

Hello:

In an effort to help the campus community stay informed about actions taken during governance meetings, I'm pleased to share a report from last night's Board of Trustees meeting.

- As this was the annual organizational meeting, a new suite of officers was elected. The board president for 2017 will be Dr. Ross Selvidge, and Dr. Tony Fellow will be vice president. James Osterling will serve as clerk, and Dr. Vurdien will remain as board secretary. All the members of the board thanked Linda Wah for her service over the past year as president, and remarked extensively on the list of achievements the college has made during her tenure. These sentiments were echoed during public comment by former Board of Governors president Geoffrey Baum, who previously served as a PCC Trustee.
- The board received audits for the college and the PCC Foundation that were free of any unusual items or management letters. Members of the board complimented PCC staff on achieving a clean audit, and also commended the Foundation for having more than \$27 million in assets for the first time.
- In a series of votes, the board approved moving its elections to June months in even years, to coincide with statewide primary elections in those months, as a means of conforming to the rules set under SB 415, the [Voter Participation Rights Act](#). As a result, current board members who would have been up for election in November 2017 will instead run in June 2018, extending their terms by roughly seven months. The plan must meet with approval from the Los Angeles County Registrar-Recorder's Office before it can be fully solidified, and the college is obligated to be in compliance with SB 415 guidelines by 2022.
- The board considered a revised version of Bylaw 2771 – Media Relations as an information item.
- A series of changes to the credit and noncredit curriculum were approved unanimously.
- The 2017-18 academic calendar was approved.

If you'd like to know more, you can access [the full board packet](#) (click "Dec 14, 2016" under the "Meetings" tab) and [a video](#) from last night's meeting online.

The next board business meeting is scheduled for Wednesday, January 18, at 6 p.m.

Thank you,
Alex Boekelheide

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Alex Boekelheide Executive Director



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**BOARD OF DIRECTORS MEETING
PASADENA CITY COLLEGE FOUNDATION
MINUTES OF THE QUARTERLY REGULAR BUSINESS MEETING
Tuesday, September 20, 2016
7:30 A.M.
Pasadena City College
Circadian Room
1570 East Colorado Boulevard, Pasadena, California 91106**

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The Board of Directors of the Pasadena City College Foundation met on Tuesday, September 20, 2016 in the Circadian Room, Pasadena City College, located at 1570 East Colorado Boulevard, Pasadena, California 91106.

I. CALL TO ORDER, ATTENDANCE

The meeting was called to order at 7:34 a.m. by Mr. Jim Sarni, President.

Board of Directors Present:

Mr. Scott Bell
Ms. Shirley Burt
Ms. Vivian Chan
Dr. Bill Goldmann
Mr. John Gregory (Past President)
Mr. William Hawkins
Mr. Ken Hemming
Mr. Preston Howard
Ms. Susan Kinney
Ms. Clara Potes-Fellow
Ms. Estela Richeda

Mr. Jim Sarni (President)
Ms. Gloria Scharre-Pitzer
Mr. Lonnie Schield
Mr. Don Schweitzer (Secretary)
Dr. Jack Scott
Ms. Phyllis Specht
Mr. Gregory Sun
Dr. Ladd Thomas
Dr. Rajen Vurdien, Superintendent-President
Mr. Wade Winter

Board of Directors Absent:

Mr. Jon Fuhrman (Treasurer)
Dr. Stephen Kanter
Dr. James Kossler

Mr. Mark Ladesich
Ms. Sandi Mejia-Ramirez
Mr. Ken Ott

Board of Trustee Liaison Present:

Mr. Hoyt Hilsman

Advisors Present:

Mr. Mel Cohen
Ms. Bobbie Moon

Foundation Staff Present:

Ms. Bobbi Abram, Executive Director
Ms. Kris McPeak, Director of Operations
Ms. Ocie Kara-Simonyan, Administrative Assistant
Ms. Peggy Brickert, Business Analyst Specialist
Ms. Elaine Cartas, Interim Development Manager

Guest:

Mr. Pend Armistead, Major Gifts Campaign Consultant
Ms. Nancy Davis, Consultant
Dr. Terry Giugni, Assistant Superintendent/Vice President, Instruction

II. OPEN SESSION

A. PUBLIC COMMENT ON NON-AGENDA ITEMS

Mr. Sarni announced that Dr. Terry Giugni, Assistant Superintendent/Vice President, Instruction will be giving the President's report in place of Superintendent, Dr. Vurdien who would arrive later.

B. COLLEGE PRESIDENT'S REPORT

Dr. Giugni said it's a great pleasure to be here today; he came to PCC from Napa Valley College and noted that PCC speaks for itself. Dr. Giugni reported that PCC is one of the top 10 colleges vying for the Aspen Award. He remarked this is something to be quite proud of. He mentioned the Aspen Award Committee will be visiting the campus next week and we have a lot to prepare for.

The structure of instructional has shifted from schools to a division structure with 12 divisions. With this change, it required hiring new deans. Dr. Giugni reported that currently enrollment is at 30,000.

Dr. Giugni reported that concurrent enrollment currently is being offered on 8 high school campuses with 33 sections/classes and there are over 600 students who are enrolled.

Winter session is back and begins January 9, 2017 and over 500 sections will be offered.

Dr. Giugni briefly touched base on the Accreditation visit and said they will be reviewing our progress on the standards. Lastly, he said PCC will be focusing on those high schools where the college attendance levels are low and encourage those students to attend college and set pathways of courses that will lead them to a career.

C. ACTION ITEMS

1. Approval of Minutes of June 21, 2016 Annual Meeting and Quarterly Board Meeting

MOTION: **ON MOTION OF** Mr. Hawkins and seconded by Mr. Schield, the Board voted by a unanimous vote of the twenty-one members present (Bell, Burt, Chan, Goldmann, Gregory, Hawkins, Hemming, Howard, Kinney, Potes-Fellow, Richeda, Sami, Scharre-Pitzer, Schield, Schweitzer, Scott, Specht, Sun, Thomas, Winter and Vurdien) to approve the minutes of the Board of Directors Meeting held on June 21, 2016.

2. Approval of Provisional Budget

MOTION: **ON MOTION OF** Mr. Schield and seconded by Mr. Gregory, the Board voted by a unanimous vote of the twenty-one members present (Bell, Burt, Chan, Goldmann, Gregory, Hawkins, Hemming, Howard, Kinney, Potes-Fellow, Richeda, Sami, Scharre-Pitzer, Schield, Schweitzer, Scott, Specht, Sun, Thomas, Winter and Vurdien) to approve the provisional budget.

III. PRESENTATIONS/REPORTS

A. Financials

Mr. Winter pointed out on pg. 7 the "contracted funds from SCPR" – this \$300K that already comes to the Foundation, will be moved into the general fund to support the ongoing fundraising campaign.

B. Foundation President's Report

Mr. Sami acknowledged that we are fortunate beneficiaries of the Southern California Public Radio contributions. He is working with the Board of Trustees and the Superintendent to review the restrictions by the College and negotiate unrestricted funds for the donation, to use the funds to get the campaign started.

The agreement between the College and the Foundation expired at the end of September. We will continue functioning according to this agreement until a new

one is negotiated. Ms. Abram and the College are working on it. There will be a report at the next Board of Directors meeting.

Mr. Sarni informed the Board that Trustee Hilsman will be on the agenda for every Board of Directors meeting. This way we foster better education. Mr. Boekelheide provides the Board of Trustees report that is in the board packet.

C. PCC Board of Trustees Report

Mr. Hilsman appreciates being on the Agenda and invites all to Board of Trustees meeting, to allow open communication. He said the Board of Trustees are very excited to learn about the progress toward the Major Gifts Campaign. He mentioned the Aspen Award was a big boost for the College and now they are focusing on the Accreditation visit. He said they will know more information about Accreditation in January 2017.

Mr. Hilsman reported that they are working on workforce development and online educational resources, to allow students to access free books.

D. Executive Director's Report

Ms. Abram reported that Ms. McPeak launched "Lancers for Life Academy" – it's an academy to teach students about philanthropy. Mr. Sarni was a speaker and the students were amazed and captured by his story and journey. Ms. Abram thanked several people, for this phenomenal start for the academy.

Ms. Abram thanked the Board for all their donations to raise the unrestricted funds. She noted that we have started this year in a good position with all this support.

A question arose about attending community events and Ms. Abram recommended that the events will be put on the agenda to be discussed at Executive Committee meetings.

Ms. Davis updated the Board on the progress of the Feasibility interviews – she has spoken to over 60 prospective donors. After speaking with them, she learned that PCC is a beloved institution know for its great curriculum and student body and an affordable institution that provides opportunity to so many. Dr. Vurdien is widely received and well-liked by all in the community, they want to see more of him in the community.

Scholarships and Career Technical Education are resonating the most with the donors, and they are comfortable with a campaign goal of around \$12 million. The Arts and Athletics will have to be asked through a targeted campaign.

Mr. Armistead applauded the Board for creating an environment of changes. This campaign is designed to be transformative, for the good of the community and our students.

A Campaign is a building block process – the intention is to maximize every opportunity. We need to be strategic, full engagement, volunteer based, staff driven and hands on deck.

Mr. Armistead said we will be starting this Fall semester with major asks. This is our campaign, the Foundation Board needs to get the message out.

