

**CAL POLY HUMBOLDT
SPONSORED PROGRAMS FOUNDATION**

**BASIC FINANCIAL STATEMENTS,
SUPPLEMENTARY INFORMATION,
AND
SINGLE AUDIT REPORT**

**Including Schedules Prepared for
Inclusion in the Financial Statements of the
California State University**

Year Ended June 30, 2023

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Report of Independent Auditors

The Board of Directors
Cal Poly Humboldt Sponsored Programs Foundation

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of the business-type activities of Cal Poly Humboldt Sponsored Programs Foundation (the Foundation), a component unit of Cal Poly Humboldt, as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the Foundation's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the business-type activities of the Cal Poly Humboldt Sponsored Programs Foundation as of June 30, 2023, and the changes in financial position and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards (Government Auditing Standards)*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Foundation and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for 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 Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit 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, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis as listed in the table of contents on pages 4 through 10 be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise the Cal Poly Humboldt Sponsored Programs Foundation's basic financial statements. The schedule of expenditures of federal awards and related notes on pages 45 through 51, as required by Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and the schedule of net position, schedule of revenues, expenses, and changes in net position, and other information, as listed in the table of contents on pages 29 through 39, (collectively, supplementary information), are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated September 18, 2023, on our consideration of Cal Poly Humboldt Sponsored Programs Foundation's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of Cal Poly Humboldt Sponsored Programs Foundation's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Cal Poly Humboldt Sponsored Programs Foundation's internal control over financial reporting and compliance.



Medford, Oregon
September 18, 2023

MANAGEMENT'S DISCUSSION AND ANALYSIS

CAL POLY HUMBOLDT SPONSORED PROGRAMS FOUNDATION

Management's Discussion and Analysis

June 30, 2023 and 2022

This section of Cal Poly Humboldt Sponsored Programs Foundation's (SPF) annual financial report presents SPF's discussion and analysis of the financial performance of SPF for the fiscal years ended June 30, 2023 and 2022. This discussion has been prepared by management and should be read in conjunction with the financial statements and notes.

Introduction to the Financial Statements

This report consists of a series of financial statements prepared in accordance with Government Accounting Standards Board (GASB) Statement No. 34, *Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments*, as amended by GASB Statement No. 35, *Basic Financial Statements – and Management's Discussion and Analysis – for Public Colleges and Universities*. This standard is applicable to SPF as it is a component unit of Cal Poly Humboldt (CPH). Consistent with CPH, SPF has adopted the business-type activity (BTA) reporting model to represent its activities.

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

Statement of Net Position – The statement of net position include all assets and liabilities. Assets and liabilities are generally reported on an accrual basis, as of the statement date. It also identifies major categories of restrictions on the net position of SPF.

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

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

Analytical Overview

Summary

The following discussion highlights management's understanding of the key financial aspects of SPF's financial activities. Included are comparative analyses of current year and prior year's activities and balances and a discussion of restrictions of SPF's net position.

CAL POLY HUMBOLDT SPONSORED PROGRAMS FOUNDATION

Management's Discussion and Analysis

June 30, 2023 and 2022

SPF's condensed summary of net position as of June 30 is as follows:

	<u>2023</u>	<u>2022</u>	<u>Increase (Decrease)</u>	<u>Percent Change</u>
Assets:				
Current assets	\$ 24,790,975	\$ 17,247,694	\$ 7,543,281	44%
Capital assets, net	461,326	728,187	(266,861)	-37%
Capital lease assets, net	243,393	331,349		
Other noncurrent assets	300	300	—	0%
Total assets	<u>25,495,994</u>	<u>18,307,530</u>	<u>7,188,464</u>	39%
Liabilities:				
Current liabilities	11,614,521	8,568,571	3,045,950	36%
Other noncurrent liabilities	5,439,913	646,645	4,793,268	741%
Total liabilities	<u>17,054,434</u>	<u>9,215,216</u>	<u>7,839,218</u>	85%
Net position:				
Investment in capital assets	461,326	728,186	(266,860)	-37%
Unrestricted	7,980,234	8,364,128	(383,894)	-5%
Total net position	<u>\$ 8,441,560</u>	<u>\$ 9,092,314</u>	<u>\$ (650,754)</u>	-7%

Assets

Total assets increased \$7.2 million from FY 2022 to FY 2023 due to a \$7.5 million increase in current assets and a \$0.4 million decrease in capital assets, net of accumulated depreciation due to transferring capital assets in the current year and recognizing capital leases - buildings.

Current assets increased \$7.5 million from FY 2022 to FY 2023 due to an increase in cash and cash equivalents of \$2.0 million, an increase in short-term investments of \$4.0 million and an increase in accounts receivable, net of \$1.5 million. The increase in cash and cash equivalents and short-term investments is in a large part due to a \$7.25 million prepaid grant with a remaining cash balance of \$6.7 million.

CAL POLY HUMBOLDT SPONSORED PROGRAMS FOUNDATION

Management's Discussion and Analysis

June 30, 2023 and 2022

Capital Assets

Capital assets, net of accumulated depreciation, are shown below:

	June 30		Increase (Decrease)	Percent Change
	2023	2022		
Buildings - net	\$ 133,675	\$ 150,016	\$ (16,341)	-11%
Equipment - net	327,651	578,170	(250,519)	-43%
Total capital assets, net of accumulated depreciation	<u>\$ 461,326</u>	<u>\$ 728,186</u>	<u>\$ (266,860)</u>	-37%

Capital assets, net of accumulated depreciation, decreased by \$0.4 million from FY 2022 to FY 2023 primarily due to equipment transfers to CPH with an adjusted basis of \$.04 million and \$0.2 million in depreciation expense, offset by equipment and capital lease additions of \$0.2 million.

Liabilities

Total liabilities increased \$7.8 million from FY 2022 to FY 2023. Unearned revenue increased \$7.8 million primarily due to a large prepaid grant with a remaining unearned revenue balance of \$6.7. Accounts payable had an increase of \$1.7 million due to increased spending and accrued salaries increased \$.01 million due to an increase in salary expense, offset by a \$1.8 million decrease in the line of credit.

SPF renewed a line of credit with a bank on October 12, 2022. The loan is secured by all accounts receivable. The loan agreement is available for short-term cash needs, with a maximum amount available of \$4,000,000. The agreement requires monthly interest-only payments at a variable interest rate of 0.75% above the bank's reference rate. The loan agreement expires on October 15, 2024. There was no outstanding balance on the loan as of June 30, 2023.

Net Position

Total net position decreased \$0.7 million from FY 2022 to FY 2023 primarily due to transferring equipment to CPH with an adjusted basis of \$0.4 million and increased spending on trusts. Trust revenue is primarily generated from distributing prior year indirect cost revenue, therefore, funds spent were not generated from current year revenue.

Unrestricted net position represents all other net resources available to SPF for general institutional and research-related obligations.

CAL POLY HUMBOLDT SPONSORED PROGRAMS FOUNDATION

Management's Discussion and Analysis

June 30, 2023 and 2022

Operating Results

SPF's condensed summary of revenues, expenses, and changes in net position for the years ended June 30 is as follows:

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

	2023	2022	Increase (Decrease)	Percent Change
Operating revenues:				
Grants and contracts, noncapital	\$ 37,987,717	\$ 33,328,225	\$ 4,659,492	14%
Indirect cost revenue	3,610,234	2,959,433	650,801	22%
Other operating revenues	480,128	479,215	913	0%
Total operating revenues	42,078,079	36,766,873	5,311,206	14%
Operating expenses	(42,463,970)	(36,487,486)	(5,976,484)	16%
Operating income (loss)	(385,891)	279,387	(665,278)	-238%
Nonoperating revenues (expenses):				
Investment income, net	89,855	5,307	84,548	1593%
Net nonoperating revenues (expenses)	89,855	5,307	84,548	1593%
Income before other additions	(296,036)	284,694	(580,730)	-204%
Transfers to other campus entities	(354,718)	(29,215)	(325,503)	1114%
Increase in net position	(650,754)	255,479	(906,233)	-355%
Net position at beginning of year	9,092,314	8,836,835	255,479	3%
Net position at end of year	\$ 8,441,560	\$ 9,092,314	\$ (650,754)	-7%

Operating Revenues and Expenses

Operating revenues and expenses come from sources that are connected directly to SPF's primary business function. This includes revenues from categories such as certain grants and contracts that will be used for noncapital purposes and sales and services of auxiliary enterprises. Expenses include categories such as salaries, benefits, supplies and other services, scholarships and fellowships, and depreciation. In this discussion and analysis, expenses are reported by functional programs such as instruction, research, public service, academic support, student services, institutional support, operation and maintenance of plant, scholarships and fellowships, auxiliary enterprise, and depreciation.

CAL POLY HUMBOLDT SPONSORED PROGRAMS FOUNDATION

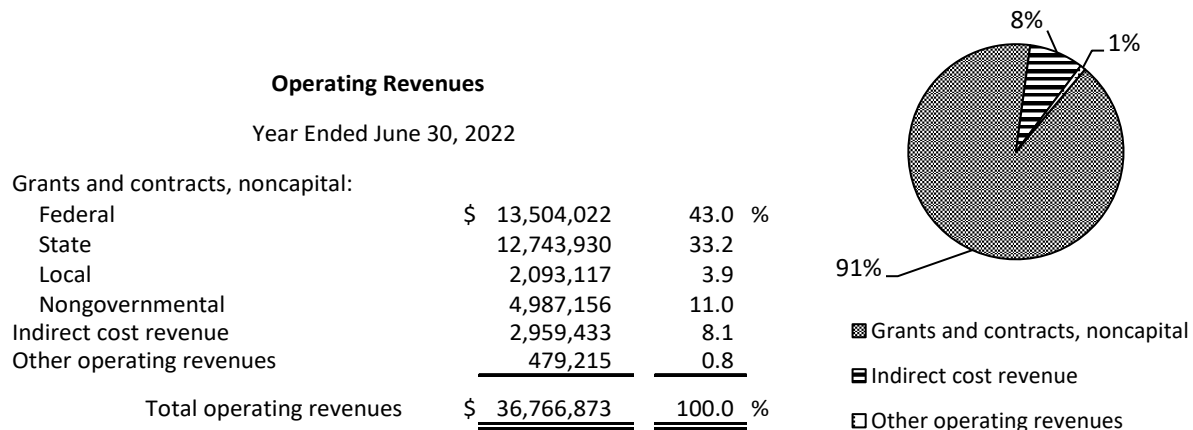
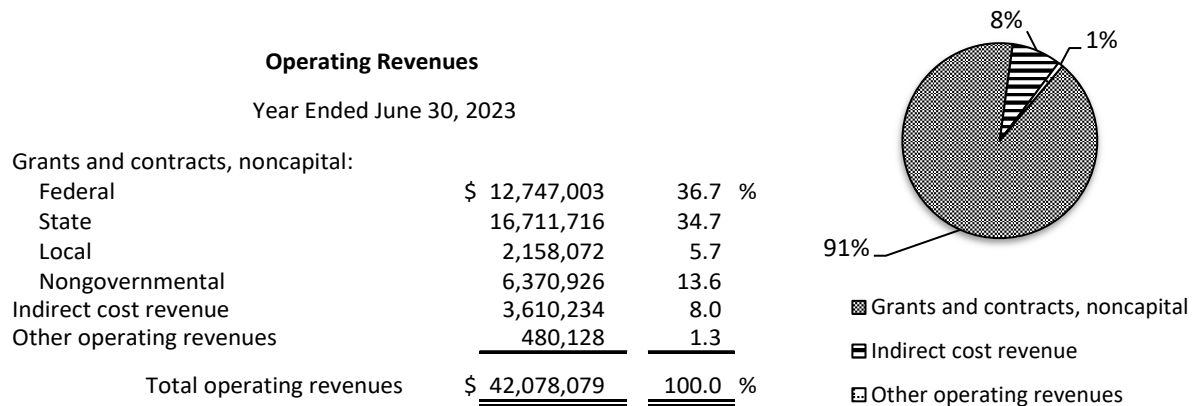
Management's Discussion and Analysis

June 30, 2023 and 2022

Operating Revenues

Total operating revenues increased \$5.3 million, or 14%, from FY 2022 to FY 2023 due to a \$4.7 million increase in grants and contracts, noncapital and a \$0.7 million increase in indirect cost revenue. The increase in grants and contracts, noncapital is due to a decrease in federal grants and an increase in the state, local, and nongovernmental grants project activity. The increase in indirect cost revenue is the result of the increase in grants and contracts, noncapital.

