Cal Poly Pomona Foundation, Inc.
Special Meeting of the Board of Directors, Meeting #416
September 11, 2026
3:00pm – 3:45pm
University Library, Special Events Room (Building 15, Room 4829)
Join Zoom Meeting
https://cpp.zoom.us/j/87061944431?from=addon
Meeting ID: 870 6194 4431
AGENDA

Chair: John McGuthry, Vice Chair

Directors: Erica Frausto-Aguado, Dr. Greg Barding, Dr. Alison Baski, Mayra Brown, Michelle Cardona, Dr. Neil Chaturvedi, Nancy Corrigan, Christina Gonzales, Alejandra Lopez, Madison Navarro, Cynthia Nelson, Dr. Phyllis Nelson, Ethan Orr, Lowell Overton, Stephanie Pastor, Vanya Quiñones, Monique Robles, Dr. David Speak, Frances Teves, April Jimenez-Valadez, Dr. Maryann Tolano-Leveque, Sherwin Weerakoon, Kris Zoleta

Staff: Shari Benson, Juan Hernandez, Tariq Marji, Patty Romo, Thomas Sekayan

Guest:

I. CALL TO ORDER & PUBLIC ACKNOWLEDGEMENT — John McGuthry, Vice Chair
Acknowledgement of members of the public who may or may not be commenting on a specific item of making a general comment.

II. VICE CHAIR'S REPORT — John McGuthry

III. CONSENT ACTION ITEMS
*Items in this section are considered to be routine and acted on in one motion. Each item of the Consent agenda approved by the Board shall be deemed to have been considered in full and adopted as recommended. Any Board member may request that a consent item be removed from the consent agenda to be considered as a separate action item. If no additional information is requested, the approval vote will be taken without discussion. An "**A**" distinguishes items requiring approval.*

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A.	Investment Portfolio Report Q4	Juan Hernandez	1
	2024-2025	Juan Hernandez	2 - 12
B.	CPPE Reserve Analysis	Tariq Marji	13 - 24
C.	Policy Update - Risk Policy #190	Juan Hernandez	25 - 37
D.	Policy - Debt (new) #140	Juan Hernandez	38 - 120
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F.	Investment Manager Selection		

IV. ACTION ITEMS

G.	Revised Bylaws Approval	John McGuthry & Thomas Sekayan	122 - 139
H.	Discuss and vote on the new Corporate Policy	John McGuthry & Thomas Sekayan	140 –142

	I. CalPERs Position Listing Update 2026_2027	Shari Benson	143- 148
	J. Holiday Schedule 2027	Shari Benson	149 - 150
V.	**INFORMATION & DISCUSSION ITEMS**		
	K. Salary Grades 2026_2027 - Min Wage Adjustment for 2027	Shari Benson	151 - 152
	L. Medical Benefit Renewals 2027	Shari Benson	153
VI.	**OPEN FORUM**	John McGuthry	
VII.	**ADJOURNMENT**	John McGuthry	

Next Board Meeting #417 – December 16, 2026, at 2:00pm – 4:00pm, Location to be Determined.

Memorandum

Date: September 11, 2026

To: Board of Directors Committee

From: Juan Hernandez, Chief Financial Officer
Michelle Cardona, Chair, Finance and Investment Committee

Subject: INVESTMENT PORTFOLIO REPORT – 4th Quarter 2025-2026

The Foundation's General Investment Policy 131 requires a comprehensive quarterly report of the investment portfolio's performance be provided to the members of the Finance & Investment Committee and Board of Directors at each regularly scheduled meeting. This quarter's results were driven by the strong performance in equities driven by positive economic conditions.

GENERAL INVESTMENT PORTFOLIO

The General Investment Portfolio ("Portfolio") has a current total market value of $60.6M as of June 30, 2026. The majority portion managed by Graystone Consulting has a current market value of $55.5M with 19.2% Fixed Income, 62.6% Equities, 18% Alternatives, and less than .2% Cash. All allocations are within current policy ranges. The return over the last quarter was 9.97% (net), and 15.52% for the fiscal year (7/1/25-6/30/26). As of quarter end, the preferred savings account at Morgan Stanley had a balance of $5 million yielding 3.6% as of 6/30/26. Additional information is included in the report provided by Graystone.