Mr. Sarni said we are working on starting Fall semester next year with free first year of college through the Promise Program.

- E. Director of Operations Report
Ms. McPeak showed the Foundation music video to the Board. This was a video made by the Foundation staff to promote scholarships via Academic Works. We won the national completion for this video.

IV. FUTURE BOARD ACTIVITY DATES

- A. Tuesday, December 20, 2016
Board of Directors Meeting – 7:30 a.m., Circadian

V. ADJOURNMENT

Mr. Sarni thanked all for a productive meeting and adjourned at 8:50 a.m.

MOTION: **ON MOTION OF** Mr. Howard and seconded by Mr. Gregory, the Board voted by a unanimous vote of the twenty-one members present (Bell, Burt, Chan, Goldmann, Gregory, Hawkins, Hemming, Howard, Kinney, Potes-Fellow, Richeda, Sarni, Scharre-Pitzer, Schield, Schweitzer, Scott, Specht, Sun, Thomas, Winter and Vurdien) to adjourn the Quarterly Regular Business Meeting held on Tuesday, September 20, 2016.

MOTIONS CARRIED – September 20, 2016

- 1) To approve the minutes of the Board of Directors Meeting held on June 21, 2016.
- 2) To approve the Provisional Budget
- 3) To adjourn the Quarterly Regular Business Meeting held on Tuesday, September 20, 2016.

Summary

PCC Foundation
Summary Budget
Cash Basis
November 30, 2016

	BUDGET	YTD				VARIANCE
	Total For Foundation BUDGETED	YTD Budget ÷ 12 <i>5th Month</i>	Actual Scholarship, Agency & Other Funds	Actual Unrestricted Fund	YTD Actual TOTAL	Favorable/ (Unfavorable)
Endowment Revenue (PR)	337,869	140,779	102,392	-	102,392	(38,387)
Agency Revenue (TR)	228,834	95,348	36,431	-	36,431	(58,917)
Scholarship Revenue (TR)*	511,035	212,931	255,982	-	255,982	43,051
Grant Revenue (TR)	211,923	88,301	118,544	-	118,544	30,243
Art Campaign Revenue (TR)	2,825	1,177	105	-	105	(1,072)
Operating Revenue (UR)	601,000	250,417	-	111,534	111,534	(138,882)
Administrative Fee (-) <i>[Full year]</i>	315,765	131,569	(298,167)	298,167	-	(131,569)
Investment Income (-) <i>[Actual YTD]</i>	430,836	179,515	364,337	48,042	412,379	232,864
Transfer In	-	-	638,633	676,268	1,314,901	1,314,901
TOTAL REVENUE	2,640,087	1,100,036	1,218,257	1,134,011	2,352,269	1,252,232
Agency Expense (TR)	233,176	97,157	49,327	-	49,327	47,830
Scholarship Paid (TR)	680,681	283,617	47,772	-	47,772	235,845
Grant Expense (TR)	211,923	88,301	76,216	-	76,216	12,085
Capital Campaign Expenses (TR)	-	-	-	-	-	-
Foundation Support/Grants (UR)	33,000	13,750	-	91,625	91,625	(77,875)
Fund Raising Expense (UR)	471,021	196,259	-	8,260	8,260	187,999
General & Administrative (UR)	497,208	207,170	-	162,696	162,696	44,474
Transfer Out	-	-	638,514	676,387	1,314,901	(1,314,901)
TOTAL EXPENSES	2,127,009	886,254	811,829	938,968	1,750,797	(864,543)
Deficit Funded from Net Assets (UR)	-	-	-	-	-	-
NET CHANGE	513,078	213,782	406,428	195,044	601,472	387,690

Unrestricted (Cash Basis)

PCC Foundation Budget Sub-Schedule November 30, 2016	Total Budget 2016-2017	YTD Actual 2016-2017	% Budget Used	Budget Remaining	% Budget Remaining
REVENUE					
OPERATING REVENUE					
General Fund Donations - Regular	50,000	69,348	139%	(19,348)	-39%
Bequests	-				
Annual Dinner (Special Event Revenue)	6,000	3,153	53%	2,847	47%
President's Circle Donations	70,000	39,034	56%	30,966	44%
Campaign Appeal	175,000				
Contracted Funds from SCPR	300,000	-	0%	300,000	100%
TOTAL OPERATING REVENUE	601,000	111,534		314,466	
ADMINISTRATIVE FEE REVENUE					
PCC Funds (1.5%) <i>[Full year recognized @ 7/1/2016]</i>	315,765	298,167	94%	17,598	6%
TOTAL ADMINISTRATIVE FEE REVENUE	315,765	298,167		17,598	
INVESTMENT REVENUE					
Investment Revenue (Actual YTD)	90,000	48,042	53%	41,958	47%
TOTAL INVESTMENT REVENUE	90,000	48,042		41,958	
Transfer In		676,268			
TOTAL REVENUE	1,006,765	1,134,011		374,022	
EXPENSES					
FOUNDATION SUPPORT					
College Support Community Involvement	20,000	16,985	85%	3,015	15%
Awards and Recognition	2,000	432	22%	1,568	78%
Conferences	2,500	(6,933)	-277%	9,433	377%
Meetings	6,000	1,159	19%	4,841	81%
Discretionary Fund	2,500	396	16%	2,104	84%
TOTAL FOUNDATION SUPPORT	33,000	12,039		20,961	
FUNDRAISING EXPENSES					
Donor Cultivation	20,000	8,260	41%	11,740	59%
Printing and Advertising	17,500	-	0%	17,500	100%
SoftWare - Fundraising	14,000	-	0%	14,000	100%
President's Circle (incl. event)	13,121	-	0%	13,121	100%
Giving Tuesday	5,500		0%	5,500	100%
Annual Dinner	6,700	5,383	80%	1,317	20%
Memberships	1,200	-	0%	1,200	100%
Database Maintenance	5,000	-			
Software Training	10,000	-	0%	10,000	100%
Miscellaneous/Supplies	2,000	-			
Major Gifts Campaign Operational Expenses	100,000	-			
Major Gifts Campaign Consultant	66,000	74,203			
Development Officer 50%	60,000	-			
Campaign Director	150,000	-			
TOTAL FUNDRAISING EXPENSES	471,021	87,845		74,379	
GENERAL & ADMIN. EXPENSES					
Salary - Executive Director		-			
Salary - Administrative Assistant II - 80%		-			
Salary - Development Manager 25%					
Salary - Business Analyst 50%		-			
Salary - Clerical Assistant 0%					
Salary - Director of Operations - 10%					
Personnel Expenses	226,258	113,506	50%	112,752	50%
Accounting Services	77,250	26,900		50,350	
Administrative Assistant	50,000	2,580	5%	47,420	95%

Unrestricted (Cash Basis)

PCC Foundation Budget Sub-Schedule November 30, 2016	Total Budget 2016-2017	YTD Actual 2016-2017	% Budget Used	Budget Remaining	% Budget Remaining
Audit Services	15,000	5,133	34%	9,867	66%
Legal Services	2,000		0%	2,000	100%
Consulting Services (Writer)	60,000	3,302	6%	56,698	94%
Banking Fees	2,000	323	16%	1,677	84%
Computer Software & Equipment/Financial Edge	-	(2,787)		2,787	
Office Interior & Installation	5,000	6	0%	4,994	100%
Subscriptions	-	1,911		(1,911)	
Miscellaneous Expense incl.mileage	4,000	568	14%	3,432	86%
Photocopier Lease	2,500	1,547	62%	953	38%
Printing & Postage	25,000	1,816	7%	23,184	93%
Supplies	3,000	304	10%	2,696	90%
Taxes & Licenses	200	-	0%	200	100%
Advertising	25,000	7,587	30%	17,413	70%
TOTAL GENERAL & ADMIN. EXPENSES	497,208	162,696		334,512	
Transfer Out		676,387			
TOTAL EXPENSES	1,001,229	938,968		429,852	
<i>Deficit Funded by Net Assets</i>	-				
Income Less Expense	5,536	195,044			