The following charts present the proportional share that each category of operating revenues contributed to the total for fiscal years 2023 and 2022:



CAL POLY HUMBOLDT SPONSORED PROGRAMS FOUNDATION

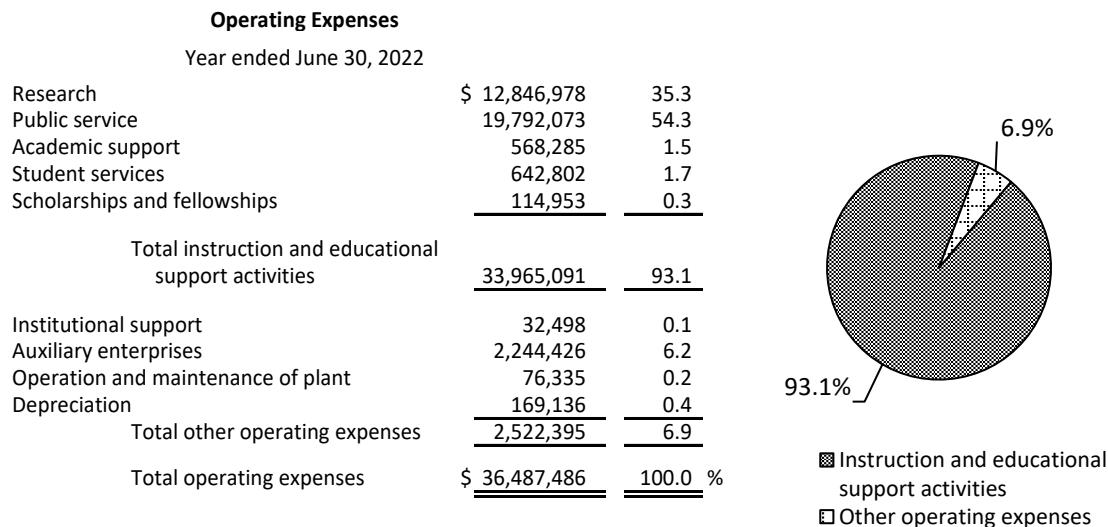
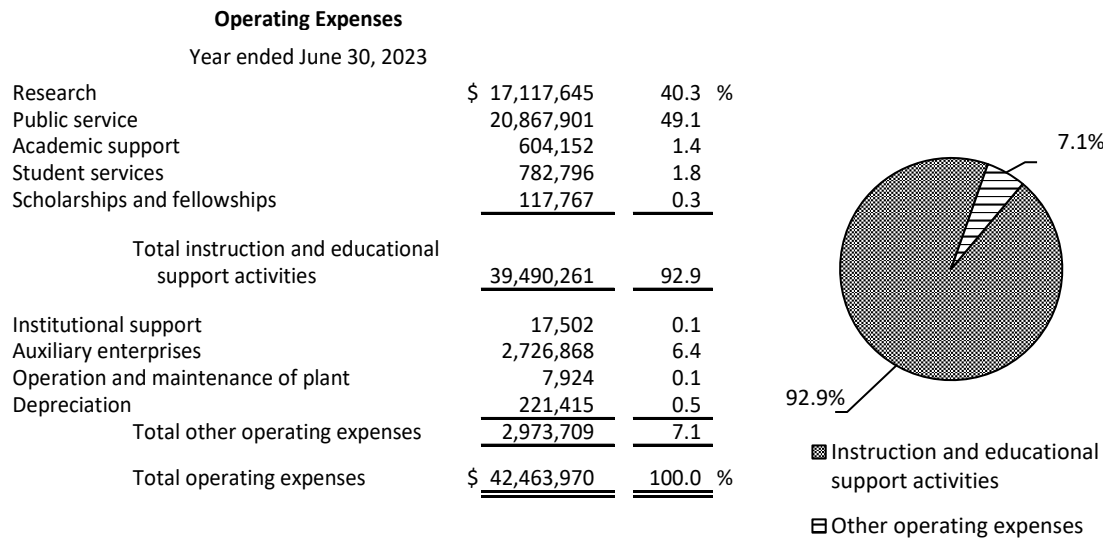
Management's Discussion and Analysis

June 30, 2023 and 2022

Operating Expenses

Total operating expenses increased by \$6.0 million, or 16%, from FY 2022 to FY 2023 primarily due to a \$6.1 million aggregated increase in research, public service, academic support, student services, scholarships and fellowships, auxiliary enterprises and depreciation, offset by a \$0.1 million aggregated decrease in institutional support and operation and maintenance of plant. The \$6 million increase is due to increased spending in the FY 2023 on grants and contracts, general operations and trusts.

The following charts present the distribution of resources in support of SPF's mission for fiscal years 2023 and 2022:



CAL POLY HUMBOLDT SPONSORED PROGRAMS FOUNDATION

Management's Discussion and Analysis

June 30, 2023 and 2022

Nonoperating Revenues (Expenses)

Nonoperating revenues (expenses) come from sources that are not part of SPF's primary business functions. Included in this classification are categories such as gifts, noncapital, investment income, net, and other nonoperating revenue (expenses), net.

Transfers to other campus entities

Transfers to other campus entities increased \$0.3 million from FY 2022 to FY 2023 due to an increase in equipment of \$0.3 million transferred to CPH.

Factors That Will Affect the Future

Indirect Cost Revenue

Indirect cost revenue is a factor that greatly affects SPF's ability to build and maintain a reserve adequate enough for supporting the grant and contract activity of SPF. Indirect cost revenue is earned as a percentage of spending on awarded grant and contracts. Indirect cost rates are generally dictated by the grant funder and are contractually agreed upon on all grants and contracts. Indirect cost revenue increased \$0.7 million, or 22%, from FY 2022 to FY 2023 due to an increase in state, local and nongovernmental activity. This increase was offset by a decrease in federal grants and contracts activity due to funds received from the federal government for COVID-19 epidemic in the prior year.

Continued CPH Support

The pre-award and compliance functionality of SPF is financially supported by CPH as a state function. Volatility in state-supported funding could potentially affect the level of support provided by the state in future periods, which in turn could affect the pre-award and compliance functions of SPF. Management does not believe that level of support to SPF will decrease in the next fiscal period.

Contact Information

This financial report is designed to provide a general overview of the auxiliary's finances. If you have questions about this report or need additional financial information, contact Cal Poly Humboldt Sponsored Programs Foundation, 1 Harpst Street, Arcata, CA 95521.

BASIC FINANCIAL STATEMENTS

CAL POLY HUMBOLDT SPONSORED PROGRAMS FOUNDATION

Statement of Net Position

June 30, 2023

Assets

Current assets:

Cash and cash equivalents	\$	4,711,978
Short-term investments		4,082,211
Accounts receivable		15,952,037
Prepaid expenses and other assets		44,749
Total current assets		<u>24,790,975</u>

Noncurrent assets:

Long-term investments		300
Capital assets, net		461,326
Capital lease assets, net		243,393
Total noncurrent assets		<u>705,019</u>

Total assets

25,495,994

Liabilities

Current liabilities:

Accounts payable		4,324,030
Accrued salaries and benefits payable		846,897
Accrued compensated absences – current portion		295,801
Unearned revenue – current portion		5,974,730
Capitalized lease obligations – current portion		109,789
Other liabilities		63,274
Total current liabilities		<u>11,614,521</u>

Noncurrent liabilities:

Accrued compensated absences, net of current portion		110,054
Unearned revenue, net of current portion		5,188,190
Capitalized lease obligations, net of current portion		141,669
Total noncurrent liabilities		<u>5,439,913</u>

Total liabilities

17,054,434

Net position:

Investment in capital assets		461,326
Unrestricted		7,980,234

Total net position

\$ **8,441,560**

See accompanying notes.

CAL POLY HUMBOLDT SPONSORED PROGRAMS FOUNDATION**Statement of Revenues, Expenses, and Changes in Net Position
Year Ended June 30, 2023**

Revenues:		
Operating revenues:		
Grants and contracts, noncapital:		
Federal	\$	12,747,003
State		16,711,716
Local		2,158,072
Nongovernmental		6,370,926
Indirect cost revenue		3,610,234
Other operating revenues		480,128
Total operating revenues		<u>42,078,079</u>
Expenses:		
Operating expenses:		
Research		17,117,645
Public service		20,867,901
Academic support		604,152
Student services		782,796
Institutional support		17,502
Operation and maintenance of plant		7,924
Scholarships and fellowships		117,767
Auxiliary enterprise		2,726,868
Depreciation		221,415
Total operating expenses		<u>42,463,970</u>
Operating income		<u>(385,891)</u>
Nonoperating revenues:		
Investment income		89,855
Nonoperating revenues		<u>89,855</u>
Income before other additions		<u>(296,036)</u>
Transfers to other campus entities		<u>(354,718)</u>
Increase in net position		<u>(650,754)</u>
Net position:		
Net position at beginning of year		9,092,314
Net position at end of year	\$	<u><u>8,441,560</u></u>

See accompanying notes.

HUMBOLDT STATE UNIVERSITY SPONSORED PROGRAMS FOUNDATION

Statement of Cash Flows Year Ended June 30, 2023

Cash flows from operating activities:

Received from customers	\$ 48,421,728
Payments to employees and fringe benefits	(20,730,308)
Payments to vendors and suppliers	(18,799,558)
Payments for scholarships and fellowships	(851,560)
Net cash provided by operating activities	<u>8,040,302</u>

Cash flows from capital and related financing activities:

Acquisition and construction of capital assets	(86,142)
Principal paid on capital debt and leases	(1,966,282)
Net cash used in capital and related financing activities	<u>(2,052,424)</u>

Cash flows from investing activities:

Investment income	57,872
Purchase of investments	(4,045,893)
Net cash used in investing activities	<u>(3,988,021)</u>

Net increase in cash and cash equivalents	1,999,857
Cash and cash equivalents at beginning of year	2,712,121
Cash and cash equivalents at end of year	\$ <u><u>4,711,978</u></u>

Reconciliation to cash per Statement of Net Position

Cash and cash equivalents	\$ <u>4,711,978</u>
Total cash and cash equivalents at end of year	\$ <u><u>4,711,978</u></u>

See accompanying notes.

HUMBOLDT STATE UNIVERSITY SPONSORED PROGRAMS FOUNDATION

Statement of Cash Flows Year Ended June 30, 2023

Reconciliation of operating income to net cash

provided by operating activities:

Operating income	\$ (385,891)
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Adjustments to reconcile operating income to net cash

provided by operating activities:

Depreciation expense	221,415
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Changes in assets and liabilities:

Receivables, net	(1,454,143)
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Prepaid items	(11,405)
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Accounts payable and accrued liabilities	1,892,281
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Unearned revenue, current	2,850,468
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Compensated absences and unearned revenue, noncurrent	4,927,577
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Total adjustments	8,426,193
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Net cash provided by operating activities	\$ 8,040,302
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Noncash investing, capital, and financing activities:

Assets acquired through assumption of a liability	\$ 191,762
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Capital asset transfers, net of depreciation	\$ 354,718
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Increase in receivables related to nonoperating income	\$ 31,983
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See accompanying notes.

CAL POLY HUMBOLDT SPONSORED PROGRAMS FOUNDATION

Notes to the Financial Statements

Year Ended June 30, 2023

(1) Organization

Cal Poly Humboldt Sponsored Programs Foundation (SPF) is a nonprofit, tax-exempt corporation, incorporated in 1952 under the provisions of section 501(c)(3) of the Internal Revenue Code. SPF is organized to administer grants from governmental and private agencies for research and other activities related to the programs of Cal Poly Humboldt (CPH). SPF is an auxiliary organization of CPH and the California State University System (the System). As an affiliated organization component unit of CPH, SPF's financial data will be included in the consolidated financial statements of CPH and the System.