Management received capital call notices and has contributed $236,250 against its commitment of $250,000 to Capital Partners IV and $707,625 against its commitment of $750,000 to Capital Private Equity Partners VII. The Capital Balance is valued at $95,271. The Commonfund Summary Investment and Performance Reports are available for further details.

PROPOSED ACTION:
Management and the Finance and Investment Committee have reviewed the comprehensive quarterly investment report, believe the report is in compliance with the investment policy, and recommends the approval of the quarterly Investment Report – 4th Quarter 2025-2026.

BE IT RESOLVED, that the Board of Directors accepts the recommendation of the Finance and Investment Committee and approves the Investment Portfolio Report – 4th Quarter 2025–2026 as presented.

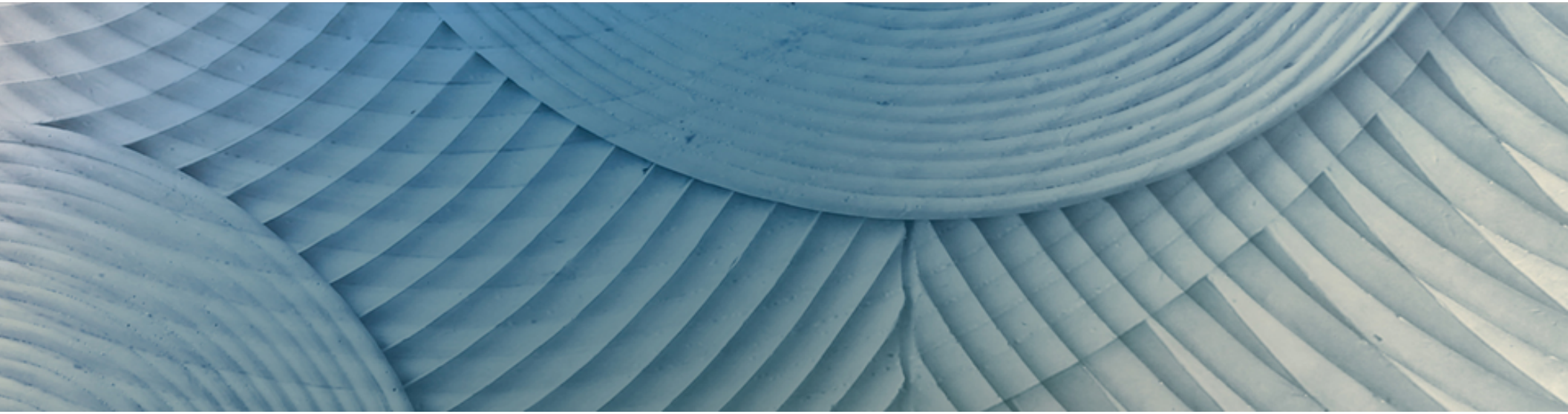
PASSED AND ADOPTED THIS 11th DAY OF September 2026.

By: _____
Dr. Alison Baski, Secretary/Treasurer
Board of Directors

Graystone Consulting℠

A business of Morgan Stanley

Cal Poly Pomona Foundation



Portfolio Review
As of June 30, 2026

Andrew B. Price, CIMA® (310) 788-2043
Managing Director, Wealth Management
Institutional Consulting Director
andrew.price@msgraystone.com

Karin Longhurst, CTFA (310) 788-2156 Senior
Vice President, Wealth Management Senior
Institutional Consultant
karin.longhurst@msgraystone.com