PCC Foundation Restricted Fund Spending Budget

Budget Sub-Schedule November 30, 2016	Proposed Budget 2016- 2017	YTD Actual 2016-2017	% Budget Used	Budget Remaining	% Budget Remaining	Proposed Budget 2017- 2018	Proposed Budget 2018- 2019	Proposed Budget 2019- 2020	Proposed Budget 2020-2021	Proposed Budget 2021-2022
REVENUE (This reflects revenue to be spent - not total revenue)										
Scholarship Funds										
Wyker	8,500	679	8%	7,821	92%	8,500	8,500	8,500	8,500	8,500
Westbeck	24,500	2,056	8%	22,464	92%	24,500	24,500	24,500	24,500	24,500
SFA General	1,000		0%	1,000	100%	1,000	1,000	1,000	1,000	1,000
America Dreamkeepers SCHN-R	10,000		0%	10,000	100%	10,000	10,000	10,000	10,000	10,000
Contracted Funds from SCPR	300,000		0%	300,000	100%	300,000	300,000	300,000	300,000	300,000
Major Gifts Campaign	700,000		0%	700,000	100%	1,860,000	1,860,000	1,860,000	1,860,000	1,860,000
Total Scholarship Funds	1,044,000	2,714		1,041,286	100%	2,204,000	2,204,000	2,204,000	2,204,000	2,204,000
Agency Funds										
Lancers for Life	4,000	4,000	100%	-	0%	-	-	-	-	-
Grants	-									
Major Gifts Campaign	500,000		0%	500,000	100%	900,000	900,000	900,000	900,000	900,000
Total Agency Funds	504,000	4,000	1%	500,000	99%	900,000	900,000	900,000	900,000	900,000
TOTAL REVENUE	1,548,000	6,714		1,541,286	100%	3,104,000	3,104,000	3,104,000	3,104,000	3,104,000
EXPENSES										
Foundation Support										
Scholarship Event	24,000	2,714	11%	21,286	89%	24,000	24,000	24,000	24,000	24,000
Scholarship VIP Event	10,000	-	0%	10,000	100%	10,000	10,000	10,000	10,000	10,000
Lancers for Life	4,000	1,519								
America Dreamkeepers Fund Raising	10,000	-	0%	10,000	100%	10,000	10,000	10,000	10,000	10,000
Campaign Director	150,000	28,795	19%	121,205	81%	150,000	141,130	141,130	141,130	141,130
Campaign Consultant	66,000	27,500	42%	38,500	58%	66,000	66,000	66,000	66,000	66,000
Major Gifts Campaign Contracts	117,850		0%	117,850	100%	321,399	185,699	50,000	50,000	50,000
Major Gifts Campaign Operational Expenses	100,000	17,907	18%	82,093	82%	50,000	50,000	50,000	50,000	50,000
Major Gifts Campaign Salaries	308,247		0%	308,247	100%	308,247	308,247	308,247	308,247	308,247
TOTAL EXPENSES	790,097	78,435	10%	709,180	90%	939,646	795,076	659,377	659,377	659,377
Income Less Expense	\$ 757,903.42	\$ (71,720.72)		\$ 832,105.45		\$ 2,164,354.37	\$ 2,308,924.00	\$ 2,444,623.37	\$ 2,444,623.37	\$ 2,444,623.37

Fronted by Unrestricted
Fronted by Unrestricted
Fronted by Unrestricted
Fronted by the College

Major Gifts Campaign Budget

REVENUE (This reflects revenue to be spent - not total revenue)

	Proposed Budget 2016- 2017	YTD Actual 2016-2017	% Budget Used	Budget Remaining	% Budget Remaining			
Scholarship Funds								
Major Gifts Campaign*	700,000		0%	700,000	100%	1,860,000	1,860,000	1,860,000
Total Scholarship Funds	700,000	-	0%	700,000	100%	1,860,000	1,860,000	1,860,000
Agency Funds								
Major Gifts Campaign	500,000		0%	500,000	100%	900,000	900,000	900,000
Total Agency Funds	500,000	-	0%	500,000	100%	900,000	900,000	900,000
Operational Funds								
Contracted Funds from SCPR	300,000	75,000	25%	225,000	75%	300,000	300,000	300,000
Total Operational Funds	300,000	75,000	25%	225,000	75%	300,000	300,000	300,000
TOTAL REVENUE	1,500,000	75,000	5%	1,200,000	80%	2,760,000	2,760,000	2,760,000
EXPENSES								
Campaign Director	150,000	28,795	19%	121,205	81%	150,000	141,130	141,130
Campaign Consultant	66,000	27,500	42%	38,500	58%	66,000	66,000	66,000
Development Officer	67,850		0%	67,850	100%	271,399	135,699	135,699
Administrative Assistant	50,000		0%	50,000	100%	50,000	50,000	50,000
Major Gifts Campaign Salaries	307,524	17,907	0%	307,524	100%	307,524	307,524	307,524
Major Gifts Campaign Operational Expenses	100,000		18%	82,093	82%	50,000	50,000	50,000
TOTAL EXPENSES	741,374	74,202	10%	667,172	90%	894,923	664,354	498,654
Income Less Expense	\$ 758,625.84	\$ 797.97		\$ 532,827.87		\$ 1,865,076.79	\$ 2,095,646.42	\$ 2,111,345.79
						\$ 2,261,345.79	\$ 2,261,345.79	\$ 2,261,345.79

*The funds raised for scholarship during the Campaign will include funds raised at the time of the feasibility study beginning October 2014

Pasadena City College Foundation
Summary of Assets, Income & Expenses
November 30, 2016

Statement of Financial Position

Cash & Cash Equivalents	3,596,734
Investments	21,555,060
Other	10,850
Total Assets	<u>25,162,644</u>
Permanently Restricted	14,218,370
Temporarily Restricted	8,476,121
Unrestricted	2,468,154
Total Net Assets	<u>25,162,644</u>

Statement of Activities

	PR	TR	UR	Total
Revenue				
Endowment Revenue (PR)	273,780	-	-	273,780
Program Revenue (TR)	-	878,308	-	878,308
Operating Revenue (UR)	-	-	787,803	787,803
Foundation Admin Fee	-	(298,167)	298,167	-
Investment Income (Includes Fees)	-	364,337	48,042	412,379
Total Revenue	<u>273,780</u>	<u>944,478</u>	<u>1,134,011</u>	<u>2,352,269</u>
Expense				
Program Expense	-	270,736	-	270,736
Fund Raising Expense	-	-	8,260	8,260
Operating Expense	-	-	768,012	768,012
General & Admin Expenses	-	-	162,696	162,696
Total Expense	<u>-</u>	<u>270,736</u>	<u>938,968</u>	<u>1,209,704</u>
Net Revenue	<u>273,780</u>	<u>673,741</u>	<u>195,044</u>	<u>1,142,565</u>
Beginning Net Assets - June 30, 2016	14,485,683	7,802,379	2,273,110	24,561,173
Change in Net Assets - July 1, 2016 through November 30, 2016	(267,313)	673,741	195,044	601,472
Ending Net Assets -November 30, 2016	<u>14,218,370</u>	<u>8,476,121</u>	<u>2,468,154</u>	<u>25,162,644</u>

Pasadena City College Foundation
Statement of Financial Position
As of November 30, 2016

ASSETS

Current Assets

Checking/Savings	-
Bank of the West - 635 (Operating)	405,535
Bank of the West - 643 (Savings)	100
Bank of the West - 627 (Art Camp)	6,010
Bank of the West - 619 (Paypal)	82,869
Bank of the West - 544 (Debit Card)	10,174
Morgan Stanley - Checking - 062 (Art Associates)	1
Charles Schwab - MM - 335	563,256
Charles Schwab - MM - 932	612,658
JP Morgan Chase (Osher Funds)	1,916,130
Paypal Merchant Account	-
Total Checking/Savings	3,596,734
Other Current Assets	
Lots in Arizona	10,850
Total Other Current Assets	10,850
Total Current Assets	3,607,584
Other Assets	
Charles Schwab - Inv -335	21,555,060
Total Other Assets	21,555,060
TOTAL ASSETS	25,162,644

LIABILITIES & NET ASSETS

Net Assets

Permanently Restricted	14,218,370
Temporarily Restricted	8,476,121
Unrestricted	2,468,154
Total Net Assets	25,162,644
TOTAL LIABILITIES & NET ASSETS	25,162,644

Pasadena City College Foundation
Statement of Activities
July 1, 2016 through November 30, 2016

	PR	TR	UR	TOTAL
Revenue				
Endowment Revenue (PR)	-	-	-	-
Scholarship Donation	27,392	-	-	27,392
PCC Transfer In - PR	171,388	-	-	171,388
Specific Use Donations	-	-	-	-
SFA Transfer In - PR	-	-	-	-
Endowment Revenue - Other	75,000	-	-	75,000
Total Endowment Revenue (PR)	273,780	-	-	273,780
Program Revenue (TR)				
Agency Donation	-	36,431	-	36,431
Art Associates	-	105	-	105
Grant Revenue	-	118,544	-	118,544
Other Revenue	-	-	-	-
Scholarship Donation	-	255,982	-	255,982
Specific Use Donations	-	-	-	-
SFA Transfer In - TR	-	-	-	-
PCC Transfer In - TR	-	467,245	-	467,245
Transfer In - UR	-	-	-	-
Unknown/Unspecified Restriction	-	-	-	-
Total Program Revenue (TR)	-	878,308	-	878,308
Operating Revenue (UR)				
Building the Spirit Campaign	-	-	-	-
General Fund Donations	-	-	69,348	69,348
In Kind Donations (Non Cash)	-	-	-	-
General Fund Donations - Specific Use	-	-	-	-
President's Circle Donations	-	-	39,034	39,034
Special Event Revenue	-	-	3,153	3,153
Unknown Bank Debit	-	-	-	-
PCC Transfer In - UR	-	-	676,268	676,268
Total Operating Revenue (UR)	-	-	787,803	787,803
Foundation Administration Fee Revenue				
Foundation Administration Fee	-	(298,167)	298,167	-
Total Foundation Administration Fee Revenue	-	(298,167)	298,167	-
Investment Revenue (Includes Fees)				
Dividends	-	-	-	108,268
Interest	-	-	-	64,111
Cost Basis Adjustments	-	-	-	22,927
ADR Fees	-	-	-	(70)
Investment Management Fees	-	-	-	(51,796)
Money Fund Earning	-	-	-	(8)
Realized Gain/(Loss)	-	-	-	210,543
Unrealized Gain/(Loss)	-	-	-	58,404
Accrued Interest Paid on Bonds	-	-	-	-
Smith Barney Transfer Fees	-	-	-	-
Investment Revenue Allocation	-	364,337	48,042	-
Total Investment Revenue (Includes Fees)	-	364,337	48,042	412,379
Total Revenue	273,780	944,478	1,134,011	2,352,268
Expense				
Program Expense				
Art Associates	-	-	-	-
Agency Expense	-	49,327	-	49,327
Grants Expenses	-	76,216	-	76,216
Misc Expense - Programs	-	-	-	-
Scholarships Paid	-	47,772	-	47,772
Transfer Out - PR	541,093	-	-	541,093