Summary of Significant Accounting Policies

(a) Basis of Presentation

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

The financial statements required by GASB Statement No. 34, *Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments*, as amended by GASB Statement No. 35, *Basic Financial Statements – and Management's Discussion and Analysis – for Public Colleges and Universities* and GASB Statement No. 63, *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position*, include a statement of net position, a statement of revenues, expenses, and changes in net position, and a statement of cash flows. The basic financial statements include the accounts of SPF, including its research activities performed on behalf of CPH. SPF is a component unit of CPH, a public university under the California State University system. SPF has elected to use the reporting model for special-purpose governments engaged only in business-type activities. In accordance with the business-type activities reporting model, CPH prepares its statement of cash flows using the direct method.

(b) Classification of Current and Noncurrent Assets (Other Than Investments) and Liabilities

SPF considers assets to be current that can reasonably be expected, as part of its normal business operations, to be converted to cash and be available for liquidation of current liabilities within 12 months of the statement of net position date. Liabilities that reasonably can be expected, as part of normal Foundation business operations, to be liquidated within 12 months of the statement of net position date are considered to be current. All other assets and liabilities are considered to be noncurrent. For classification of current and noncurrent investments, refer to Note 2.

CAL POLY HUMBOLDT SPONSORED PROGRAMS FOUNDATION

Notes to the Financial Statements

Year Ended June 30, 2023

(c) Cash and Cash Equivalents

SPF considers all highly liquid investments with an original maturity date of three months or less to be cash and cash equivalents. SPF considers amounts included in the Local Agency Investment Fund (LAIF) to be investments.

(d) Investments

All investments are reported at fair value in accordance with GASB 72. Investments are reflected at fair value using quoted market prices, where available, otherwise they are recorded at estimated fair value. Realized and unrealized gains and losses are included in the accompanying statement of revenues, expenses, and changes in net position as investment income, net or as investment loss, net.

The framework for measuring fair value provides a fair value hierarchy that prioritizes the inputs to the valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1) and the lowest priority to unobservable inputs (Level 3). The three levels of the fair value hierarchy are described as follows:

Level 1 – Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets.

Level 2 – Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly, such as:

- Quoted prices for similar assets or liabilities in active markets;
- Quoted prices for identical or similar assets or liabilities in inactive markets;
- Inputs other than quoted prices that are observable for the asset or liability;
- Inputs that are derived principally from or corroborated by observable market data by correlation or other means.

Level 3 – Inputs to the valuation methodology are unobservable and significant to the fair market value measurement. There were no Level 3 investments to report.

Investments that are used for current operations are classified as short-term investments. Investments that are restricted for withdrawal or use for other than current operations and restricted as to the liquidity of the investments are classified as long-term investments.

(e) Accounts Receivable

Accounts receivable, net primarily consists of billed and unbilled amounts due from the federal government, state and local governments, and private sources in connection with reimbursement of allowable expenditures made pursuant to contracts and grants.

CAL POLY HUMBOLDT SPONSORED PROGRAMS FOUNDATION

Notes to the Financial Statements

Year Ended June 30, 2023

SPF provides a reserve for uncollectible accounts based upon a review of outstanding receivables. Accounts receivable, net considered uncollectible are charged against the reserve account in the year they are deemed to be uncollectible. The reserve for uncollectible accounts was \$0 for the fiscal year ending June 30, 2023.

(f) Capital Assets

Capital assets, net are stated at cost or estimated historical cost if purchased, or if donated, at estimated fair value at date of donation. Capital assets, net with a value of \$5,000 or more and with a useful life of one year or more are capitalized. Capital assets, net with the exception of land and land improvements, computer software and construction work in progress, are depreciated on a straight-line basis over their estimated useful lives, which range from 5 to 30 years. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend its life are expensed as incurred.

Depreciation expense is shown separately in the statements of revenues, expenses, and changes in net position rather than being allocated among other categories of operating expenses.

(g) Leases

SPF recognizes lease contracts or equivalents in accordance with GASB No. 87 Leases (GASB 87), recognizing a lease liability and an intangible right-to-use lease asset. This liability is calculated as the present value of payments SPF expects to make during the lease term, including any contract renewal options SPF is reasonably certain to exercise.

(h) Unearned Revenue

Unearned revenue consists primarily of grant and contract funds received in advance which have not been earned under the terms of the grant and contract agreement.

(i) Compensated Absences

Compensated absences consist of vacation leave earned by employees based on services rendered. Employees may accumulate up to 240 hours of vacation depending on years of service. Upon termination of employment, all unused vacation benefits are paid to employees. Accordingly, vacation benefits are accrued as a liability.

Generally, sick leave benefits provide for ordinary sick pay and are cumulative but do not vest with the employee. Therefore, a liability for sick leave benefits is not accrued.

(j) Net Position

SPF's net position is classified into the following net position categories:

Investment in capital assets – Capital assets, net of accumulated depreciation and outstanding principal balances of debt attributable to the acquisition, construction, or improvement of those assets.

CAL POLY HUMBOLDT SPONSORED PROGRAMS FOUNDATION

Notes to the Financial Statements

Year Ended June 30, 2023

Unrestricted – All other categories of net position. In addition, unrestricted net position may be designated for use by management of SPF. These designations limit the area of operations for which expenditures of net position may be made and require that unrestricted net position be designated to support future operations in these areas.

When an expense is incurred for purposes for which both restricted and unrestricted resources are available, restricted resources are applied first. In the event that restricted resources are fully expended, unrestricted resources are expended to support the activities of restricted, expendable resources. As of June 30, 2023, \$499,201 in unrestricted resources were expended to support these activities.

(k) Classification of Revenues and Expenses

SPF considers operating revenues and operating expenses in the statements of revenues, expenses, and changes in net position to be those revenues and expenses that result from exchange transactions or from other activities that are connected directly to SPF's primary functions. Exchange transactions include charges for services rendered and the acquisition of goods and services.

Included in operating revenues and operating expenses are those activities related to the grant and contract transactions of SPF. Program grants and contracts represent funds obtained from external agencies for the support of the mission of SPF and of CPH. Revenue from grants and contracts is recognized when expensed for the purpose specified is incurred. Amounts received in excess of expenses incurred as of the financial statements date are classified as unearned revenue.

Certain other transactions are reported as nonoperating revenues (expenses) in accordance with GASB Statement No. 35. These nonoperating activities include SPF's investment income, net; and gifts, noncapital.

(l) Use of Estimates

The preparation of financial statements in conformity with U.S. generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts in the accompanying financial statements. Actual results could differ from those estimates.

CAL POLY HUMBOLDT SPONSORED PROGRAMS FOUNDATION

Notes to the Financial Statements

Year Ended June 30, 2023

(2) Cash and Cash Equivalents and Investments

SPF's cash and cash equivalents and investments as of June 30, 2023 are classified in the accompanying statements of net position as follows:

	2023
Cash and cash equivalents	\$ 4,711,978
Total cash and cash equivalents	4,711,978
Short-term investments - net asset value	4,082,211
Other long-term investments - Level 2	300
Total investments	4,082,511
Total cash, cash equivalents and investments	\$ 8,794,489

(a) Cash and Cash Equivalents

Cash and cash equivalents consisted of demand deposits held at commercial banks and petty cash. Total cash and cash equivalents of \$4,711,978 had a corresponding carrying balance with the commercial banks of \$4,927,292 at June 30, 2023. The differences related primarily to deposits in transit and outstanding checks.

Custodial Credit Risk for Deposits

SPF maintains its cash in bank deposit accounts that are insured by the Federal Deposit Insurance Corporation (FDIC) up to a limit of \$250,000 per depositor. At June 30, 2023, SPF's uninsured, uncollateralized cash balances was \$4,668,631.

Management periodically assesses the financial condition of the institutions and believes that SPF is not exposed to any significant custodial credit risk related to cash.

(b) Short-term Investments

At June 30, 2023, SPF's short-term investments portfolio consists entirely of investments in the Local Agency Investment Fund (LAIF), a voluntary program created by statute as an alternative for California's local governments and special districts that allow affiliates to participate in a major investment portfolio. It is under the administration of the California State Treasurer's Office. LAIF is valued at net asset value calculated by fair market value of the pool divided by the amortized cost of the investments in the pool. Withdrawals can be made within 24 hours. There are no significant interest rate risks or credit risks to be disclosed in accordance with GASB Statement No. 40, Deposit and Investment Risk Disclosures - an amendment of GASB Statement No. 3.

The investment is not insured. However, these funds are invested in accordance with California Government Code Sections 16430 and 16480, the stated investment authority for the Pooled Money Investment Account. At June 30, 2023, cash in LAIF was \$4,082,211.

CAL POLY HUMBOLDT SPONSORED PROGRAMS FOUNDATION

Notes to the Financial Statements

Year Ended June 30, 2023

(c) Long-term Investments

For the year ended June 30, 2023, long-term investments consist of shares of capital stock previously gifted to SPF. All investments are stated at their fair market value. The fair value of the Baywood stock is based on estimated current selling price per share.

Long-term investment activity for the year ended June 30, 2023 consisted of the following:

	<u>Balance at June 30, 2022</u>	<u>Purchases/ Additions</u>	<u>(Settlements)/ Deletions</u>	<u>Balance at June 30, 2023</u>
Stock	\$ 300	\$ —	\$ —	\$ 300
Total	<u>\$ 300</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ 300</u>

Investment income, net for the year ended June 30, 2023, is summarized as follows:

	<u>2023</u>
Interest income	\$ 89,854
Total	<u>\$ 89,854</u>

(d) Investments Reported at Fair Market Value

As of June 30, 2023, the investments included within SPF's financial statements are classified as follows:

Level 2 - \$300 (100%) at June 30, 2023

Investments included in this level are the capital stock investments that were gifted to SPF. These shares are not traded on any active public exchange. The values reported for these shares is based on estimated current selling price per share.

Custodial Credit Risk

Custodial credit risk is the risk that in the event of the failure of a counterparty, SPF would not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. Financial instruments that potentially subject SPF to custodial risk are investments in excess of amounts insured by the FDIC or the Securities Investor Protector Corporation (SIPC). No policy exists related to custodial risk specifically. SPF does not have an investment policy.

Management periodically assesses the financial condition of the institution and believes that SPF is not exposed to any significant custodial credit risk related to investments.

CAL POLY HUMBOLDT SPONSORED PROGRAMS FOUNDATION

Notes to the Financial Statements

Year Ended June 30, 2023

(3) Accounts Receivable

Billed and unbilled accounts receivables, net as of June 30, 2023 is summarized as follows:

	2023
Federal grants and contracts	\$ 6,445,209
State and local grants and contracts	7,957,073
Non-governmental grants and contracts	1,517,504
Other receivables	32,251
Total	<u>\$ 15,952,037</u>

The allowance for uncollectible accounts is \$0 for the year ended June 30, 2023. Unbilled grant and contract receivables are \$11,789,320 as of June 30, 2023. The accounts receivable are pledged as collateral for the \$4,000,000 line of credit at a bank.

(4) Capital Assets

Capital assets activity for the year ended June 30, 2023, consisted of the following:

	Balance, June 30, 2022	Additions	Transfers / Retirements	Balance, June 30, 2023
Depreciable/amortizable capital assets:				
Buildings	\$ 490,279	\$ —	\$ —	\$ 490,279
Equipment	<u>958,157</u>	<u>178,813</u>	<u>(516,972)</u>	<u>619,998</u>
Total depreciable capital assets	<u>1,448,436</u>	<u>178,813</u>	<u>(516,972)</u>	<u>1,110,277</u>
Total cost	<u>1,448,436</u>	<u>178,813</u>	<u>(516,972)</u>	<u>1,110,277</u>
Less accumulated depreciation/amortization:				
Buildings	(340,263)	(16,341)	—	(356,604)
Equipment	<u>(379,987)</u>	<u>(74,614)</u>	<u>162,254</u>	<u>(292,347)</u>
Total accumulated depreciation	<u>(720,250)</u>	<u>(90,955)</u>	<u>162,254</u>	<u>(648,951)</u>
Net capital assets, excluding lease assets	<u>\$ 728,186</u>	<u>\$ 87,858</u>	<u>\$ (354,718)</u>	<u>\$ 461,326</u>

CAL POLY HUMBOLDT SPONSORED PROGRAMS FOUNDATION

Notes to the Financial Statements

Year Ended June 30, 2023

Equipment purchased with grant and contract monies are held by SPF. Title is held by SPF and, upon completion of the grant or contract, the equipment is transferred to CPH or the funding agency, depending on the individual terms of the agreement.

For the year ended June 30, 2023, capital assets with a net book value of \$354,718 were transferred from SPF to CPH.