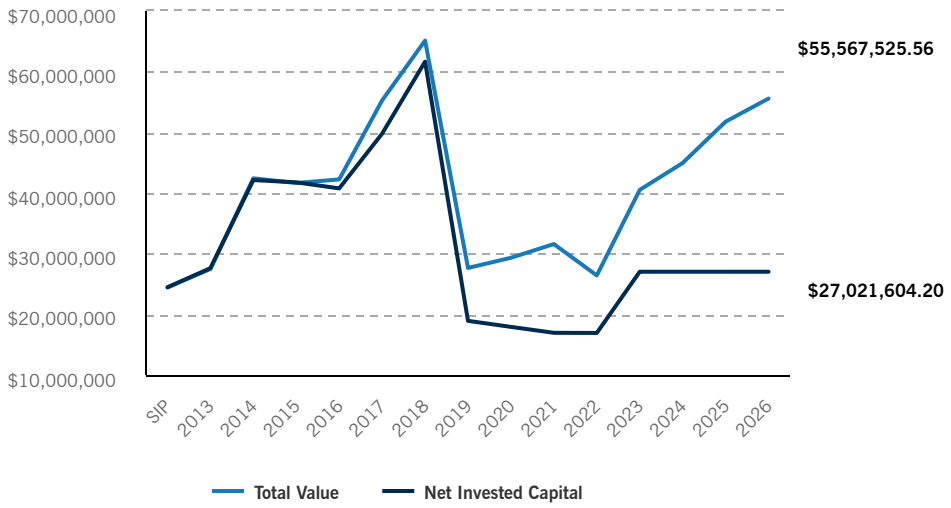
1999 Avenue of the Stars, Suite 2400
Los Angeles, CA 90067

Investment Summary Dollar Weighted Returns

OCIO - Cal Poly Pomona Foundation

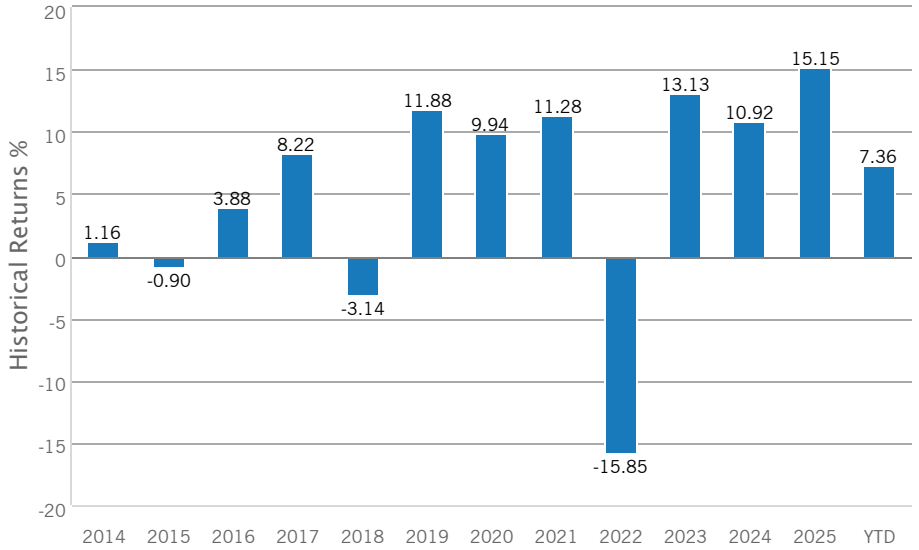
Data as of June 30, 2026

TOTAL VALUE VS. NET INVESTED CAPITAL



Does not include Performance Ineligible Assets.

DOLLAR-WEIGHTED PERIOD RETURN % (NET OF FEES)

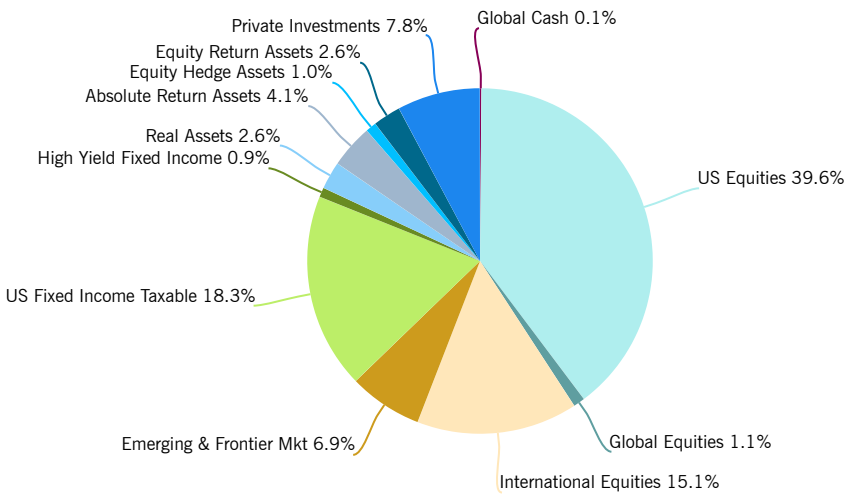


Does not include Performance Ineligible Assets.