Pasadena City College Foundation
Statement of Activities
July 1, 2016 through November 30, 2016

	PR	TR	UR	TOTAL
Transfer Out - TR	-	97,421	-	97,421
Transfer Out - UR	-	-	-	-
Total Program Expense	541,093	270,736	-	811,829
Fund Raising Expense				
Development Dir & Feasibility Report	-	-	-	-
Donor Cultivation	-	-	8,260	8,260
Fund Raising Expense - Other	-	-	-	-
Meals & Catering	-	-	-	-
Presidents Circle	-	-	-	-
Annual Dinner	-	-	-	-
Memberships	-	-	-	-
Data Conversion and Clean-up	-	-	-	-
Postage	-	-	-	-
Printing and Advertising	-	-	-	-
Supplies - Fund Raising	-	-	-	-
Total Fund Raising Expense	-	-	8,260	8,260
Operating Expense (Non Allocable)				
Major Gifts Campaign	-	-	74,203	74,203
Artists in Residence	-	-	-	-
Awards and Recognition	-	-	432	432
CEC Transfer Day	-	-	-	-
Caps & Gowns	-	-	-	-
Conference & Seminar	-	-	(6,933)	(6,933)
Community Involvement	-	-	16,985	16,985
Discretionary Fund	-	-	396	396
Foundation Expenses	-	-	-	-
Foundation Grants	-	-	-	-
Foundation Meetings	-	-	1,159	1,159
Foundation Mini Grant	-	-	-	-
Foundation Ongoing Support	-	-	-	-
In Kind Distributions (Non Cash)	-	-	-	-
Special Events Expense	-	-	5,383	5,383
Study Abroad	-	-	-	-
Training & Education	-	-	-	-
Transfer Out - UR	-	-	676,387	676,387
Transfer Out - TR	-	-	-	-
Total Operating Expense (Non Allocable)	-	-	768,012	768,012
General & Admin Expense (Allocable)				
Advertising	-	-	7,587	7,587
Audit Fees	-	-	2,580	2,580
Accounting Fees	-	-	26,900	26,900
Consulting Fees	-	-	3,302	3,302
Legal Fees	-	-	5,133	5,133
Strategic Planning	-	-	-	-
Merchant Bank Fees	-	-	323	323
Office Expenses	-	-	3,365	3,365
Salaries	-	-	113,506	113,506
Total General & Admin Expense (Allocable)	-	-	162,696	162,696
Total Expense	541,093	270,736	938,968	1,750,797
Net Revenue	(267,313)	673,741	195,044	601,472
Beginning Net Assets - June 30, 2016	14,485,683	7,802,379	2,273,110	24,561,173
Change in Net Assets - July 1, 2016 through November 30, 2016	(267,313)	673,741	195,044	601,472
Ending Net Assets - November 30, 2016	14,218,370	8,476,121	2,468,154	25,162,644

Pasadena City College Foundation
Notes to the Financials
July 1, 2016 through November 30, 2016

- 1) ***FINANCIALS ARE NOT GAAP***
Published financials are NOT GAAP and are unaudited.
- 2) ***JP MORGAN CHASE (OSHER FUNDS)***
This account has been reconciled as of June 30, 2016.

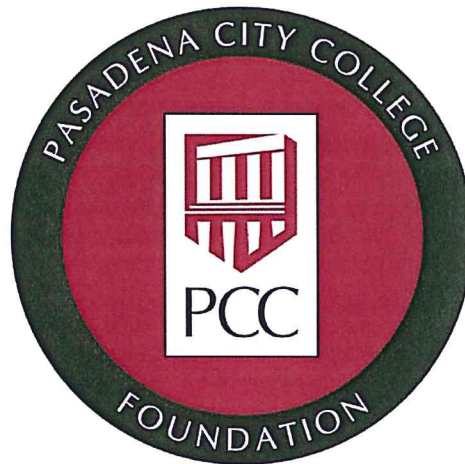
Pasadena City College Foundation
Check Detail
November 2016

Num	Date	Name	Memo	Account	Paid Amount	Class
54698	11/07/2016	Kris Pilon	Reimburse program expenses	Agency Expense	\$ 373.81	1.AGC-P:William Lindquist-Liq.-AGC-P
54718	11/22/2016	East Bay Team Sales	Athletic equipment for various sports	Agency Expense	4,184.50	2.AGC-R:Athletic Division - AGC-R
54687	11/01/2016	Manny Pera	Reimburse Division Retreat refreshments	Agency Expense	10.38	2.AGC-R:English Division-AGC-R
54688	11/01/2016	Juan Mendoza	Reimburse Division Retreat refreshments	Agency Expense	84.97	2.AGC-R:English Division-AGC-R
54710	11/22/2016	Barts Cards Inc.	Inv# 37514 Plush prizes	Agency Expense	327.00	2.AGC-R:Lancers for Life-AGC-R
54712	11/22/2016	Kris McPeak	Reimburse Lancers for Life November Academy Workshop Lunch	Agency Expense	19.08	2.AGC-R:Lancers for Life-AGC-R
54713	11/22/2016	Pasadena City College Staging Serv	Inv# 360096 Lancers for Life Oct Academy Workshop	Agency Expense	39.00	2.AGC-R:Lancers for Life-AGC-R
54714	11/22/2016	Elaine Cartas	Reimburse lunch for Lancers for Life	Agency Expense	197.75	2.AGC-R:Lancers for Life-AGC-R
54707	11/15/2016	PCC Bookstore	Patricia Gaiety - Southbay Inv# 14567	Scholarships Paid	290.04	2.AGC-R:Southbay Workforce-AGC-R
54697	11/07/2016	Kristiana Rendon	Reimburse materials for she.codes Annual Conference	Agency Expense	224.02	2.AGC-R:Special Projects -AGC-R
54701	11/07/2016	Pasadena City College Staging Serv	Inv# 360056 Pathways Symposium 9/23 and 9/24	Agency Expense	260.00	2.AGC-R:Special Projects -AGC-R
54716	11/22/2016	Brock Klein	Reimburse materials for pathways symposium	Agency Expense	36.32	2.AGC-R:Special Projects -AGC-R
54719	11/22/2016	Chun Yin Chan	Spring 2016 Academic Senate Scholarship	Scholarships Paid	300.00	3.SCH-P:Academic Senate-SCH-P
54721	11/22/2016	Pasadena City College	Q4 Invoice Scholarships	Scholarships Paid	6,676.00	3.SCH-P:Herbert Eleanor Blackhall-SCHN-P
54721	11/22/2016	Pasadena City College	Q4 Invoice Scholarships	Scholarships Paid	2,000.00	3.SCH-P:Miller Fund-MIL-P
54690	11/01/2016	Timeless Celebrations	Deposit for Dec 9 Scholarship Event Planning	Scholarships Paid	600.00	3.SCH-P:Robert Westerbeck-SCHN-P
54699	11/07/2016	I-8 Food Services	Scholarship Selection Meeting	Agency Expense	160.45	3.SCH-P:Robert Westerbeck-SCHN-P
54717	11/22/2016	I-8 Food Services	Scholarship Selection Meeting part II	Agency Expense	20.05	3.SCH-P:Robert Westerbeck-SCHN-P
DEBIT	11/23/2016	Duran's Flowers	Flowers Scholarship Event	Agency Expense	1,435.79	3.SCH-P:Robert Westerbeck-SCHN-P
54721	11/22/2016	Pasadena City College	Q4 Invoice Scholarships	Scholarships Paid	600.00	3.SCH-P:Thomas Mallory-SCH-P
54694	11/04/2016	RST & Assoc.	Veronica Barriga ID 00728773 Delinquent Rent	Scholarships Paid	500.00	4.SCH-R:America-Dream Keepers-SCHN-R
54720	11/22/2016	Mary Self/Sharyn Staggers	Student Justin C Borum Rent payment Dreamkeepers	Scholarships Paid	500.00	4.SCH-R:America-Dream Keepers-SCHN-R
54707	11/15/2016	PCC Bookstore	Jasmine Bell Bright Futures Inv # 14644	Scholarships Paid	89.35	4.SCH-R:Bright Futures-SCHN-R
54707	11/15/2016	PCC Bookstore	Q4 Invoice Scholarships	Scholarships Paid	500.00	4.SCH-R:Lois & William Ramey-SCHN-R
54707	11/15/2016	PCC Bookstore	Kimberly Rosas - Third Party- Americorps Inv# 14568	Scholarships Paid	143.17	4.SCH-R:Third Party Scholarships-SCH-R
54721	11/22/2016	Pasadena City College	Khayla Rivas - Third Party Inv# 14572	Scholarships Paid	500.00	4.SCH-R:Third Party Scholarships-SCH-R
DEBIT	11/01/2016	Abe Books	Jocelyn Chea- Book purchase Third Party Scholarship	Scholarships Paid	1,150.00	4.SCH-R:Third Party Scholarships-SCH-R
54707	11/15/2016	PCC Bookstore	Payton Suave - Treasure Little Children Inv #14645	Scholarships Paid	10.23	4.SCH-R:Treasure Little Children SCHN-R
54721	11/22/2016	Pasadena City College	Q4 Invoice Scholarships	Scholarships Paid	15.25	5.SFA-Bugelli Schol-SFA-P
54690	11/02/2016	Timeless Celebrations	Deposit for Dec 9 Scholarship Event Planning	Scholarships Paid	234.00	5.SFA:C. Hartsough-SFA-P
54707	11/15/2016	PCC Bookstore	Ronisha Mitchell - Veterans Scholarship Inv# 14646	Scholarships Paid	283.00	5.SFA:Nancy Wyker-SFA-P
54686	11/01/2016	Ready Refresh	Inv# 1610017875709 Office water 9/15/16-10/14/16	Agency Expense	200.00	7.SPECIALS:Fund for Veterans Edu-AGCN-S
54689	11/01/2016	Swag Promo	Inv 10468 Flashlights for Annual Dinner	Scholarships Paid	75.15	91.UNR:Unrestricted - 16-17 Budget
54691	11/01/2016	Mary Braswell	Inv P-020 Writing assignments	Misc expenses	376.05	91.UNR:Unrestricted - 16-17 Budget
54692	11/03/2016	West Coast Trophy Center	Inv #542000 Name badges for Mel and Renate Cohen	Annual Dinner	1,132.00	91.UNR:Unrestricted - 16-17 Budget
54693	11/04/2016	Jesse Reyes	Pianist for Annual Dinner Nov 4, 2016	Misc expenses	43.60	91.UNR:Unrestricted - 16-17 Budget
54700	11/07/2016	The Armistead Group, Inc.	Inv # 1932 Consulting for Major Gifts Campaign November 2016	Annual Dinner	150.00	91.UNR:Unrestricted - 16-17 Budget
54702	11/07/2016	Patricia Pejoumand	Accounting Fees October 2016	Major Gifts Campaign	5,500.00	91.UNR:Unrestricted - 16-17 Budget
54703	11/08/2016	Timeless Celebrations	Anthropology Lab Open House Food and Beverage 11/1/16	Accounting Fees	7,100.00	91.UNR:Unrestricted - 16-17 Budget
54704	11/08/2016	Yee & Bellove, LLP	Retainer Deposit	Donor Cultivation	1,339.95	91.UNR:Unrestricted - 16-17 Budget
54705	11/15/2016	Elder Tree	Inv# 5020 Deposit for strategic marketing & communications initiative	Legal Fees	5,000.00	91.UNR:Unrestricted - 16-17 Budget
54706	11/23/2016	Cash Withdrawal	Change money for Giving Tuesday Event	Major Gifts Campaign	500.00	91.UNR:Unrestricted - 16-17 Budget
54709	11/15/2016	Convalescent Aid Society	CAS portion of Lancers for Life/ToR Grant	Major Gifts Campaign	300.00	91.UNR:Unrestricted - 16-17 Budget
54711	11/22/2016	Development Research Partners	Three in-depth profiles	Community Involvement	1,050.00	91.UNR:Unrestricted - 16-17 Budget
54714	11/22/2016	Elaine Cartas	AFP Regional Philanthropy conference Parking	Major Gifts Campaign	15.00	91.UNR:Unrestricted - 16-17 Budget
54715	11/22/2016	Mary Braswell	Inv P-021 Writing assignments	Conference & Seminar	1,055.00	91.UNR:Unrestricted - 16-17 Budget
54722	11/28/2016	Timeless Celebrations	Annual Dinner Event Planning, production, and staffing	Advertising	956.73	91.UNR:Unrestricted - 16-17 Budget
DEBIT	11/02/2016	University Club of Pasadena	Dues and member lunch	Annual Dinner	277.55	91.UNR:Unrestricted - 16-17 Budget
DEBIT	11/02/2016	Harry & David	Baby basket for Preston & Rochelle Howard	Memberships & Dues	76.28	91.UNR:Unrestricted - 16-17 Budget