Total depreciation expense for SPF for the year ended June 30, 2023 was \$221,415.

(5) Long-term liabilities

Long-term liabilities activities for the year ended June 30, 2023 is summarized as follows:

	<u>Balance at June 30, 2022</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance at June 30, 2023</u>	<u>Current Portion</u>	<u>Long-Term Portion</u>
Accrued compensated absences	\$ 399,310	\$ 420,346	\$ (413,801)	\$ 405,855	\$ 295,801	\$ 110,054
Unearned revenue	<u>3,365,128</u>	<u>16,767,201</u>	<u>(8,969,409)</u>	<u>11,162,920</u>	<u>5,974,730</u>	<u>5,188,190</u>
	<u>3,764,438</u>	<u>17,187,547</u>	<u>(\$9,383,210)</u>	<u>11,568,775</u>	<u>6,270,531</u>	<u>5,298,244</u>
Capitalized lease obligations, net of current portion						<u>141,669</u>
Total long-term obligations as reported in the statement of net position						<u>\$ 5,439,913</u>

(6) Line of Credit

SPF renewed a line of credit with a bank on October 12, 2022. The loan is secured by all accounts receivable. The loan agreement is available for short-term cash needs, with a maximum amount available of \$4,000,000. The agreement requires monthly interest-only payments at a variable interest rate of 0.75% above the bank's reference rate. The loan agreement expires on October 15, 2024. There was no outstanding balance on the loan as of June 30, 2023.

CAL POLY HUMBOLDT SPONSORED PROGRAMS FOUNDATION

Notes to the Financial Statements

Year Ended June 30, 2023

(7) Net Position

As of June 30, 2023, the unrestricted portion of SPF's net position was designated for the following purposes:

Funds:		<u>2023</u>
Sponsored programs related funds	\$	<u>2,770,836</u>
Campus program funds		<u>26,273</u>
Total funds		<u>2,797,109</u>
Current operations and working capital		<u>5,183,125</u>
Total	\$	<u><u>7,980,234</u></u>

The Board of Directors passed a resolution to increase the reserve from \$4,000,000 to \$5,000,000. This reserve is for current operations and working capital, capital replacements, contingent liabilities, and planned future operations. SPF will build up the reserve by setting aside \$4,000,000 and 20% of their cash & cash equivalents over \$4,000,000 each fiscal year beginning with the fiscal year ending June 30, 2020. As of June 30, 2023, SPF requires an additional \$438,233 to meet its reserve target.

(8) Adoption of GASB 96

SPF implemented GASB No. 96 Subscription Based Information Technology Arrangements (SBITA)(GASB 96) as of July 1, 2022. As June 30, 2023 SPF was not a party to any agreements that met the definition of a SBITA as defined by GASB 96.

CAL POLY HUMBOLDT SPONSORED PROGRAMS FOUNDATION

Notes to the Financial Statements

Year Ended June 30, 2023

(9) Leases

SPF is a lessee for cancellable lease of office space with lease terms through 2026. There are no residual value guarantees included in the measurement of SPF's lease liability nor recognized as an expense for the year ended June 30, 2023. SPF does not have any commitments that were incurred at the commencement of the leases. SPF is subject to variable office space usage payments that are expensed when incurred. \$103,810 was recognized as variable lease payments as lease expense on the statement of revenues, expenses, and changes in net position. No termination penalties were incurred during the fiscal year.

SPF has the following right-to-use assets included in capital lease assets on the statement of net position:

	Balance, June 30, 2022	Additions	Deletions	Balance, June 30, 2023
GOVERNMENTAL ACTIVITIES				
Right-to-use assets				
Buildings	388,720	42,503	—	431,223
Total right-to-use assets	388,720	42,503	—	431,223
Less accumulated depreciation				
Buildings	(57,370)	(130,460)	—	(187,830)
Net right-to-use assets	\$ 331,350	\$ (87,957)	\$ —	\$ 243,393

SPF recognized \$130,460 in depreciation expense in relation to the right-to-use assets above which is included in the operating expenses on the statement of revenues, expenses, and changes in net position.

(10) Commitments and Contingencies

Revenue for SPF is derived primarily from governmental and private agencies for performance on grants and contracts. Expenditures under these programs are subject to final audits that could result in disallowances under the terms of the grant. Management believes that disallowances, if any, resulting from such audits will not have a material effect on the financial statements.

CAL POLY HUMBOLDT SPONSORED PROGRAMS FOUNDATION

Notes to the Financial Statements

Year Ended June 30, 2023

(11) Classification of Operating Expenses

SPF has elected to report operating expenses by functional classification in the statements of revenues, expenses, and changes in net position, and to provide the natural classification of those expenses as an additional disclosure. For the year ended June 30, 2023, operating expenses by natural classification consisted of the following:

	<u>Salaries</u>	<u>Benefits</u>	<u>Scholarships and fellowships</u>	<u>Supplies and other services</u>	<u>Depreciation</u>	<u>Total</u>
Functional classification:						
Research	\$ 7,374,813	\$ 1,981,020	\$ -	\$ 7,761,812	\$ -	\$ 17,117,645
Public service	6,803,793	2,424,888	-	11,639,220	-	20,867,901
Academic support	250,251	69,835	-	284,066	-	604,152
Student services	358,831	137,613	-	286,352	-	782,796
Institutional support	3,335	1,117	-	13,050	-	17,502
Plant		-	-	7,924	-	7,924
Scholarships and fellowships	-	-	117,767		-	117,767
Auxiliary enterprise	961,528	461,735	-	1,303,605	-	2,726,868
Depreciation		-	-	-	221,415	221,415
Total	<u>\$ 15,752,551</u>	<u>\$ 5,076,208</u>	<u>\$ 117,767</u>	<u>\$ 21,296,029</u>	<u>\$ 221,415</u>	<u>\$ 42,463,970</u>

CAL POLY HUMBOLDT SPONSORED PROGRAMS FOUNDATION

Notes to the Financial Statements

Year Ended June 30, 2023

(12) Defined Contribution Plan

SPF maintains the Cal Poly Humboldt Foundation 403(b) DC plan (the Plan). The plan is qualified under IRS Section 403(b) and covers eligible employees, as defined by the Plan.

(a) Plan Description

SPF is the Plan's sponsor and serves as plan administrator. The plan was amended, effective October 1, 2018 to allow for employee deferral contributions, at which time the Plan opened a new account with Principal Trust Company (Principal) to accept the employee deferral contributions. The Plan was also amended effective October 1, 2018 to merge in the Cal Poly Humboldt Foundation Foundation 403 (b) TDA Plan (TDA Plan), another plan sponsored by SPF. The TDA Plan's custodians are Teachers Insurance and Annuity Association (TIAA) and College Retirement Equities Fund (CREF). TIAA and CREF hold the assets and execute investment transactions for the TDA Plan. TIAA and CREF are agents which provide variable individual and group annuities for retirement and tax-deferred savings plans at nonprofit or publicly supported colleges, universities, and other educational and research organizations. The TDA Plan is a defined contribution plan. The contributions are invested and then disbursed at the time of the employees' retirement in the form of lifetime income or other payment options.

(b) Funding Policy

Participant contributions – Prior to October 1, 2018, the Plan did not allow for employee contributions. Effective October 1, 2018, the Plan was amended to allow participants to contribute between 1% and 100% of pretax annual compensation. Participants may also elect to make Roth contributions utilizing after-tax contributions. Participants who have attained age 50 before the end of the Plan year are eligible to make catch-up contributions. Participants may also contribute amounts representing distributions from other qualified defined benefit or defined contribution plans.

Employer non-elective contributions – SPF makes non-elective contributions equal to 10% of the participant's eligible compensation.

(c) Annual Contribution Costs and Pension Expense

SPF contributed \$716,262 on behalf of covered employees for the year ended June 30, 2023. These amounts are also the pension expense for these periods.

CAL POLY HUMBOLDT SPONSORED PROGRAMS FOUNDATION

Notes to the Financial Statements

Year Ended June 30, 2023

(13) Transfers to Other Campus Entities

Occasionally, SPF finds it appropriate to transfer certain fiscal responsibilities to CPH or to other campus entities. During the year ended June 30, 2023, SPF transferred the following to CPH:

	<u>2023</u>
Transfer of fixed assets to the University	\$ <u>354,718</u>
Total	\$ <u><u>354,718</u></u>

(14) Transactions with Related Entities

(a) *Business Services Agreement*

SPF receives accounting and business services and human resource services from CPH through a Business Services Agreement. For the year ended June 30, 2023, SPF paid to CPH \$891,510, of which \$0 was owed at June 30, 2023. (Included in Payments to CPH for other than salaries of CPH personnel below.)

(b) *General Operations Payroll*

SPF reimburses CPH for salaries and benefits paid by CPH of certain post-award employees and one-half of the research administration of SPF's general operations. The amount reimbursed to CPH for the year ended June 30, 2023 was \$706,360, of which \$292,089 was owed at June 30, 2023. (Included in Payments to CPH for salaries of CPH personnel working on contracts, grants, and other programs and Accounts (payable to) CPH below.)

CPH also supports the pre-award and compliance functionality, and one-half of the research administration functionality of SPF as a state function. CPH provided support for the pre-award and compliance functionality and the research administration functionality at an unreimbursed value of \$732,631, for the year ended June 30, 2023.

CAL POLY HUMBOLDT SPONSORED PROGRAMS FOUNDATION

Notes to the Financial Statements

Year Ended June 30, 2023

(c) Summary of Transactions with related entities

The accompanying financial statements also include the following transactions with CPH and related auxiliary organizations for the years ended June 30, 2023:

	<u>2023</u>
Payments to CPH for salaries of University personnel working on contracts, grants, and other programs	\$ 1,758,790
Payments to CPH for other than salaries of University personnel	4,023,593
Payments received from CPH for services, space, and programs	1,112,224
Gifts (cash or assets) to CPH from discretely presented component units	354,718
Accounts (payable to) CPH	(572,997)
Accounts receivable from CPH	—
Payments to CPH Foundation	4,794
Payments received from CPH Foundation	935,140

SUPPLEMENTARY INFORMATION

Cal Poly Humboldt Sponsored Programs Foundation

Schedule of Net Position

June 30, 2023

(for inclusion in the California State University Financial Statements)

Assets:

Current assets:

Cash and cash equivalents	4,711,978
Short-term investments	4,082,211
Accounts receivable, net	15,952,037
Lease receivable, current portion	-
P3 receivable, current portion	-
Notes receivable, current portion	-
Pledges receivable, net	-
Prepaid expenses and other current assets	44,749
	<hr/>
Total current assets	24,790,975
	<hr/>

Noncurrent assets:

Restricted cash and cash equivalents	-
Accounts receivable, net	-
Lease receivable, net of current portion	-
P3 receivable, net of current portion	-
Notes receivable, net of current portion	-
Student loans receivable, net	-
Pledges receivable, net	-
Endowment investments	-
Other long-term investments	300
Capital assets, net	704,719
Other assets	-
	<hr/>
Total noncurrent assets	705,019
	<hr/>
Total assets	25,495,994
	<hr/>

Deferred outflows of resources:

Unamortized loss on debt refunding	-
Net pension liability	-
Net OPEB liability	-
Leases	-
P3	-
Others	-
	<hr/>
Total deferred outflows of resources	-
	<hr/>

Liabilities:

Current liabilities:

Accounts payable	4,324,030
Accrued salaries and benefits	846,897
Accrued compensated absences, current portion	295,801
Unearned revenues	5,974,730
Lease liabilities, current portion	109,789
SBITA liabilities - current portion	-

P3 liabilities - current portion	-
Long-term debt obligations, current portion	-
Claims liability for losses and loss adjustment expenses, current portion	-
Depository accounts	-
Other liabilities	63,274
Total current liabilities	11,614,521
Noncurrent liabilities:	
Accrued compensated absences, net of current portion	110,054
Unearned revenues	5,188,190
Grants refundable	-
Lease liabilities, net of current portion	141,669
SBITA liabilities, net of current portion	-
P3 liabilities, net of current portion	-
Long-term debt obligations, net of current portion	-
Claims liability for losses and loss adjustment expenses, net of current portion	-
Depository accounts	-
Net other postemployment benefits liability	-
Net pension liability	-
Other liabilities	-
Total noncurrent liabilities	5,439,913
Total liabilities	17,054,434
Deferred inflows of resources:	
P3 service concession arrangements	-
Net pension liability	-
Net OPEB liability	-
Unamortized gain on debt refunding	-
Nonexchange transactions	-
Lease	-
P3	-
Others	-
Total deferred inflows of resources	-
Net position:	
Net investment in capital assets	461,326
Restricted for:	
Nonexpendable – endowments	-
Expendable:	
Scholarships and fellowships	-
Research	-
Loans	-
Capital projects	-
Debt service	-
Others	-
Unrestricted	7,980,234
Total net position	8,441,560
	OK