DOLLAR-WEIGHTED RETURN % (NET OF FEES)

	Quarter to Date ($) 03/31/26-06/30/26	Year to Date ($) 12/31/25-06/30/26	Performance Inception Month End ($) 03/31/13-06/30/26
Beginning Total Value	**50,531,332**	**51,757,862**	**24,506,769**
Net Contributions/Withdrawals	563	563	2,569,735
Investment Earnings	5,035,632	3,809,101	28,491,022
Ending Total Value	**55,567,526**	**55,567,526**	**55,567,526**
DOLLAR WEIGHTED RATE OF RETURN (%) (Annualized for periods over 12 months)			
Return % (Net of Fees)	9.97	7.36	4.73

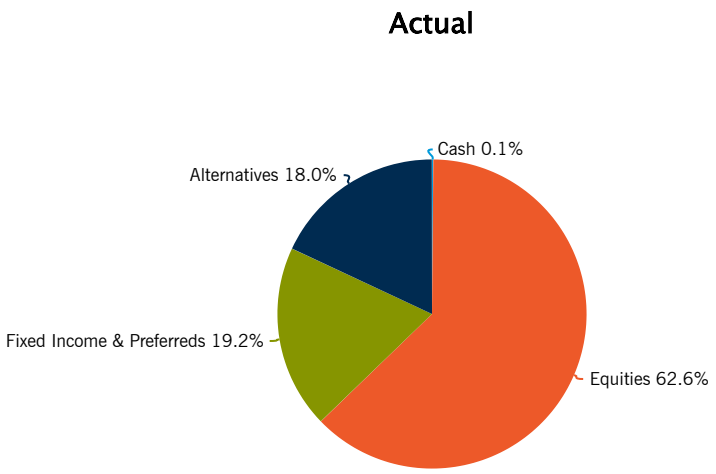
ASSET ALLOCATION

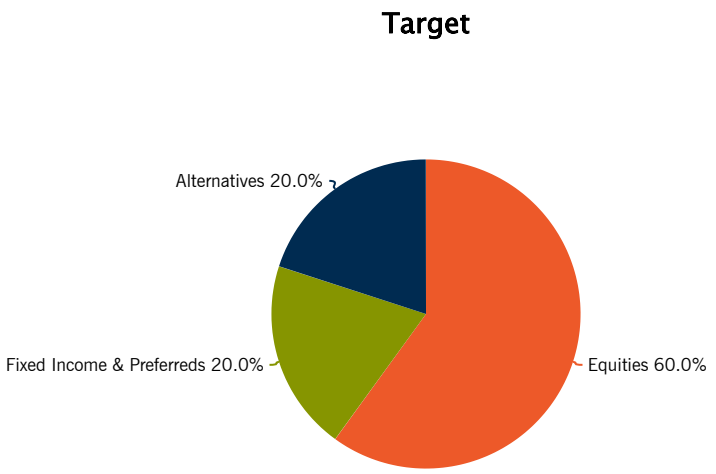


Asset Allocation: Actual vs. Target

OCIO - Cal Poly Pomona Foundation | Data as of June 30, 2026

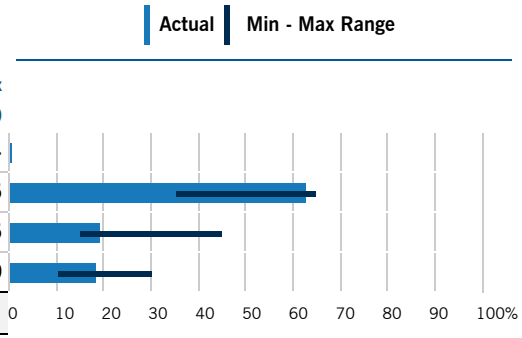
ACTUAL VS. TARGET