Num	Date	Name	Memo	Account	Paid Amount	Class
DEBIT	11/04/2016	Jimmy Johns	Food for Campaign Meeting 11/3/2016	Major Gifts Campaign	43.96	91.UNR:Unrestricted - 16-17 Budget
DEBIT	11/07/2016	Outlook Newspaper	November Ad in Outlook Newspaper	Advertising	2,700.00	91.UNR:Unrestricted - 16-17 Budget
DEBIT	11/08/2016	Amazon.com	Coffee Station Supplies - Foundation Office	Supplies	207.62	91.UNR:Unrestricted - 16-17 Budget
DEBIT	11/09/2016	Amazon.com	Coffee Station Supplies - Foundation Office	Supplies	98.20	91.UNR:Unrestricted - 16-17 Budget
DEBIT	11/09/2016	Claud & Company Catering	Annual Dinner Catering	Annual Dinner	3,900.00	91.UNR:Unrestricted - 16-17 Budget
DEBIT	11/15/2016	Amazon.com	Raffle Tickets for Giving Tuesday	Major Gifts Campaign	49.14	91.UNR:Unrestricted - 16-17 Budget
DEBIT	11/15/2016	Amazon.com	Raffle Tickets for Giving Tuesday	Major Gifts Campaign	7.48	91.UNR:Unrestricted - 16-17 Budget
DEBIT	11/21/2016	Amazon.com	Prizes for Giving Tuesday 11.29.16	Major Gifts Campaign	786.66	91.UNR:Unrestricted - 16-17 Budget
DEBIT	11/21/2016	Amazon.com	Cardboard "charity" boxes for Giving Tuesday 11.29.16	Major Gifts Campaign	77.90	91.UNR:Unrestricted - 16-17 Budget
DEBIT	11/21/2016	Smitty's Grill	Major Gifts Campaign	Major Gifts Campaign	78.49	91.UNR:Unrestricted - 16-17 Budget
DEBIT	11/22/2016	Amazon.com	Coffee for Foundation office	Supplies	65.98	91.UNR:Unrestricted - 16-17 Budget
DEBIT	11/22/2016	Amazon.com	Tent signs for Giving Tuesday 11.29.16	Major Gifts Campaign	380.80	91.UNR:Unrestricted - 16-17 Budget
DEBIT	11/23/2016	Amazon.com	Cash boxes for Giving Tuesday 11.29.16	Major Gifts Campaign	74.58	91.UNR:Unrestricted - 16-17 Budget
DEBIT	11/23/2016	Green Street Restaurant	Major Gifts Campaign	Major Gifts Campaign	55.03	91.UNR:Unrestricted - 16-17 Budget
DEBIT	11/25/2016	Kogi Group	Food Truck for Giving Tuesday	Major Gifts Campaign	1,314.84	91.UNR:Unrestricted - 16-17 Budget
DEBIT	11/29/2016	Smart & Final	Soda & cups for Giving Tuesday	Major Gifts Campaign	255.93	91.UNR:Unrestricted - 16-17 Budget
DEBIT	11/30/2016	Smart & Final	Drinks for Giving Tuesday	Major Gifts Campaign	76.31	91.UNR:Unrestricted - 16-17 Budget
DEBIT	11/30/2016	Kogi Group	Food Truck for Giving Tuesday	Major Gifts Campaign	1,314.84	91.UNR:Unrestricted - 16-17 Budget
DEBIT	11/30/2016	Party City	Balloons for Giving Tuesday	Major Gifts Campaign	87.29	91.UNR:Unrestricted - 16-17 Budget
DEBIT	11/30/2016	Party City	Balloons for Giving Tuesday	Major Gifts Campaign	106.44	91.UNR:Unrestricted - 16-17 Budget
					<u>\$ 63,589.42</u>	

**PASADENA CITY COLLEGE FOUNDATION, INC.
(A CALIFORNIA NONPROFIT CORPORATION)**

**FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2016
WITH COMPARATIVE TOTALS FOR JUNE 30, 2015
AND
INDEPENDENT AUDITOR'S REPORT**



PASADENA CITY COLLEGE FOUNDATION, INC.**TABLE OF CONTENTS****June 30, 2016**

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Statement of Activities	4
Statement of Cash Flows.....	5
Statement of Functional Expenses	6
Notes to the Financial Statements	7



Board of Directors
Pasadena City College Foundation, Inc.
Pasadena, California

Report on the Financial Statements

We have audited the accompanying financial statements of Pasadena City College Foundation, Inc. (the Foundation), which comprise the statement of financial position as of June 30, 2016, and the related statements of activities, cash flows, and functional expenses 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 from material misstatement.

The 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, we consider internal control relevant to the 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 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.

INDEPENDENT AUDITOR'S REPORT

Board of Directors
Pasadena City College Foundation, Inc.
Pasadena, California

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, 2016, and the changes in its net assets and its cash flows for the fiscal year then ended in accordance with accounting principles generally accepted in the United States of America.

Report on Summarized Comparative Information

We have previously audited the Foundation's financial statements as of June 30, 2015 and our report dated January 7, 2016 expressed an unmodified opinion on those statements. In our opinion, the summarized comparative information presented herein as of and for the fiscal year ended June 30, 2015, is consistent, in all material respects, with the audited financial statements from which it has been derived.