Cal Poly Humboldt Sponsored Programs Foundation
Schedule of Revenues, Expenses, and Changes in Net Position
Year ended June 30, 2023
(for inclusion in the California State University Financial Statements)

Revenues:

Operating revenues:

Student tuition and fees, gross	-
Scholarship allowances (enter as negative)	-

Grants and contracts, noncapital:

Federal	12,747,003
State	16,711,716
Local	2,158,072
Nongovernmental	6,370,926
Sales and services of educational activities	-
Sales and services of auxiliary enterprises, gross	-
Scholarship allowances (enter as negative)	-
Other operating revenues	4,090,362

Total operating revenues	42,078,079
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Expenses:

Operating expenses:

Instruction	-
Research	17,117,645
Public service	20,867,901
Academic support	604,152
Student services	782,796
Institutional support	17,502
Operation and maintenance of plant	7,924
Student grants and scholarships	117,767
Auxiliary enterprise expenses	2,726,868
Depreciation and amortization	221,415

Total operating expenses	42,463,970
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Operating income (loss)	(385,891)
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Nonoperating revenues (expenses):

State appropriations, noncapital	-
Federal financial aid grants, noncapital	-
State financial aid grants, noncapital	-
Local financial aid grants, noncapital	-
Nongovernmental and other financial aid grants, noncapital	-
Other federal nonoperating grants, noncapital	-
Gifts, noncapital	-
Investment income (loss), net	89,855
Endowment income (loss), net	-
Interest expense	-
Other nonoperating revenues (expenses)	(354,718)

Net nonoperating revenues (expenses)	(264,863)
Income (loss) before other revenues (expenses)	(650,754)
State appropriations, capital	-
Grants and gifts, capital	-
Additions (reductions) to permanent endowments	-
Increase (decrease) in net position	(650,754)
Net position:	
Net position at beginning of year, as previously reported	9,092,314
Restatements	-
Net position at beginning of year, as restated	9,092,314
Net position at end of year	8,441,560
	OK

Cal Poly Humboldt Sponsored Programs Foundation
Other Information
June 30, 2023
(for inclusion in the California State University Financial Statements)

1 Cash and cash equivalents:

Portion of restricted cash and cash equivalents related to endowments

All other restricted cash and cash equivalents

Noncurrent restricted cash and cash equivalents

Current cash and cash equivalents

Total

	-
	-
	4,711,978
	<u>4,711,978</u>

2.1 Composition of investments:

Investment Type	Current	Noncurrent	Total
Money market funds	-	-	-
Repurchase agreements	-	-	-
Certificates of deposit	-	-	-
U.S. agency securities	-	-	-
U.S. treasury securities	-	-	-
Municipal bonds	-	-	-
Corporate bonds	-	-	-
Asset-backed securities	-	-	-
Mortgage-backed securities	-	-	-
Commercial paper	-	-	-
Supranational	-	-	-
Mutual funds	-	-	-
Exchange-traded funds	-	-	-
Equity securities	-	-	-
Alternative investments:			
Private equity (including limited partnerships)	-	-	-
Hedge funds	-	-	-
Managed futures	-	-	-
Real estate investments (including REITs)	-	-	-
Commodities	-	-	-
Derivatives	-	-	-
Other alternative investments	-	-	-
Other external investment pools	-	-	-
CSU Consolidated Investment Pool (formerly SWIFT)	4,082,211	-	4,082,211
State of California Local Agency Investment Fund (LAIF)	-	-	-
State of California Surplus Money Investment Fund (SMIF)	-	-	-
Other investments:			
Stock	-	300	300
	-	-	-
	-	-	-
	-	-	-
Total other investments	-	300	300
Total investments	4,082,211	300	4,082,511
Less endowment investments (enter as negative number)	-	-	-
Total investments, net of endowments	\$ 4,082,211	300	4,082,511

2.2 Fair value hierarchy in investments:

Investment Type	Total	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)	Net Asset Value (NAV)
Money market funds	\$ -	-	-	-	-
Repurchase agreements	-	-	-	-	-
Certificates of deposit	-	-	-	-	-
U.S. agency securities	-	-	-	-	-
U.S. treasury securities	-	-	-	-	-
Municipal bonds	-	-	-	-	-
Corporate bonds	-	-	-	-	-
Asset-backed securities	-	-	-	-	-
Mortgage-backed securities	-	-	-	-	-
Commercial paper	-	-	-	-	-
Supranational	-	-	-	-	-
Mutual funds	-	-	-	-	-
Exchange-traded funds	-	-	-	-	-
Equity securities	-	-	-	-	-
Alternative investments:					
Private equity (including limited partnerships)	-	-	-	-	-
Hedge funds	-	-	-	-	-
Managed futures	-	-	-	-	-
Real estate investments (including REITs)	-	-	-	-	-
Commodities	-	-	-	-	-
Derivatives	-	-	-	-	-
Other alternative investments	-	-	-	-	-
Other external investment pools	-	-	-	-	-
CSU Consolidated Investment Pool (formerly SWIFT)	-	-	-	-	-
State of California Local Agency Investment Fund (LAIF)	4,082,211	-	-	-	4,082,211
State of California Surplus Money Investment Fund (SMIF)	-	-	-	-	-
Other investments:					
Stock	300	-	300	-	-
	-	-	-	-	-
	-	-	-	-	-
	-	-	-	-	-
Total other investments	300	-	300	-	-
Total investments	\$ 4,082,511	-	300	-	4,082,211

2.3 Investments held by the University under contractual agreements:

	Current	Noncurrent	Total
Investments held by the University under contractual agreements e.g. - CSU Consolidated Investment Pool (formerly SWIFT):		\$ -	-

3.1 Capital Assets, exclude ROU assets:

Composition of capital assets, excluding ROU assets:	Balance June 30, 2022	Reclassifications	Prior Period Additions	Prior Period Retirements	Balance June 30, 2022 (Restated)	Additions	Retirements	Transfer of completed CWIP/PWIP	Balance June 30, 2023
Non-depreciable/Non-amortizable capital assets:									
Land and land improvements					\$ -	-	-	-	-
Works of art and historical treasures					-	-	-	-	-
Construction work in progress (CWIP)					-	-	-	-	-
Intangible assets:									
Rights and easements					-	-	-	-	-
Patents, copyrights and trademarks					-	-	-	-	-
Intangible assets in progress (PWIP)					-	-	-	-	-
Licenses and permits					-	-	-	-	-
Other intangible assets:					-	-	-	-	-
					-	-	-	-	-
					-	-	-	-	-
					-	-	-	-	-
					-	-	-	-	-
Total Other intangible assets	-	-	-	-	-	-	-	-	-
Total intangible assets	-	-	-	-	-	-	-	-	-
Total non-depreciable/non-amortizable capital assets	\$ -	-	-	-	\$ -	-	-	-	-
Depreciable/Amortizable capital assets:									
Buildings and building improvements	490,279				490,279				490,279
Improvements, other than buildings					-				-
Infrastructure					-				-
Leasehold improvements					-				-
Personal property:									
Equipment	958,157				958,157	178,813	(516,972)		619,998
Library books and materials					-				-
Intangible assets:									
Software and websites					-				-
Rights and easements					-				-
Patents, copyrights and trademarks					-				-
Licenses and permits					-				-
Other intangible assets:					-				-
					-				-
					-				-
					-				-
					-				-
Total Other intangible assets	-	-	-	-	-	-	-	-	-
Total intangible assets	-	-	-	-	-	-	-	-	-
Total depreciable/amortizable capital assets	1,448,436	-	-	-	1,448,436	178,813	(516,972)	-	1,110,277
Total capital assets	\$ 1,448,436	-	-	-	\$ 1,448,436	178,813	(516,972)	-	1,110,277
Less accumulated depreciation/amortization:									
Buildings and building improvements	\$ (340,263)				\$ (340,263)	(16,341)			(356,604)
Improvements, other than buildings					-				-
Infrastructure					-				-
Leasehold improvements					-				-
Personal property:									
Equipment	(379,987)				(379,987)	(74,614)	162,254		(292,347)
Library books and materials					-				-
Intangible assets:									
Software and websites					-				-
Rights and easements					-				-
Patents, copyrights and trademarks					-				-
Licenses and permits					-				-
Other intangible assets:					-				-
					-				-
					-				-
					-				-
Total Other intangible assets	-	-	-	-	-	-	-	-	-
Total intangible assets	-	-	-	-	-	-	-	-	-
Total accumulated depreciation/amortization	(720,250)	-	-	-	(720,250)	(90,955)	162,254	-	(648,951)
Total capital assets, net excluding ROU assets	\$ 728,186	-	-	-	\$ 728,186	87,858	(354,718)	-	461,326

Capital Assets, Right of Use

<u>Composition of capital assets - Lease ROU, net:</u>	Balance June 30, 2022	Prior Period Reclassifications	Prior Period Additions	Prior Period Reductions	Balance June 30, 2022 (Restated)	Additions	Remeasurements	Reductions	Balance June 30, 2023
Non-depreciable/Non-amortizable lease assets:									
Land and land improvements					-				-
Total non-depreciable/non-amortizable lease assets	-	-	-	-	-	-	-	-	-
Depreciable/Amortizable lease assets:									
Land and land improvements					-				-
Buildings and building improvements	388,720				388,720	42,503			431,223
Improvements, other than buildings					-				-
Infrastructure					-				-
Personal property:									
Equipment					-				-
Total depreciable/amortizable lease assets	388,720	-	-	-	388,720	42,503	-	-	431,223
Less accumulated depreciation/amortization:									
Land and land improvements					-				-
Buildings and building improvements	(57,370)				(57,370)	(130,460)			(187,830)
Improvements, other than buildings					-				-
Infrastructure					-				-
Personal property:									
Equipment					-				-
Total accumulated depreciation/amortization	(57,370)	-	-	-	(57,370)	(130,460)	-	-	(187,830)
Total capital assets - lease ROU, net	331,350	-	-	-	331,350	(87,957)	-	-	\$ 243,393

<u>Composition of capital assets - SBITA ROU, net</u>	Balance June 30, 2022	Reclassifications	Prior Period Additions	Prior Period Reductions	Balance June 30, 2022 (Restated)	Additions	Remeasurements	Reductions	Balance June 30, 2023
Depreciable/Amortizable SBITA assets:									
Software					-				-
Total depreciable/amortizable SBITA assets	-	-	-	-	-	-	-	-	-
Less accumulated depreciation/amortization:									
Software					-				-
Total accumulated denreciation/amortization	-	-	-	-	-	-	-	-	-
Total capital assets - SBITA ROU, net	-	-	-	-	-	-	-	-	-

<u>Composition of capital assets - P3 ROU, net:</u>	Balance June 30, 2022	Reclassifications	Prior Period Additions	Prior Period Reductions	Balance June 30, 2022 (Restated)	Additions	Remeasurements	Reductions	Balance June 30, 2023
Non-depreciable/Non-amortizable P3 assets:									
Land and land improvements					-				-
Total non-depreciable/non-amortizable P3 assets	-	-	-	-	-	-	-	-	-
Denreciable/Amortizable P3 assets:									
Land and land improvements					-				-
Buildings and building improvements					-				-
Improvements, other than buildings					-				-
Infrastructure					-				-
Personal property:									
Equipment					-				-
Total depreciable/amortizable P3 assets	-	-	-	-	-	-	-	-	-
Less accumulated denreciation/amortization:									
Land and land improvements					-				-
Buildings and building improvements					-				-
Improvements, other than buildings					-				-
Infrastructure					-				-
Personal property:									
Equipment					-				-
Total accumulated denreciation/amortization	-	-	-	-	-	-	-	-	-
Total capital assets - P3 ROU, net	-	-	-	-	-	-	-	-	\$ -