ASSET ALLOCATION: ACTUAL VS. TARGET WITH MIN-MAX RANGE

	Actual 06/30/2026		Target		Difference		
Asset Class	($)	(%)	($)	(%)	($)	(%)	Min-Max Range (%)
Cash	**79,397.10**	**0.14**	**0.00**	**0.00**	**79,397.10**	**0.14**	**-**
Equities	**34,769,211.32**	**62.64**	**33,302,624.42**	**60.00**	**1,466,586.90**	**2.64**	**35 - 65**
Fixed Income & Preferreds	**10,647,784.13**	**19.18**	**11,100,874.81**	**20.00**	**-453,090.68**	**-0.82**	**15 - 45**
Alternatives	**10,007,981.49**	**18.03**	**11,100,874.81**	**20.00**	**-1,092,893.32**	**-1.97**	**10 - 30**
Total Assets	55,504,374.04	100.00	55,504,374.04	100.00			



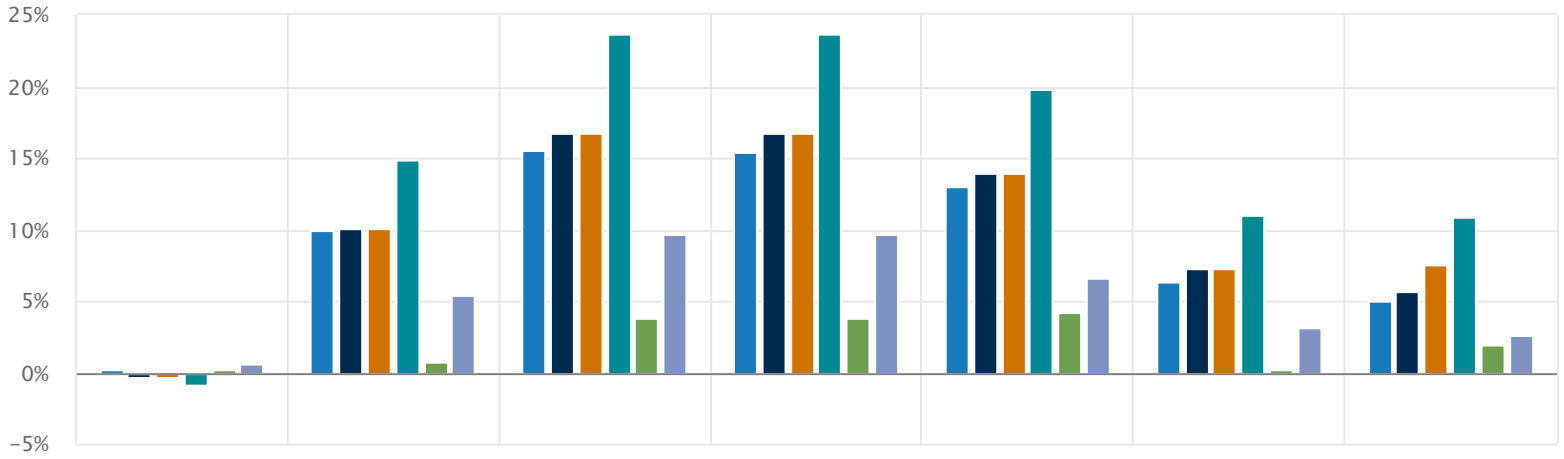
Target Allocation as determined by you and your Financial Advisor for this account only.
Total Value and % of Portfolio are based on US Dollar values.