Vicenti, Lloyd & Stutzman LLP

VICENTI, LLOYD & STUTZMAN LLP
Glendora, California
October 26, 2016

PASADENA CITY COLLEGE FOUNDATION, INC.

STATEMENT OF FINANCIAL POSITION

June 30, 2016

With Comparative Totals as of June 30, 2015

ASSETS	June 30, 2016	June 30, 2015
Current Assets		
Cash and cash equivalents	\$ 1,821,394	\$ 1,243,786
Accounts receivable	93,544	123,595
Pledges receivable	304,900	314,975
Total current assets	<u>2,219,838</u>	<u>1,682,356</u>
Non-current Assets		
Investments	20,654,738	20,146,841
Investments with FCCC	1,915,950	2,074,192
Pledges receivable, net of discount of \$241,584 and \$269,190	2,310,141	2,638,184
Assets held for sale	10,850	10,850
Total non-current assets	<u>24,891,679</u>	<u>24,870,067</u>
Total assets	<u>\$ 27,111,517</u>	<u>\$ 26,552,423</u>
LIABILITIES AND NET ASSETS		
Current Liabilities		
Accounts payable	\$ 216,765	\$ 106,871
Total current liabilities	<u>216,765</u>	<u>106,871</u>
Net Assets		
Unrestricted	1,964,863	1,303,055
Temporarily restricted	8,162,319	8,786,900
Permanently restricted	16,767,570	16,355,597
Total net assets	<u>26,894,752</u>	<u>26,445,552</u>
Total liabilities and net assets	<u>\$ 27,111,517</u>	<u>\$ 26,552,423</u>

See accompanying notes to the financial statements.

PASADENA CITY COLLEGE FOUNDATION, INC.

STATEMENT OF ACTIVITIES
For the Year Ended June 30, 2016
With Comparative Totals for the Year Ended June 30, 2015

	June 30, 2016				June 30, 2015
	Unrestricted	Temporarily Restricted	Permanently Restricted	Total	Total
Support and revenue					
Contributions and gifts	\$ 953,327	\$ 741,801	\$ 96,393	\$ 1,791,521	\$ 1,638,473
Grants		417,852		417,852	434,491
Special events	3,997			3,997	5,395
Administration fee	315,765			315,765	225,983
In-kind donations	51,085			51,085	312,155
Total support and revenue	1,324,174	1,159,653	96,393	2,580,220	2,616,497
Other income					
Investment income, net of expense		439,054		439,054	535,371
Realized and unrealized gains/(loss) from investments		(62,959)		(62,959)	(163,250)
Transfer of endowment funds with deficiencies	(27,071)	27,071		-	-
Investment return, FCCC investment		(50,908)		(50,908)	18,045
Total other income	(27,071)	352,258	-	325,187	390,166
Total support and revenue and other income before net assets released from restrictions	1,297,103	1,511,911	96,393	2,905,407	3,006,663
Net assets released from restrictions	1,848,458	(1,848,458)	-	-	-
Total support and revenue after net assets released from restrictions	3,145,561	(336,547)	96,393	2,905,407	3,006,663
Expenses					
Program services	1,922,419			1,922,419	2,739,995
Supporting services					
General and administrative	408,255			408,255	319,637
Fundraising	125,533			125,533	155,760
Total expenses	2,456,207	-	-	2,456,207	3,215,392
Change in net assets before transfers	689,354	(336,547)	96,393	449,200	(208,729)
Transfers for changes in designations	(27,546)	(288,034)	315,580	-	-
Change in net assets	661,808	(624,581)	411,973	449,200	(208,729)
Net assets					
Beginning, July 1	1,303,055	8,786,900	16,355,597	26,445,552	26,654,281
Ending, June 30	\$ 1,964,863	\$ 8,162,319	\$ 16,767,570	\$ 26,894,752	\$ 26,445,552

See accompanying notes to the financial statements.

PASADENA CITY COLLEGE FOUNDATION, INC.

STATEMENT OF CASH FLOWS

For the Year Ended June 30, 2016

With Comparative Totals for the Year Ended June 30, 2015

	June 30, 2016	June 30, 2015
Cash flows from operating activities		
Cash received from donations and fundraisers	\$ 2,581,539	\$ 1,828,218
Cash paid for student scholarships and campus programs	(1,445,675)	(2,242,306)
Cash paid for operating expenses and fundraising	(533,788)	(475,397)
Net cash provided (used) by operating activities	602,076	(889,485)
Cash flows from investing activities:		
Reinvested interest and dividends, net of expense	129,759	535,371
Proceeds on the sale of investments	669,361	1,445,362
Purchase of investments	(823,588)	(2,048,251)
Net cash used by investing activities	(24,468)	(67,518)
Net increase (decrease) in cash	577,608	(957,003)
Cash, beginning July 1	1,243,786	2,200,789
Cash, ending June 30	\$ 1,821,394	\$ 1,243,786

**Reconciliation of Change in Net Assets to Net Cash
Used by Operating Activities**

Change in Net Assets	\$ 449,200	\$ (208,729)
Adjustments to reconcile change in net assets to net cash provided by operating activities		
Present value of pledge receivables	(27,606)	(27,606)
Realized and unrealized gain/(loss) on investments	62,959	163,250
Reinvested interest and dividend income, net of expense	(439,054)	(535,371)
Investment return, FCCC investment	50,908	(18,045)
Changes in assets and liabilities		
Accounts receivable	30,051	55,300
Pledges receivable	365,724	(277,835)
Accounts payable	109,894	(40,449)
Net cash used by operating activities	\$ 602,076	\$ (889,485)

See accompanying notes to the financial statements.

PASADENA CITY COLLEGE FOUNDATION, INC.

STATEMENT OF FUNCTIONAL EXPENSES

For the Year Ended June 30, 2016

With Comparative Totals for the Year Ended June 30, 2015

	June 30, 2016				June 30, 2015
	Program Services	General & Administrative	Fundraising	Total	Total
Salaries and benefits	\$ 52,525	\$ 209,008	\$ 63,410	\$ 324,943	\$ 161,979
In-kind donations	51,085			51,085	312,155
Scholarships and grants	749,267			749,267	716,679
Program expenses - agency	319,260			319,260	755,754
Program expenses - art associates				-	5,057
Program expenses - grants	398,815			398,815	693,375
Program expenses - other	2,632			2,632	2,438
Professional services - accountant		73,696		73,696	107,085
Professional services - legal		2,107		2,107	-
Professional services - other	12,502	76,543		89,045	40,712
Advertising and promotion	20,568		19,508	40,076	25,447
Office expenses		29,909	64	29,973	54,427
Conferences and meetings		15,626		15,626	16,904
Contract services			5,579	5,579	54,030
Special events			4,736	4,736	6,769
Miscellaneous operating expenses		1,366	32,236	33,602	36,598
Administration fee	315,765			315,765	225,983
Total	\$ 1,922,419	\$ 408,255	\$ 125,533	\$ 2,456,207	\$ 3,215,392

See accompanying notes to the financial statements.

PASADENA CITY COLLEGE FOUNDATION, INC.

NOTES TO THE FINANCIAL STATEMENTS

For the Year Ended June 30, 2016

With Comparative Totals for the Year Ended June 30, 2015

NOTE 1: ORGANIZATION

Pasadena City College Foundation, Inc. (the Foundation) was formed on November 19, 1979, as a nonprofit public benefit corporation. The Foundation was organized to operate for the advancement of education and to provide financial support to students and various programs at Pasadena Area Community College District (the District) and to provide a link between the District and the community.

The Foundation affects three levels of the District by providing 1) mini-grants to faculty, 2) scholarships to students, and 3) special funding to support departments and programs of the District.

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting

The financial statements of the Foundation have been prepared on the accrual basis of accounting.

Cash and Cash Equivalents

Cash and cash equivalents are considered to be all cash available for immediate use and cash held for investment. Cash and cash equivalents consist of cash in interest bearing bank accounts and money market funds.

Pledges Receivable

Unconditional promises to give that are expected to be collected within one year are recorded at net realizable value. Unconditional pledges that are greater than \$50,000 and due in more than one year are recognized at fair value using present value techniques at the U.S. Treasury Bill discount rate. Amortization of the discount is included in contribution revenue.

The Foundation has net pledges receivable for unconditional promises to give in the amount of \$2,615,041 and \$2,953,159 at June 30, 2016 and 2015, respectively. Management has reviewed the collectability of these pledges and determines the balances to be fully collectable. A plan to regularly evaluate pledges receivable and the potential collectability is in place and reviewed throughout the year.

Investments

Investments in marketable securities with readily determinable fair values and all investments in debt securities are valued at their fair values in the statement of financial position. Investment

PASADENA CITY COLLEGE FOUNDATION, INC.**NOTES TO THE FINANCIAL STATEMENTS****For the Year Ended June 30, 2016***With Comparative Totals for the Year Ended June 30, 2015***NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

income (interest and dividends) is included in the change in net assets from operations unless the income or loss is restricted by donor or law.

Accounts Payable

Accounts payable consists of amounts due to vendors, but not yet disbursed during the fiscal year.

Classification of Net Assets

The Foundation reports information regarding its financial position and activities according to three classes of net assets:

Unrestricted Net Assets

Net assets that are not subject to donor-imposed stipulations.

