,908	-	-	844,908
Municipal Bonds	157,710	-	-	157,710
US Treasury Bills	2,511,172	-	-	2,511,172
Total Debt & Fixed Inc Securities:	3,513,790	-	-	3,513,790
Mutual Funds				
Fixed Income Bonds	826,004	-	-	826,004
Money Market	270,027	-	-	270,027
Total Mutual Funds	1,096,031	-	-	1,096,031
Amts Included in Investments	8,864,606	-	-	8,864,606
Assets Held by Others				
Pooled Income Fund	-	463,904	-	463,904
Total Assets at Fair Value	\$ 8,864,606	\$ 463,904	\$ -	\$ 9,328,510

For the years ended June 30, 2019 and 2018, interest and dividend income is reduced by \$59,482 and \$57,132 of investment fees, respectively.

YUBA COMMUNITY COLLEGE DISTRICT FOUNDATION
NOTES TO FINANCIAL STATEMENTS
June 30, 2019 and 2018

NOTE 3 – LIQUIDITY AND AVAILABILITY OF FINANCIAL ASSETS

The following reflects the Foundation’s financial assets as of the statement of financial position date, reduced by amounts not available for general use because of contractual or donor-imposed restrictions within one year of the statement of financial position date. Amounts not available include amounts set aside for program services that could be drawn upon if the Board of Directors approves that action.

	2019	2018
Financial assets, at year-end:		
Cash and cash equivalents	\$ 221,523	\$ 115,541
Investments and assets held by third party	9,563,739	9,328,510
Total financial assets, at year-end	<u>\$ 9,785,262</u>	<u>\$ 9,444,051</u>
Restrictions for specific purposes:		
Donor designated	\$ 9,018,636	\$ 8,848,686
Total contractual or donor-imposed restrictions	<u>9,018,636</u>	<u>8,848,686</u>
Financial assets available to meet cash needs for general expenditure within one year	<u>\$ 766,626</u>	<u>\$ 595,365</u>

NOTE 4 – ENDOWMENTS

All the endowments are donor restricted. Endowment net asset composition by type of fund as of June 30, 2019.

June 30, 2019	Net Assets Without Donor Restrictions	Net Assets With Donor Restrictions	Total
Endowment Net Assets -			
Beginning of Year	\$ -	\$ 6,291,722	\$ 6,291,722
Contributions	-	2,950	2,950
Investment Income	-	101,937	101,937
Amounts appropriated for expenditure	-	(52,281)	(52,281)
Endowment Net Assets -			
End of Year	<u>\$ -</u>	<u>\$ 6,344,328</u>	<u>\$ 6,344,328</u>

YUBA COMMUNITY COLLEGE DISTRICT FOUNDATION
NOTES TO FINANCIAL STATEMENTS
June 30, 2019 and 2018

NOTE 4 – ENDOWMENTS, continued

All the endowments are donor restricted. Endowment net asset composition by type of fund as of June 30, 2018.

June 30, 2018	Net Assets Without Donor Restrictions	Net Assets With Donor Restrictions	Total
Endowment Net Assets -			
Beginning of Year	\$ -	\$ 6,244,840	\$ 6,244,840
Contributions	-	3,750	3,750
Investment Income	-	94,199	94,199
Amounts appropriated for expenditure	-	(51,067)	(51,067)
Endowment Net Assets -			
End of Year	\$ -	\$ 6,291,722	\$ 6,291,722

NOTE 5 – NET ASSETS

Changes in net assets with and without donor restrictions for the fiscal year ended June 30, consisted of the following:

	Net Assets Without Donor Restrictions	Net Assets With Donor Restrictions	Total
Year Ended June 30, 2019			
Net assets, beginning of year	\$ 95,922	\$ 8,848,686	\$ 8,944,608
Investment income	50,193	207,771	257,964
Contributions	1,150	99,355	100,505
Other Income	624	826	1,450
Appropriation of assets for expenditure	(56,320)	(138,002)	(194,322)
Net assets, end of year	\$ 91,569	\$ 9,018,636	\$ 9,110,205

	Net Assets Without Donor Restrictions	Net Assets With Donor Restrictions	Total
Year Ended June 30, 2018			
Net assets, beginning of year	\$ 72,599	\$ 7,821,218	\$ 7,893,817
Investment income	44,021	1,068,207	1,112,228
Contributions	-	88,601	88,601
Other Income	(12,202)	11,218	(984)
Appropriation of assets for expenditure	(8,496)	(140,558)	(149,054)
Net assets, end of year	\$ 95,922	\$ 8,848,686	\$ 8,944,608

YUBA COMMUNITY COLLEGE DISTRICT FOUNDATION
NOTES TO FINANCIAL STATEMENTS
June 30, 2019 and 2018

NOTE 6 – RISK AND UNCERTAINTIES

The Foundation invests in various investment securities. Investment securities are exposed to various risks such as interest rate, market, and credit risks. Due to the level of risk associated with certain investment securities, it is at least reasonably possible that changes in the values of investment securities will occur in the near term and that such changes could materially affect the amounts reported in the statements of net assets.

NOTE 7 – SUBSEQUENT EVENTS

The Foundation evaluated all events or transactions that occurred from June 30, 2019 to November 23, 2019, the date the financial statements were available to be issued. No subsequent events occurred requiring accrual or disclosed.