Time Weighted Performance Summary

OCIO - Cal Poly Pomona Foundation

Data as of June 30, 2026

RETURN % (GROSS AND NET OF FEES) VS. BENCHMARKS (ANNUALIZED)



	Month to Date 05/31/26 - 06/30/26	Quarter to Date 03/31/26 - 06/30/26	Custom Period 07/01/25 - 06/30/26	Last 12 Months 06/30/25 - 06/30/26	Last 3 Years 06/30/23 - 06/30/26	Last 5 Years 06/30/21 - 06/30/26	Performance Inception Month End 03/31/13 - 06/30/26
Beginning Total Value ($)	55,470,314.13	50,531,331.52	48,100,778.06	48,141,076.01	31,845,271.37	30,561,867.95	24,506,768.54
Net Contributions/Withdrawals ($)	0.00	562.50	562.50	562.50	6,759,177.60	9,645,113.27	2,569,734.54
Investment Earnings ($)	97,211.43	5,035,631.54	7,466,185.00	7,425,887.05	16,963,076.59	15,360,544.34	28,491,022.48
Ending Total Value ($)	55,567,525.56	55,567,525.56	55,567,525.56	55,567,525.56	55,567,525.56	55,567,525.56	55,567,525.56
Return % (Gross of Fees)	0.18	10.02	15.77	15.67	13.22	6.64	5.29
Return % (Net of Fees)	0.18	9.97	15.52	15.43	12.96	6.38	5.04
Cal Poly Pomona - Blended Benchmark (%)	-0.31	10.12	16.80	16.76	13.93	7.32	5.65
Cal Poly Pomona Policy BM (%)	-0.31	10.12	16.80	16.76	13.93	7.32	7.57
MSCI AC World Net (%)	-0.80	14.93	23.73	23.67	19.74	10.98	10.93
Bloomberg US Aggregate (%)	0.24	0.67	3.83	3.79	4.16	0.08	1.90
HFRX Global Hedge Fund (%)	0.63	5.40	9.64	9.66	6.60	3.08	2.61

The investment returns shown on this page are time-weighted measurements which exclude the effect of the timing and amount of your contributions and withdrawals.
The performance shown may have been chosen to highlight certain time periods and/or not reflect others.

Time Weighted Performance Detail

OCIO - Cal Poly Pomona Foundation | Data as of June 30, 2026

RETURN % (GROSS OF FEES) VS. BENCHMARKS

	Account Number	Investment Description/ Benchmark	Performance Inception Date	Total Value ($) 06/30/26	% Of Portfolio 06/30/26	Month to Date (%) 05/31/26 - 06/30/26	Quarter to Date (%) 03/31/26 - 06/30/26	Year to Date (%) 12/31/25 - 06/30/26	Last 12 Months (%) 06/30/25 - 06/30/26	Performance Inception (%) to 06/30/26
US Large Cap Growth				**3,067,957.27**	**5.52**					
CAL POLY POMONA FOUNDATION INC (Select UMA) - Unified Managed Account	835-XXX415	JP Morgan Large Cap Growth	02/02/23	3,067,957.27	5.52	1.11	18.70	8.20	16.61	23.67
		Russell 1000 Growth				-2.68	16.74	5.33	17.71	25.29
US Large Cap Value				**2,224,001.39**	**4.00**					
CAL POLY POMONA FOUNDATION INC (Select UMA) - Unified Managed Account	835-XXX415	Columbia Dividend Income SMA	05/28/26	1,131,618.41	2.04	2.88	2.98	2.98	-	2.98
		Russell 1000 Value				2.24	2.28	2.28	-	2.28
CAL POLY POMONA FOUNDATION INC (Select UMA) - Unified Managed Account	835-XXX415	Boston Partners LC Value	05/21/21	1,092,382.98	1.97	2.93	17.89	16.98	29.90	13.28
		Russell 1000 Value				2.24	13.84	16.23	27.09	10.94
US Large Cap				**15,283,743.56**	**27.50**					
CAL POLY POMONA FOUNDATION INC (Select UMA) - Unified Managed Account	835-XXX415	BNY Mellon US LrgeCapCore Eqty	05/28/26	15,283,743.56	27.50	-1.16	-0.28	-0.28	-	-0.28
		S&P 500 Total Return				-0.95	-0.16	-0.16	-	-0.16
US Mid Cap				**1,404,350.57**	**2.53**					
CAL POLY POMONA FOUNDATION INC (Select UMA) - Unified Managed Account	835-XXX415	Earnest Prnts Small/Mid Core	05/21/21	1,404,350.57	2.53	3.04	15.43	23.09	32.11	8.15
		Russell 2500				3.68	20.26	22.71	36.72	8.85
Global Equities				**599,178.31**	**1.08**					
CAL POLY POMONA FOUNDATION INC (Select UMA) - Unified Managed Account	835-XXX415	Vanguard Total World Stock ETF	05/28/26	599,178.31	1.08	-0.38	0.53	0.53	-	0.53
		FTSE Global All Cap				-0.70	0.05	0.05	-	0.05
International Equities				**8,360,543.62**	**15.05**					
CAL POLY POMONA FOUNDATION INC (Select UMA) - Unified Managed Account	835-XXX415	MFS International Equity ADR	02/24/25	4,229,066.67	7.61	0.39	9.97	2.50	8.74	13.15
		MSCI EAFE Net				0.07	10.82	9.44	20.23	23.40
CAL POLY POMONA FOUNDATION INC (Select UMA) - Unified Managed Account	835-XXX415	iShares Core MSCI Intl Dev Mkt	01/12/26	4,131,476.95	7.44	-0.06	8.17	6.02	-	6.02
		MSCI World Ex USA - USD				-0.14	10.47	7.48	-	7.48
Emerging Market Equities				**3,828,783.11**	**6.89**					
CAL POLY POMONA FOUNDATION INC (Select UMA) - Unified Managed Account	835-XXX415	iShares Core MSCI Emerg Mtks	01/12/26	3,104,304.97	5.59	0.03	19.90	18.18	-	18.18
		MSCI EM IMI Net				-1.60	22.70	18.62	-	18.62