Temporarily Restricted Net Assets

Net assets subject to donor-imposed stipulations that may or will be met, either by actions of the Foundation and/or the passage of time. When a restriction expires, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities as net assets released from restrictions. Temporarily restricted net assets are restricted for scholarship and educational program funds.

Permanently Restricted Net Assets

Net assets subject to donor-imposed stipulations that they be maintained permanently by the Foundation. Generally, the donors of these assets permit the Foundation to use all or part of the income earned on any related investments for specific purposes. Earnings generated from the permanently restricted net assets are available for scholarships.

Functional Allocations of Expenses

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

PASADENA CITY COLLEGE FOUNDATION, INC.

NOTES TO THE FINANCIAL STATEMENTS

For the Year Ended June 30, 2016

*With Comparative Totals for the Year Ended June 30, 2015***NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES****Contributions**

Contributions, including unconditional promises to give, are recorded when made. All contributions are available for unrestricted use unless specifically restricted by the donor. Conditional promises to give are recognized when the conditions on which they depend are substantially met. Unconditional promises to give due in the next year are recorded at their net realizable value. Unconditional promises to give due in subsequent years are reported at their net realizable value, using risk-free interest rates applicable to the years in which the promises are to be received.

Donations, other than cash, are recorded at estimated fair value at the time of the donation.

Donated Services

The Foundation records the value of donated services when there is an objective basis available to measure their value. Donated services are recorded at market value when a specialized skill is provided that would have otherwise been purchased or paid. See Note 10 for additional disclosure.

In-Kind Donations

The Foundation receives donations of non-cash items, such as equipment, from various businesses and foundations. This equipment is integral to the training and education programs provided by the District and is passed through directly to the District for use in the educational programs. Donated items with a value of less than \$5,000 are recorded at the donor's estimated value. When the value of the equipment has not been substantiated by appraisal reports, it is not included within the financial statements as support or expense. The donations have benefited the following programs:

- | | |
|------------------------------|---------------------------------|
| • Auto Technology | • Parent Education |
| • Geology | • Performing Arts |
| • Engineering and Technology | • Restorative Dental Technology |
| • Health Science | • Visual Arts and Media Studies |
| • Math | • Welding |
| • Natural Sciences | |

Administration Fee

The Foundation serves the District campus clubs, departments, and organizations by managing funds for scholarships and other purposes to promote education. In accordance with the fund

PASADENA CITY COLLEGE FOUNDATION, INC.**NOTES TO THE FINANCIAL STATEMENTS****For the Year Ended June 30, 2016*****With Comparative Totals for the Year Ended June 30, 2015*****NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

management service policy, interest bearing funds are assessed an annual management fee equal to either one percent of the fund's average daily balance for designated or endowed funds or three percent of the average daily balance of scholarship funds to cover the stewardship and administrative expenses. This fee is recognized as unrestricted income.

Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Comparative Totals

The financial statements and notes include certain prior-year summarized comparative information in total, but not by net assets class. Accordingly, such information should be read in conjunction with the Foundation's financial statements for the year ended June 30, 2015.

Reclassifications

Certain amounts in the 2014-15 financial statements have been reclassified to conform with the 2015-16 presentation.

Income Taxes

The Foundation qualifies as a tax exempt organization under the Internal Revenue Code Section 501(c)(3) and California Revenue and Taxation Code 23701d.

The Foundation has evaluated its tax positions and the certainty as to whether those positions will be sustained in the event of an audit by taxing authorities at the federal and state levels. The primary tax positions evaluated relate to the Foundation's continued qualification as a tax-exempt organization and whether there are unrelated business income activities that would be taxable. Management has determined that all income tax positions will more likely than not be sustained upon potential audit or examination; therefore, no disclosures of uncertain income tax positions are required.

The Foundation files informational returns in the U.S. federal jurisdiction, and the state of California. With few exceptions, the Foundation is no longer subject to U.S. federal and state examinations for generally three and four years, respectively.

PASADENA CITY COLLEGE FOUNDATION, INC.**NOTES TO THE FINANCIAL STATEMENTS****For the Year Ended June 30, 2016*****With Comparative Totals for the Year Ended June 30, 2015*****NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES****Subsequent Events**

The Foundation has evaluated subsequent events through October 26, 2016, which is the date these financial statements were available to be issued. During 2015-16 and 2014-15, \$101,113 and \$128,181, respectively, in contributions were received for the Veteran's Health Center. After further consideration, it was determined that the original intent had legalities that could not be resolved. On August 22, 2016, a request was received from a donor to return their contribution of \$100,000. The remaining funds are currently being held in temporarily restricted net assets until another organization is identified to complete the project. An accrual to return these funds is not recognized as the request was received after June 30, 2016. There were no other subsequent events requiring disclosure as of June 30, 2016.

NOTE 3: CONCENTRATION OF CREDIT RISK**Deposits**

Custodial credit risk is the risk that in the event of a bank failure, the Foundation's deposits may not be returned to it. The Foundation occasionally has a need to maintain cash balances in excess of \$250,000, the amount insured by the Federal Deposit Insurance Corporation (FDIC). At June 30, 2016 and 2015, cash in excess of the FDIC insurance was \$1,101,381 and \$458,810, respectively.

Investments

Investments with brokers are insured by the Securities Investor Protection Corporation (SIPC) up to \$500,000 of which \$250,000 may be cash. Insurance protects assets in the case of broker-dealer insolvency and not against decline in market values. As of June 30, 2016 and 2015 the Foundation had investments in excess of the SIPC insurance amount; however, the Foundation believes it is not exposed to any significant credit risk on its cash balances.

PASADENA CITY COLLEGE FOUNDATION, INC.

NOTES TO THE FINANCIAL STATEMENTS

For the Year Ended June 30, 2016

*With Comparative Totals for the Year Ended June 30, 2015***NOTE 4: PLEDGES RECEIVABLE**

Unconditional pledges at June 30, 2016 and 2015 consist of the following:

	2016	2015
Receivable - less than one year	304,900	314,975
Receivable - one to five years	2,551,725	2,907,374
Gross unconditional pledges	2,856,625	3,222,349
Less: discount	(241,584)	(269,190)
Net pledges receivable	2,615,041	2,953,159

Pledges receivable have been discounted to present value using a discount rate of 1.41%.

NOTE 5: ASSETS HELD FOR SALE

The Foundation was granted four lots of land located in White Mountain Lakes, Arizona. The fair value at the time of the donation was \$10,850. The Foundation has held this land as an investment; however, the Foundation intends to liquidate these assets. As of June 30, 2016 and 2015, the fair value is \$10,850.

Level 3 has been assigned to the fair value of this investment. The fair value measurement for Level 3 is determined by the organization's own assumptions about market participation, including assumptions about risk, which are developed based on the best information available in the circumstances. Listing prices, obtained from a third party, reflect a fair value of approximately \$74,000; however, management has chosen to recognize this change in value when realized due to economic uncertainties.

NOTE 6: INVESTMENTS

Investment returns for the years ended June 30, 2016 and 2015 are as follows:

	June 30, 2016	June 30, 2015
Investment income, net of expense of \$97,371 and \$97,223, respectively	\$ 439,054	\$ 535,371
Net unrealized gain/(loss)	(182,543)	(458,978)
Net realized gains	119,584	295,728
Net realized and unrealized gains	(62,959)	(163,250)
Total	\$ 376,095	\$ 372,121

The cost and fair value of investments at June 30, 2016 and 2015 are as follows:

PASADENA CITY COLLEGE FOUNDATION, INC.

NOTES TO THE FINANCIAL STATEMENTS

For the Year Ended June 30, 2016

*With Comparative Totals for the Year Ended June 30, 2015***NOTE 6: INVESTMENTS**

	June 30, 2016		June 30, 2015	
	Cost	Fair Value	Cost	Fair Value
Agency securities	\$ 100,104	\$ 100,180	\$ 100,371	\$ 100,492
U.S. Treasuries	1,512,122	1,582,697	1,403,333	1,388,755
Corporate bonds	1,948,582	2,069,967	1,860,631	1,898,284
Municipal bonds	1,515,731	1,590,640	1,433,088	1,450,288
Mortgage pools	194,122	212,900	228,738	246,530
Equities	9,693,103	11,761,300	9,034,603	11,261,193
Bond funds	977,232	890,451	946,267	889,024
Equity funds	2,662,766	2,446,603	2,797,325	2,912,275
Total Level 1 investments	<u>\$ 18,603,762</u>	<u>\$ 20,654,738</u>	<u>\$ 17,804,356</u>	<u>\$ 20,146,841</u>

Levels 1 through 3 have been assigned to the fair value measurement of investments. The fair value of measurement is determined as follows:

- Level 1 – quoted prices in an active market for identical assets.
- Level 2 – quoted prices for similar assets and market-corroborated inputs.
- Level 3 – the organization's own assumptions about market participation, including assumptions about risk, developed based on the best information available in the circumstances.

All investments held by the Foundation are Level 1.

NOTE 7: INVESTMENT WITH FOUNDATION FOR CALIFORNIA COMMUNITY COLLEGES (FCCC)

The Foundation has entered into a partnership arrangement with the California Community Colleges Scholarship Endowment (CCCSE) through the Foundation for California Community Colleges (FCCC). The FCCC has an investment advisory committee charged with the responsibility for directing and monitoring the investment management of the CCCSE's assets.