Total capital assets, net including ROU assets

\$ 704,719

3.2 Detail of depreciation and amortization expense:

Depreciation and amortization expense - capital assets, excluding ROU assets	\$	90,955
Amortization expense - Leases ROU	\$	130,460
Amortization expense - SBITA ROU		-
Amortization expense - P3 ROU		-
Depreciation and Amortization expense - Others		-
Total depreciation and amortization	\$	221,415

4 Long-term liabilities:

	Balance June 30, 2022	Prior Period Adjustments/Reclassifications	Balance June 30, 2022 (Restated)	Additions	Reductions	Balance June 30, 2023	Current Portion	Noncurrent Portion
1. Accrued compensated absences	\$ 399,310		399,310	420,346	(413,801)	405,855	295,801	110,054
2. Claims liability for losses and loss adjustment expenses	-		-			-		-
3. Capital lease obligations (pre-ASC 842):								
Gross balance	-		-			-	-	-
Unamortized net premium/(discount)	-		-	-		-	-	-
Total capital lease obligations (pre ASC 842)	-	-	-	-	-	-	-	-
4. Long-term debt obligations:								
4.1 Auxiliary revenue bonds (non-SRB related)	-		-			-		-
4.2 Commercial paper	-		-			-		-
4.3 Notes payable (SRB related)	-		-			-		-
4.4 Finance purchase of capital assets	-		-			-		-
4.5 Others:	-		-			-		-
	-		-			-		-
	-		-			-		-
Total others	-		-	-	-	-	-	-
Sub-total long-term debt	-	-	-	-	-	-	-	-
4.6 Unamortized net bond premium/(discount)	-		-			-	-	-
Total long-term debt obligations	\$ -	-	-	-	- \$	-	-	-

5. Lease, SBITA, P3 liabilities:

	Balance June 30, 2022	Prior Period Adjustments/Reclassifications	Additions	Remeasurements	Reductions	Balance June 30, 2023	Current Portion	Noncurrent Portion
Lease liabilities	332,566		189,492		(270,600)	251,458	109,789	141,669
SBITA liabilities	-		-			-		-
P3 liabilities - SCA	-		-			-		-
P3 liabilities - non-SCA	-		-			-		-
Sub-total P3 liabilities	-	-	-	-	-	-	-	-
Total Lease, SBITA, P3 liabilities	\$ 332,566	\$ -	189,492	-	(270,600)	251,458	109,789	141,669
Total long-term liabilities						\$ 657,313	405,590	251,723

5 Future minimum payments schedule - leases, SBITA, P3:

	Lease Liabilities			SBITA liabilities			Public-Private or Public-Public Partnerships (P3)			Total Leases, SBITA, P3 liabilities		
	Principal	Interest	Principal and Interest	Principal	Interest	Principal and Interest	Principal	Interest	Principal and Interest	Principal Only	Interest Only	Principal and Interest
Year ending June 30:												
2024	\$ 109,789	3,717	113,506	-	-	-	-	-	-	109,789	3,717	113,506
2025	91,421	1,728	93,149	-	-	-	-	-	-	91,421	1,728	93,149
2026	50,248	243	50,491	-	-	-	-	-	-	50,248	243	50,491
2027	-	-	-	-	-	-	-	-	-	-	-	-
2028	-	-	-	-	-	-	-	-	-	-	-	-
2029 - 2033	-	-	-	-	-	-	-	-	-	-	-	-
2034 - 2038	-	-	-	-	-	-	-	-	-	-	-	-
2039 - 2043	-	-	-	-	-	-	-	-	-	-	-	-
2044 - 2048	-	-	-	-	-	-	-	-	-	-	-	-
2049 - 2053	-	-	-	-	-	-	-	-	-	-	-	-
Thereafter	-	-	-	-	-	-	-	-	-	-	-	-
Total minimum payments	\$ 251,458	5,688	257,146	-	-	-	-	-	-	251,458	5,688	257,146
Less: amounts representing interest												(5,688)
Present value of future minimum payments												251,458
Total Leases, SBITA, P3 liabilities												251,458
Less: current portion												(109,789)
Leases, SBITA, P3 liabilities, net of current portion												\$ 141,669

6 Future minimum payments schedule - Long-term debt obligations:

	Auxiliary revenue bonds (non-SRB related)			All other long-term debt obligations			Total long-term debt obligations		
	Principal	Interest	Principal and Interest	Principal	Interest	Principal and Interest	Principal	Interest	Principal and Interest
Year ending June 30:									
2024			-			-	-	-	-
2025			-			-	-	-	-
2026			-			-	-	-	-
2027			-			-	-	-	-
2028			-			-	-	-	-
2029 - 2033			-			-	-	-	-
2034 - 2038			-			-	-	-	-
2039 - 2043			-			-	-	-	-
2044 - 2048			-			-	-	-	-
2049 - 2053			-			-	-	-	-
Thereafter			-			-	-	-	-
Total minimum payments	\$ -	-	-	-	-	-	-	-	-
Less: amounts representing interest									-
Present value of future minimum payments									-
Unamortized net premium/(discount)									-
Total long-term debt obligations									-
Less: current portion									-
Long-term debt obligations, net of current portion									\$ -

7 Transactions with related entities:

Payments to University for salaries of University personnel working on contracts, grants, and other programs	\$ 1,758,790
Payments to University for other than salaries of University personnel	4,023,593
Payments received from University for services, space, and programs	1,112,224
Gifts-in-kind to the University from discretely presented component units	
Gifts (cash or assets) to the University from discretely presented component units	354,718
Accounts payable to University	(572,997)
Other amounts payable to University	-
Accounts receivable from University	
Other amounts receivable from University	

8 Restatements

Restate	Enter transaction description	Debit/(Credit)

Restate	Enter transaction description	\$ -

\$ -

9 Natural classifications of operating expenses:

	Salaries	Benefits - Other	Benefits - Pension	Benefits - OPEB	Scholarships and fellowships	Supplies and other services	Depreciation and amortization	Total operating expenses
Instruction	\$ -	-	-	-	-	-	-	-
Research	7,374,813	1,683,434	297,586	-	-	7,761,812	-	17,117,645
Public service	6,803,793	2,062,720	362,168	-	-	11,639,220	-	20,867,901
Academic support	250,251	66,264	3,571	-	-	284,066	-	604,152
Student services	358,831	117,207	20,406	-	-	286,352	-	782,796
Institutional support	3,335	925	192	-	-	13,050	-	17,592
Operation and maintenance of plant	-	-	-	-	-	7,924	-	7,924
Student grants and scholarships	-	-	-	-	117,767	-	-	117,767
Auxiliary enterprise expenses	961,528	429,472	32,263	-	-	1,303,605	-	2,726,868
Depreciation and amortization	-	-	-	-	-	-	221,415	221,415
Total operating expenses	\$ 15,752,551	4,360,022	716,186	-	117,767	21,296,029	221,415	\$ 42,463,970

Select type of pension plan >>

N/A

10 Deferred outflows/inflows of resources:

1. Deferred Outflows of Resources

Deferred outflows - unamortized loss on refunding(s)
Deferred outflows - net pension liability
Deferred outflows - net OPEB liability
Deferred outflows - leases
Deferred outflows - P3
Deferred outflows - others:
Sales/intra-entity transfers of future revenues
Gain/loss on sale leaseback
Loan origination fees and costs
Change in fair value of hedging derivative instrument
Irrevocable split-interest agreements

Total deferred outflows - others

-

Total deferred outflows of resources

\$ -

2. Deferred Inflows of Resources

Deferred inflows - P3 service concession arrangements
Deferred inflows - net pension liability
Deferred inflows - net OPEB liability
Deferred inflows - unamortized gain on debt refunding(s)
Deferred inflows - nonexchange transactions
Deferred inflows - leases
Deferred inflows - P3
Deferred inflows - others:
Sales/intra-entity transfers of future revenues
Gain/loss on sale leaseback
Loan origination fees and costs
Change in fair value of hedging derivative instrument
Irrevocable split-interest agreements

Total deferred inflows - others

-

Total deferred inflows of resources

\$ -

11 Other nonoperating revenues (expenses)

Other nonoperating revenues
Other nonoperating (expenses)
Total other nonoperating revenues (expenses)

(354,718)
(354,718)
\$ (354,718)

CAL POLY HUMBOLDT SPONSORED PROGRAMS FOUNDATION

Note to Supplementary Information

Year Ended June 30, 2023

(1) Organization

As an auxiliary organization of the California State University (CSU), Cal Poly Humboldt Sponsored Programs Foundation (SPF) is required to include audited supplementary information in its financial statements in the form and content specified by the CSU. As a result, there are differences in the presentation of certain financial statement line items between SPF's financial statements and the supplementary schedules for the CSU.

(a) *Statement of Revenues, Expenses, and Changes in Net Position*

For purposes of the supplementary schedule, certain revenues are consolidated into a single financial statement line.

A reconciliation of other operating revenue as of June 30, 2023, is as follows:

Statement of Revenues, Expenses, and Changes in Net Position	2023
Indirect cost revenue	\$ 3,610,234
Other operating revenues	480,128
Total other operating revenues	<u>\$ 4,090,362</u>
Supplementary Schedule	
Statement of Revenues, Expenses, and Changes in Net Position	
Other operating revenues	<u>\$ 4,090,362</u>

SINGLE AUDIT REPORTS

Report of Independent Auditors on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards*

The Board of Directors
Cal Poly Humboldt Sponsored Programs Foundation
Arcata, California

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the business-type activities of Cal Poly Humboldt Sponsored Programs Foundation (the Foundation), a component unit of Cal Poly Humboldt, as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the Foundation's basic financial statements, and have issued our report thereon dated September 18, 2023.

Report on Internal Control Over Financial Reporting

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

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

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

Report on Compliance and Other Matters

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

Purpose of this Report

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

A handwritten signature in cursive script that reads "Moss Adams LLP".

Medford, Oregon
September 18, 2023

Report of Independent Auditors on Compliance for Each Major Federal Program and Report on Internal Control Over Compliance Required by the Uniform Guidance

The Board of Directors
Cal Poly Humboldt Sponsored Programs Foundation
Arcata, California

Report on Compliance for Major Federal Programs

Opinion on Major Federal Programs

We have audited Cal Poly Humboldt Sponsored Programs Foundation's (the Foundation) compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on the Foundation's major federal programs for the year ended June 30, 2023. The Foundation's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, the Foundation complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on its major federal programs for the year ended June 30, 2023.

Basis for Opinion on Major Federal Programs

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*); and the audit requirements of Title 2 U.S. *Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the Foundation and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for the major federal programs. Our audit does not provide a legal determination of the Foundation's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to the Foundation's federal programs.

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the Foundation's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material, if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the Foundation's compliance with the requirements of the major federal programs as a whole.

In performing an audit in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance, we

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the Foundation's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the Foundation's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the Foundation's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Report on Internal Control Over Compliance

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

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

A handwritten signature in black ink that reads "Moss Adams LLP". The signature is written in a cursive, flowing style.