The Foundation has transferred a total of \$1,791,211 to the FCCC for Osher Scholarships. Additionally, during the year ended June 30, 2015, a donation of \$20,000 was made on the Foundation's behalf for Jack Scott Scholarships. These funds are invested in a pooled investment fund held by the FCCC. At June 30, 2016 the fair value of these investments totaled \$1,915,950, which consisted of cash of \$114,968, equity securities of \$1,226,142, and fixed income instruments of \$574,840 measured at quoted prices in active markets for identical assets (Level 1). A net investment loss of \$50,908 was recognized during year ended June 30, 2016. At June

PASADENA CITY COLLEGE FOUNDATION, INC.

NOTES TO THE FINANCIAL STATEMENTS

For the Year Ended June 30, 2016

*With Comparative Totals for the Year Ended June 30, 2015***NOTE 7: INVESTMENT WITH FOUNDATION FOR CALIFORNIA COMMUNITY COLLEGES (FCCC)**

30, 2015 the fair value of the investment was \$2,074,192, which consisted of cash of \$124,462, equity securities of \$1,472,625, and fixed income instruments of \$477,105 measured at quoted prices in active markets for identical assets (Level 1). A net investment gain of \$18,045 was recognized during the year ended June 30, 2015.

FCCC Net Assets as of June 30, 2016 and 2015

	June 30, 2016			June 30, 2015
	Temporarily Restricted	Permanently Restricted	Total	Total
Osher Scholarships	\$ 101,388	\$ 1,791,211	\$ 1,892,599	\$ 2,049,568
Jack Scott Scholarships	3,351	20,000	23,351	24,624
FCCC net assets, end of year	<u>\$ 104,739</u>	<u>\$ 1,811,211</u>	<u>\$ 1,915,950</u>	<u>\$ 2,074,192</u>

Changes in FCCC Net Assets for the Year Ended June 30, 2016 and 2015

	June 30, 2016			June 30, 2015
	Temporarily Restricted	Permanently Restricted	Total	Total
FCCC net assets, beginning of year	\$ 262,982	\$ 1,811,211	\$ 2,074,193	\$ 2,132,813
Contributions				20,000
Investment return:				
Investment income, net of expenses	32,730		32,730	57,543
Net realized and unrealized loss	(83,638)		(83,638)	(39,498)
Total investment return	(50,908)	-	(50,908)	18,045
Disbursements				
Fund distributions	(107,335)		(107,335)	(96,666)
Total disbursements	(107,335)	-	(107,335)	(96,666)
Change in FCCC net assets	(158,243)	-	(158,243)	(58,621)
FCCC net assets, end of year	<u>\$ 104,739</u>	<u>\$ 1,811,211</u>	<u>\$ 1,915,950</u>	<u>\$ 2,074,192</u>

The CCCSE was set up to provide matching scholarships funds for California community colleges. The CCCSE was formed through a generous \$50 million matching commitment from the Osher Foundation and an initial contribution of \$25 million. The CCCSE began to distribute scholarship funding from the initial \$25 million gift to each participating community college in the 2009-10 year. The allocation is based on each college's full time equivalent students (FTES) and each scholarship will be valued at \$1,000 for a school year. For the year ended June 30,

PASADENA CITY COLLEGE FOUNDATION, INC.

NOTES TO THE FINANCIAL STATEMENTS

For the Year Ended June 30, 2016

*With Comparative Totals for the Year Ended June 30, 2015***NOTE 7: INVESTMENT WITH FOUNDATION FOR CALIFORNIA COMMUNITY COLLEGES (FCCC)**

2016, the Foundation received \$187,000, including \$106,667 in fund distributions from investment returns from the Osher Scholarship Fund and \$1,000, including \$668 in fund distributions from investment returns from the Jack Scott Scholarship Fund. For the year ended June 30, 2015, the Foundation received \$186,000, including \$96,666 in fund distributions from investment returns, from the Osher Scholarship Fund and \$1,000 from the Jack Scott Scholarship Fund.

NOTE 8: ENDOWMENTS

The Foundation's endowments consist of an endowment established for scholarship purposes (the Foundation Endowment) and participation in the CCCSE through the FCCC as described at Note 7. As such, the endowment activity in FCCC has not been included in the following disclosures. The Foundation Endowment includes both donor-restricted endowment funds and funds designated by the Board of Directors to function as endowments. As required by generally accepted accounting principles (GAAP), 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.

Interpretation of Relevant Law

The Board of Directors of the Foundation has interpreted the Uniform Prudent Management of Institutional Funds Act (UPMIFA) 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 of this interpretation, the Foundation classifies as permanently restricted net assets (a) the original value of gifts donated to the permanent endowment, (b) the original value of subsequent gifts to the permanent endowment, and (c) accumulations to the permanent endowment made in accordance with the direction of the applicable donor gift instrument at the time the accumulation is added to the fund. The remaining portion of the donor-restricted endowment fund that is not classified in permanently restricted net assets is classified as temporarily restricted net assets until those amounts are appropriated for expenditure by the organization in a manner consistent with the standard of prudence prescribed by UPMIFA.

In accordance with UPMIFA, the organization considers the following factors in making a determination to appropriate or accumulate donor-restricted endowment funds:

- The duration and preservation of the fund
- The purposes of the organization and the donor-restricted endowment fund
- General economic conditions

PASADENA CITY COLLEGE FOUNDATION, INC.**NOTES TO THE FINANCIAL STATEMENTS****For the Year Ended June 30, 2016***With Comparative Totals for the Year Ended June 30, 2015***NOTE 8: ENDOWMENTS**

- The possible effect of inflation and deflation
- The expected total return from income and the appreciation of investments
- Other resources of the organization
- The investment policies of the organization

Return Objectives and Risk Parameters

The Foundation has adopted an investment policy which actively safeguards the assets while maintaining some growth to ensure the donations will provide a benefit to the college and its student population. Endowment assets include those assets of donor-restricted funds that the Foundation must hold in perpetuity or for a donor-specified period(s). Under this policy, as approved by the Board of Directors, the endowment assets are invested in a manner that is intended to prudently invest in financial instruments which provide a reasonable measure of principal stability. Actual returns in any given year may vary from this amount.

Strategies Employed for Achieving Objectives

To satisfy its long-term rate-of-return objectives, the Foundation targets a diversified asset allocation within prudent risk constraints.

Spending Policy and How the Investment Objectives Relate to Spending Policy

The Foundation has a spending policy which makes 4% of the moving average balance or total assets available annually for spending.

PASADENA CITY COLLEGE FOUNDATION, INC.

NOTES TO THE FINANCIAL STATEMENTS

For the Year Ended June 30, 2016

*With Comparative Totals for the Year Ended June 30, 2015***NOTE 8: ENDOWMENTS****Changes in Foundation Endowment Net Assets for the Year Ended June 30, 2016 and 2015**

	June 30, 2016			June 30, 2015
	Unrestricted	Temporarily Restricted	Permanently Restricted	Total
Foundation Endowment net assets, beginning of year	\$ (161,515)	\$ 5,990,992	\$ 11,713,576	\$ 17,543,053
Investment return:				
Investment income, net of expenses		267,169		267,169
Net realized and unrealized loss		(54,099)		(54,099)
Total investment return	-	213,070	-	213,070
Contributions			437,864	437,864
Other changes:				
Administration service fee		(260,271)		(260,271)
Transfer of funds with deficiencies	(27,071)	27,071		-
Agency expense		(45,783)		(45,783)
Scholarships paid		(280,226)		(280,226)
Total other changes	(27,071)	(559,209)	-	(586,280)
Foundation Endowment net assets, end of year	\$ (188,586)	\$ 5,644,853	\$ 12,151,440	\$ 17,607,707

Funds with Deficiencies

From time to time, the fair value of assets associated with individual donor-restricted endowment funds may fall below the level that the donor or UPMIFA requires the Foundation to retain as a fund of perpetual duration. Deficiencies of this nature totaling (\$188,586) and (\$161,515) as of June 30, 2016 and 2015, respectively, is reported in unrestricted net assets in accordance with GAAP. These deficiencies resulted from unfavorable market fluctuations that occurred shortly after the investment of new permanently restricted contributions and continued appropriation for certain programs that was deemed prudent by the Board of Directors.

NOTE 9: NET ASSETS RELEASED FROM RESTRICTIONS

Net assets of \$1,848,458 were released from temporary donor restrictions during the year ended June 30, 2016. The Foundation met donor imposed restrictions by incurring qualified expenses.

PASADENA CITY COLLEGE FOUNDATION, INC.**NOTES TO THE FINANCIAL STATEMENTS****For the Year Ended June 30, 2016***With Comparative Totals for the Year Ended June 30, 2015***NOTE 10: RELATED PARTIES**

The Foundation provides various levels of monetary support and service to the District. The transactions are recorded within the financial statements as distributions, student programs, and scholarship expense.

Working space for employees who perform administrative services for the Foundation is provided by the District at no charge. The value of donated facilities has not been determined and is therefore not included in the financial statements; however, management does not believe the amount to be material.

NOTE 11: TRANSFERS FOR CHANGES IN DESIGNATIONS

Donations related to the Student Success Scholarship campaign were confirmed by the Foundation during the 2015-16 fiscal year which had been classified as unrestricted and temporarily restricted and was changed to donor imposed permanent restrictions. These amounts were transferred to the proper classification.