Medford, Oregon
September 18, 2023

HUMBOLDT STATE UNIVERSITY SPONSORED PROGRAMS FOUNDATION
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2023

Federal Grantor/Pass through Grantor/ Program or Cluster Title	Federal Assistance Listing Number	Pass-Through Entity Identifying Number	Passed Through to Subrecipients	Federal Expenditures
RESEARCH AND DEVELOPMENT CLUSTER:				
Department of Agriculture - Forest Service				
California Logging Industry Assessment	10.714		\$	9,565
Aspen Community Restoration	10.RD2			9,087
Meadow Restorationa and Wildfire	10.RD3			21,812
Forest Health Protection	10.680			13,400
Partnership Agreements Department of Agriculture Forest Service	10.699			(1,392)
Partnership Agreements Department of Agriculture Forest Service	10.699			(523)
Partnership Agreements Department of Agriculture Forest Service	10.699			(1,578)
Partnership Agreements Department of Agriculture Forest Service	10.699			8,897
Partnership Agreements Department of Agriculture Forest Service	10.699			103,147
Partnership Agreements Department of Agriculture Forest Service	10.699			57,211
Partnership Agreements Department of Agriculture Forest Service	10.699			288,151
Partnership Agreements Department of Agriculture Forest Service	10.699			404,484
Partnership Agreements Department of Agriculture Forest Service	10.699			119,598
Subtotal ALN 10.699				977,995
Research Joint Venture and Cost Reimbursable Agreements	10.707			13,706
Research Joint Venture and Cost Reimbursable Agreements	10.707			14,054
Research Joint Venture and Cost Reimbursable Agreements	10.707			9,330
Research Joint Venture and Cost Reimbursable Agreements	10.707			31,426
Subtotal ALN 10.707				68,516
Total Department of Agriculture - Forest Service				1,100,375
Department of Agriculture - National Institute of Food & Agriculture				
Cooperative Forestry Research	10.202			499
Cooperative Forestry Research	10.202			(11)
Cooperative Forestry Research	10.202			(3,570)
Cooperative Forestry Research	10.202			1
Cooperative Forestry Research	10.202			70
Cooperative Forestry Research	10.202			8
Cooperative Forestry Research	10.202			3,942
Cooperative Forestry Research	10.202			9,788
Cooperative Forestry Research	10.202			3,342
Cooperative Forestry Research	10.202			14,021
Cooperative Forestry Research	10.202			35,234
Cooperative Forestry Research	10.202			13,624
Cooperative Forestry Research	10.202			15,053
Cooperative Forestry Research	10.202			20,290
Cooperative Forestry Research	10.202			2,526
Cooperative Forestry Research	10.202			13,617
Cooperative Forestry Research	10.202			8,447
Cooperative Forestry Research	10.202			19,206
Cooperative Forestry Research	10.202			11,788
Cooperative Forestry Research	10.202			7,286
Subtotal ALN 10.202				175,161

See the accompanying auditor's report and Notes to the Schedule of Expenditures of Federal Awards

HUMBOLDT STATE UNIVERSITY SPONSORED PROGRAMS FOUNDATION
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2023

Federal Grantor/Pass through Grantor/ Program or Cluster Title	Federal Assistance Listing Number	Pass-Through Entity Identifying Number	Passed Through to Subrecipients	Federal Expenditures
Capacity Building for Non-Land Grant Colleges of Agriculture (NLGCA)	10.326		44,712	111,438
Crop Protection and Pest Management Competitive Grants Program	10.329			68,819
Pass-Through From University of Washington				
Grants for Agricultural Research, Special Research Grants	10.200	UWSC13085		21,135
Total Department of Agriculture - National Institute of Food & Agriculture			<u>44,712</u>	<u>376,553</u>
Department of Agriculture - Natural Resources Conservation Services				
Soil and Water Conservation	10.902			42,535
Total Department of Agriculture - Natural Resources Conservation Services				<u>42,535</u>
Department of Commerce - National Oceanic Atmospheric Administration				
Pass-Through From Monterey Bay Aquarium Research Institute				
Integrated Ocean Observing System (IOOS)	11.012	NA21NOS0120090		147,412
Pass-Through From University of California, San Diego				
Sea Grant Support	11.417	KR 704278		20,010
Sea Grant Support	11.417	KR 704277		23,007
Subtotal ALN 11.417				<u>43,017</u>
Pass-Through From Regents of the University of California				
National Oceanic and Atmospheric Administration (NOAA) Cooperative Institutes	11.432	704727		222,902
Pass-Through From University of California, San Diego				
National Oceanic and Atmospheric Administration (NOAA) Cooperative Institutes	11.432	704024		70,364
National Oceanic and Atmospheric Administration (NOAA) Cooperative Institutes	11.432	704730		11,414
National Oceanic and Atmospheric Administration (NOAA) Cooperative Institutes	11.432	705629		116,750
Subtotal ALN 11.432				<u>421,430</u>
Marine Mammal Data Program	11.439			19,098
Marine Mammal Data Program	11.439			15,303
Marine Mammal Data Program	11.439			63,094
Subtotal ALN 11.439				<u>97,495</u>
Global Monitoring Laboratory Ozone/Sonde Monitoring	11.RD1			24,117
Total Department of Commerce - National Oceanic Atmospheric Administration				<u>733,471</u>
Department of Defense				
Pass-Through From California Energy Commission				
Community Economic Adjustment Planning Assistance for Joint Land Use Studies	12.610	700-22-002	176,581	361,867
Total Department of Defense			<u>176,581</u>	<u>361,867</u>
Department of Education				
Higher Education_Institutional Aid	84.031			223,331
Higher Education_Institutional Aid	84.031			411,354
Subtotal ALN 84.031				<u>634,685</u>
Pass-Through from Yurok Tribe				
Klamath Promise Evaluation	84.RD1	N/A		100,748
Total Department of Education				<u>735,433</u>

See the accompanying auditor's report and Notes to the Schedule of Expenditures of Federal Awards

HUMBOLDT STATE UNIVERSITY SPONSORED PROGRAMS FOUNDATION
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2023

Federal Grantor/Pass through Grantor/ Program or Cluster Title	Federal Assistance Listing Number	Pass-Through Entity Identifying Number	Passed Through to Subrecipients	Federal Expenditures
Department of Energy				
Pass-Through from Takachar Limited				
Office of Science Financial Assistance Program	81.049	N/A		18,450
Total Department of Energy				18,450
Department of Health and Human Services				
Tribal Self-Governance Program: IHS Compacts/Funding Agreements	93.210		\$	19,508
Total Department of Health and Human Services				19,508
Department of Justice				
Pass-Through from Humboldt County Sheriffs Office				
Edward Byrne Memorial Justice Assistance Grant Program	16.738	N/A		17,646
Total Department of Justice				17,646
Department of the Interior - Bureau of Land Management				
Cultural and Paleontological Resources Management	15.224			25,330
Recreation Resource Management	15.225			24,827
Invasive and Noxious Plant Management	15.230			12,762
Wildland Fire Research and Studies Program	15.232			6,132
Wildland Fire Research and Studies Program	15.232			15,497
Subtotal ALN 15.232				21,629
Fisheries and Aquatic Resources Management	15.244			5,617
Plant Conservation and Restoration Management	15.245			38,206
Threatened and Endangered Species	15.246			7,512
Threatened and Endangered Species	15.246			29,179
Threatened and Endangered Species	15.246			25,873
Subtotal ALN 15.246				62,564
Wildlife Resource Management	15.247			28,019
Carrizo Plain Ecosystem Projects Surveys	15.RD1			14,047
Total Department of the Interior - Bureau of Land Management				233,001
Department of the Interior - Fish and Wildlife Services				
Cooperative Ecosystem Studies Units	15.678			2,425
Endangered Species Conservation - Recovery Implementation Funds	15.657			1,469
Endangered Species Conservation - Recovery Implementation Funds	15.657		55,000	66,006
Endangered Species Conservation - Recovery Implementation Funds	15.657			8,994
Subtotal ALN 15.657			55,000	78,894
Pass-Through from National Fish and Wildlife Foundation				
Fish and Wildlife Management Assistance	15.608	0208.21.070872		41,232
Natural Resource Damage Assessment, Restoration and Implementation	15.658			300,302
Pass-Through from Oregon Department of Fish and Wildlife				
Wildlife Restoration	15.611	N/A		36,640
Total Department of the Interior - Fish and Wildlife Services			55,000	457,068

See the accompanying auditor's report and Notes to the Schedule of Expenditures of Federal Awards

HUMBOLDT STATE UNIVERSITY SPONSORED PROGRAMS FOUNDATION
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2023

Federal Grantor/Pass through Grantor/ Program or Cluster Title	Federal Assistance Listing Number	Pass-Through Entity Identifying Number	Passed Through to Subrecipients	Federal Expenditures
Department of the Interior - National Park Service				
Cooperative Research and Training Programs & Resources of the National Park System	15.945			318
Cooperative Research and Training Programs & Resources of the National Park System	15.945			<u>10,264</u>
Subtotal ALN 15.945				10,582
 National Park Service Conservation, Protection, Outreach. and Education	15.954			(131)
National Park Service Conservation, Protection, Outreach. and Education	15.954			42,221
National Park Service Conservation, Protection, Outreach. and Education	15.954			15,179
National Park Service Conservation, Protection, Outreach. and Education	15.954			<u>5,636</u>
Subtotal ALN 15.954				<u>62,905</u>
 Total Department of the Interior - National Park Service				73,487
 Department of the Interior - U.S. Geological Survey				
Earthquake Hazards Reduction Program	15.807			25,816
Cooperative Research Units Program	15.812			38,001
Cooperative Research Units Program	15.812			1,812
Cooperative Research Units Program	15.812			<u>66,164</u>
Subtotal ALN 15.812				<u>105,977</u>
 Total Department of the Interior - U.S. Geological Survey				131,793
 Department of Transportation				
Pass-Through From Transportation, Department of (DOT, CALTRANS)				
Highway Planning and Construction	20.205	65A0762		<u>73,845</u>
Total Department of Transportation				<u>73,845</u>
 National Institute of Allergy and Infectious Diseases				
Allergy, Immunology and Transplantation Research	93.855			<u>13,512</u>
Total National Institute of Allergy and Infectious Diseases				13,512
 National Science Foundation	47.049			30,470
Mathematical and Physical Sciences	47.049			23,475
Mathematical and Physical Sciences				
Pass-Through Texas Tech University				
Mathematical and Physical Sciences	47.049	21P716-01		<u>9,660</u>
Subtotal ALN 47.049				63,605
 Geosciences	47.050			12,259
Pass-Through University of California, Davia				
Geosciences	47.050	A22-4072-S001		10,551
Geosciences	47.050	A22-4072-S001		32,487
Pass-Through Oregon State University, Post Award Administration				
Geosciences	47.050	S2295C-B		<u>135,608</u>
Subtotal ALN 47.050				190,905
 Pass-Through Northeastern Illinois University				
Computer and Information Science and Engineering	47.070	22024-211741-01-CPH		21,871

See the accompanying auditor's report and Notes to the Schedule of Expenditures of Federal Awards

HUMBOLDT STATE UNIVERSITY SPONSORED PROGRAMS FOUNDATION
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2023

Federal Grantor/Pass through Grantor/ Program or Cluster Title	Federal Assistance Listing Number	Pass-Through Entity Identifying Number	Passed Through to Subrecipients	Federal Expenditures
Biological Sciences	47.074			10,667
Biological Sciences	47.074			175,717
Biological Sciences	47.074			101,315
Biological Sciences	47.074			7,395
Subtotal ALN 47.074				316,965
Social, Behavioral, and Economic Sciences	47.075			(614)
Social, Behavioral, and Economic Sciences	47.075			1,868
Subtotal ALN 47.075				1,254
Pass-Through Santa Clara College				
Education and Human Resources	47.076	NSF123-01		(1,717)
Education and Human Resources	47.076			42,623
Education and Human Resources	47.076			70,806
Education and Human Resources	47.076			38,307
Pass-Through from California State University, Sacramento				
Education and Human Resources	47.076	533105-A5		15,000
Subtotal ALN 47.076				165,019
Computer and Information Science and Engineering	47.070			8,099
Total National Science Foundation				745,847
Pacific Southwest Center of Excellence in Vector-Borne Diseases				
Prevalence of Two Emerging Rickettsia Species	93.RD1			(3,317)
Total Pacific Southwest Center of Excellence in Vector-Borne Diseases				(3,317)
Substance Abuse and Mental Health Services Administration				
Pass-Through From United Indian Health Service				
Opioid STR	93.788	2020.12.01HSU		434
Total Substance Abuse and Mental Health Services Administration				434
US Army Corps of Engineers				
Pass-Through From Dr Reed and Associates				
Humboldt Bay Edna	12.RD1	N/A		(171)
Longfin Smelt Primer Enda	12.RD2	N/A		26,822
Total US Army Corps of Engineers				26,651
US Department of Commerce - NOAA				
Pass-Through Monterey Bay Aquarium Research Institute				
Integrated Ocean Observing System (IOOS)	11.012	NA21NOS0120090		90,713
Pass-Through Regents of the University of California				
Sea Grant Support	11.417	KR 705588		2,761
Total US Department of Commerce - NOAA				93,474
Total Research and Development Cluster			276,293	5,251,633
SMALL BUSINESS DEVELOPMENT CENTERS:				
Small Business Administration				

See the accompanying auditor's report and Notes to the Schedule of Expenditures of Federal Awards

HUMBOLDT STATE UNIVERSITY SPONSORED PROGRAMS FOUNDATION
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2023

Federal Grantor/Pass through Grantor/ Program or Cluster Title	Federal Assistance Listing Number	Pass-Through Entity Identifying Number	Passed Through to Subrecipients	Federal Expenditures
Small Business Development Centers	59.037		30,817	35,817
Small Business Development Centers	59.037			107,638
Small Business Development Centers	59.037			(12,203)
Small Business Development Centers	59.037			(145)
Small Business Development Centers	59.037			(5,420)
Small Business Development Centers	59.037		46,233	43,656
Small Business Development Centers	59.037			5,000
Small Business Development Centers	59.037			1,047,821
Small Business Development Centers	59.037		291,613	296,613
Small Business Development Centers	59.037		110,584	110,584
Small Business Development Centers	59.037		100,000	100,000
Small Business Development Centers	59.037		107,829	107,829
Small Business Development Centers	59.037		67,979	67,979
Small Business Development Centers	59.037		180,574	180,574
Small Business Development Centers	59.037			26,447
Small Business Development Centers	59.037		261,004	266,004
Small Business Development Centers	59.037		121,078	121,078
Small Business Development Centers	59.037		145,000	150,000
Small Business Development Centers	59.037		139,045	144,045
Small Business Development Centers	59.037		103,347	103,347
Small Business Development Centers	59.037		349,987	354,987
Small Business Development Centers	59.037			85,524
Small Business Development Centers	59.037		94,690	94,690
Small Business Development Centers	59.037		33,540	33,540
Small Business Development Centers	59.037		125,501	130,501
Small Business Development Centers	59.037			433,045
Small Business Development Centers	59.037			560,941
Small Business Development Centers	59.037			314,203
Small Business Development Centers	59.037			82,634
Small Business Development Centers	59.037			36,915
Subtotal ALN 59.037			2,308,821	5,023,644
Veteran Business Development	59.044			277,404
Total Small Business Administration			2,308,821	5,301,048
Total Small Business Development Centers			2,308,821	5,301,048
TRIO CLUSTER:				
Department of Education				
TRIO - McNair Post-Baccalaureate Achievement	84.217			133,736
TRIO - Student Support Services	84.042			451,895
TRIO - Talent Search	84.044			267
TRIO - Talent Search	84.044			485,693
TRIO - Talent Search	84.044			311,236
Subtotal ALN 84.044				797,196
TRIO - Upward Bound	84.047			176,783
TRIO - Upward Bound	84.047			119,568

See the accompanying auditor's report and Notes to the Schedule of Expenditures of Federal Awards

HUMBOLDT STATE UNIVERSITY SPONSORED PROGRAMS FOUNDATION
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2023

Federal Grantor/Pass through Grantor/ Program or Cluster Title	Federal Assistance Listing Number	Pass-Through Entity Identifying Number	Passed Through to Subrecipients	Federal Expenditures
Subtotal ALN 84.047				296,351
Total Department of Education				<u>1,679,178</u>
Total Trio Cluster				1,679,178
WIOA CLUSTER:				
Department of Labor				
Pass-Through from Humboldt County				
WIOA Rapid Response	17.278	K911012		<u>2,739</u>
Total Department of Labor				<u>2,739</u>
Total WIOA Cluster				2,739
OTHER:				
Center for Disease Control and Prevention				
Pass-Through from Public Health, California Department of (CDPH)				
Rancho Equitable Recovery Project	93.U01	21-11207		<u>179,766</u>
Total Center for Disease Control and Prevention				<u>179,766</u>
Defense Logistics Agency				
Procurement Technical Assistance For Business Firms	12.002			108,659
Procurement Technical Assistance For Business Firms	12.002			<u>458,718</u>
Subtotal ALN 12.002				<u>567,377</u>
Total Defense Logistics Agency				567,377
Department of Agriculture				
Rural Business Development Grant	10.351			<u>63,128</u>
Total Department of Agriculture				<u>63,128</u>
Department of Agriculture - Forest Service				
Partnership Agreements Department of Agriculture Forest Service	10.699			397
Wintu Place Names and Digital Database Project	10.U01			<u>1,078</u>
Total Department of Agriculture - Forest Service				<u>1,475</u>
Department of Agriculture - National Institute of Food & Agriculture				
Higher Education Challenge Grants	10.217			2,850
Higher Education Multicultural Scholars Program	10.220			55,428
Hispanic Serving Institutions Education Grants	10.223			62,339
Hispanic Serving Institutions Education Grants	10.223			<u>6,760</u>
Subtotal ALN 10.223				<u>69,099</u>
Total Department of Agriculture - National Institute of Food & Agriculture				127,377
Department of Agriculture - Natural Resources Conservation Services				
Soil and Water Conservation	10.902			<u>60,832</u>
Total Department of Agriculture - Natural Resources Conservation Services				<u>60,832</u>

See the accompanying auditor's report and Notes to the Schedule of Expenditures of Federal Awards

HUMBOLDT STATE UNIVERSITY SPONSORED PROGRAMS FOUNDATION
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2023

Federal Grantor/Pass through Grantor/ Program or Cluster Title	Federal Assistance Listing Number	Pass-Through Entity Identifying Number	Passed Through to Subrecipients	Federal Expenditures
Department of Education				
Pass-Through from Del Norte County Office of Education				
Safe and Drug-Free Schools and Communities_National Programs	84.184	S184x190024		92,306
Pass-Through from Eureka City Schools				
Safe and Drug-Free Schools and Communities_National Programs	84.184	N/A		97,766
Safe and Drug-Free Schools and Communities_National Programs	84.184			231
Subtotal ALN 84.184				<u>190,303</u>
 Pass-Through from Blue Lake Rancheria				
Indian Education -- Special Programs for Indian Children	84.299	N/A		5,516
Pass-Through from Yurok Tribe				
Indian Education -- Special Programs for Indian Children	84.299	N/A		18,948
Subtotal ALN 84.299				<u>24,464</u>
 Special Education - Personnel Development to Improve Services and Results for Children with Disabilities	84.325			232,091
Child Care Access Means Parents in School	84.335			201,607
Pass-Through from Chico State Enterprises				
Student Support and Academic Enrichment Program	84.424	SUB21-004		32,973
Total Department of Education				<u>681,438</u>
 Department of Health and Human Services				
Pass-Through from Regents of the University of California				
Centers of Excellence	93.157	1550 G LA453		18,647
Pass-Through From United Indian Health Service				
Substance Abuse and Mental Health Services_Projects of Regional and National Significance	93.243	20201001HSU		4,209
Pass-Through from Hoopa Valley Tribal Council				
Promote the Survival and Continuing Vitality of Native American Languages	93.587	N/A		19,323
Pass-Through From Regents of the University of California				
Foster Care_Title IV-E	93.658	10505	1,500	110,881
Foster Care_Title IV-E	93.658	11214	40,000	1,658,392
Foster Care_Title IV-E	93.658	N/A		125,189
Subtotal ALN 93.658			<u>41,500</u>	<u>1,894,462</u>
 Total Department of Health and Human Services			41,500	1,936,641
 Department of Justice				
Grants to Reduce Domestic Violence, Dating Violence, Sexual Assault, and Stalking on Campus	16.525			(14,827)
Grants to Reduce Domestic Violence, Dating Violence, Sexual Assault, and Stalking on Campus	16.525		26,982	131,628
Total Department of Justice			<u>26,982</u>	<u>116,801</u>
 Department of the Interior - Fish and Wildlife Services				
Pass-Through From Hoopa Valley Tribal Council				
Hoopa Lamprey Passage	15.639	N/A		5,661
Total Department of the Interior - Fish and Wildlife Services				<u>5,661</u>
 Department of the Treasury				
Pass-Through From California Volunteers				

See the accompanying auditor's report and Notes to the Schedule of Expenditures of Federal Awards

HUMBOLDT STATE UNIVERSITY SPONSORED PROGRAMS FOUNDATION
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2023

Federal Grantor/Pass through Grantor/ Program or Cluster Title	Federal Assistance Listing Number	Pass-Through Entity Identifying Number	Passed Through to Subrecipients	Federal Expenditures
COVID -19 Coronavirus St & Lcl Fisc Rcvy Fds (CSLFRF), Coronavirus St Fisc Rcvy Fd (CSFRF) & Coronavirus Lcl Fisc Rcvy Fd (CLFRF)	21.027	CCSFRF007		<u>1,336,313</u>
Total Department of the Treasury				<u>1,336,313</u>
Health Resources and Services Administration				
Pass-Through From Regents of the University of California				
Mental and Behavioral Health Education and Training Grants	93.732	9922		(83)
Mental and Behavioral Health Education and Training Grants	93.732			<u>117,390</u>
Subtotal ALN 93.732				<u>117,307</u>
Total Health Resources and Services Administration				<u>117,307</u>
National Endowment For The Humanities				
Pass-Through From National Writing Project				
Promotion of the Humanities_Public Programs	45.164	92-CA01-2022BMPU		<u>63,859</u>
Total National Endowment For The Humanities				<u>63,859</u>
National Science Foundation				
Pass-Through From UC Berkeley, Energy and Resources Group				
Education and Human Resources	47.076	10779		<u>24,967</u>
Total National Science Foundation				<u>24,967</u>
United States Coast Guard				
Pass-Through From Boating & Waterways, California Department of (DBW)				
Boating Safety Financial Assistance	97.012	C8962320		800
Boating Safety Financial Assistance	97.012	C8964321		<u>20,882</u>
Subtotal ALN 93.732				<u>21,682</u>
Total United States Coast Guard				<u>21,682</u>
U.S. Bureau of Reclamation				
Pass-Through From Hoopa Valley Tribal Council				
Assess Hoopa Valley Tribal Drinking Water	15.U01	N/A		<u>18,081</u>
Total U.S. Bureau of Reclamation				<u>18,081</u>
Total Other			<u>68,482</u>	<u>5,322,705</u>
Total Expenditures of Federal Awards			\$ 2,653,596	\$ 17,557,303

CAL POLY HUMBOLDT SPONSORED PROGRAMS FOUNDATION

Notes to the Schedule of Expenditures of Federal Awards

For the Year Ended June 30, 2023

(1) Basis of Presentation

The accompanying schedule of expenditures of federal awards (the "Schedule") includes the federal award activity of Cal Poly Humboldt Sponsored Programs Foundation (SPF) under programs of the federal government for the year ended June 30, 2023. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of SPF, it is not intended to and does not present the financial position, changes in net position, or cash flows of SPF.

(2) Summary of Significant Accounting Policies

(a) Expenditures

Expenditures reported on the Schedule are reported on the cash basis of accounting with the exception of payroll and benefits which are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Negative amounts shown on the Schedule represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years.

(b) Pass-through Entities

Pass-through entity identifying numbers are presented where available.

(3) Indirect Cost Rate

SPF has elected not to use the 10% de minimis indirect cost rate allowed under the Uniform Guidance.

**CAL POLY HUMBOLDT SPONSORED PROGRAMS FOUNDATION
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2023**

Section I - Summary of Auditor's Results

Financial Statements

Type of report the auditor issued on whether the financial statements audited were prepared in accordance with GAAP: *Unmodified*

Internal control over financial reporting:

- Material weakness(es) identified? ☐ Yes ☒ No
- Significant deficiency(ies) identified? ☐ Yes ☒ None reported

Noncompliance material to financial statements noted? ☐ Yes ☒ No

Federal Awards

Internal control over major federal programs:

- Material weakness(es) identified? ☐ Yes ☒ No
- Significant deficiency(ies) identified? ☐ Yes ☒ None reported

Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)? ☐ Yes ☒ No

Identification of major federal programs and type of auditor's report issued on compliance for major federal programs:

<i>ALN</i>	<i>Name of Federal Program or Cluster</i>	<i>Type of Auditor's Report Issued on Compliance for Major Federal Programs</i>
93.568	Foster Care Title IV-E	<i>Unmodified</i>
Multiple	TRIO Cluster	<i>Unmodified</i>
21.027	COVID-19 Coronavirus State and Local Fiscal Recovery Funds	<i>Unmodified</i>

Dollar threshold used to distinguish between type A and type B programs: \$ 750,000

Auditee qualified as low-risk auditee? ☒ Yes ☐ No

Section II - Financial Statement Findings

None reported

Section III - Federal Award Findings and Questioned Costs

None reported