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Year to Date(YTD), Quarter to Date(QTD) and Month to Date(MTD): Returns are for the period in which position or account was open.

Time Weighted Performance Detail

OCIO - Cal Poly Pomona Foundation | Data as of June 30, 2026

RETURN % (GROSS OF FEES) VS. BENCHMARKS (Continued)

	Account Number	Investment Description/ Benchmark	Performance Inception Date	Total Value ($) 06/30/26	% Of Portfolio 06/30/26	Month to Date (%) 05/31/26 - 06/30/26	Quarter to Date (%) 03/31/26 - 06/30/26	Year to Date (%) 12/31/25 - 06/30/26	Last 12 Months (%) 06/30/25 - 06/30/26	Performance Inception (%) to 06/30/26
CAL POLY POMONA FOUNDATION INC (Select UMA) - Unified Managed Account	835-XXX415	ClearBridge Emerging Markets *MSCI EM Net*	05/21/21	724,478.14	1.30	1.84 -1.41	24.26 24.05	25.64 23.85	50.79 43.51	6.38 7.82
US Taxable Core				**10,159,766.95**	**18.28**					
CAL POLY POMONA FOUNDATION INC (Select UMA) - Unified Managed Account	835-XXX415	Federated Hermes Total Ret Bd *Bloomberg US Aggregate*	07/19/23	3,574,377.62	6.43	0.27 0.24	0.87 0.67	0.48 0.62	3.62 3.79	3.98 4.08
CAL POLY POMONA FOUNDATION INC (Select UMA) - Unified Managed Account	835-XXX415	Allspring Core Plus Bond Fd *Bloomberg US Aggregate*	08/22/24	3,574,318.75	6.43	0.30 0.24	1.03 0.67	0.90 0.62	4.00 3.79	3.16 2.95
CAL POLY POMONA FOUNDATION INC (Select UMA) - Unified Managed Account	835-XXX415	iShares BC Aggregate Bond *Bloomberg US Aggregate*	05/28/26	3,011,070.58	5.42	0.26 0.24	0.52 0.55	0.52 0.55	- -	0.52 0.55
High Yield Fixed Income				**501,224.49**	**0.90**					
CAL POLY POMONA FOUNDATION INC (Select UMA) - Unified Managed Account	835-XXX415	SPDR Portfolio High Yield BD *Bloomberg US High Yield-Corp TR*	05/28/26	501,224.49	0.90	0.20 0.27	0.50 0.47	0.50 0.47	- -	0.50 0.47
Alternatives				**8,650,378.30**	**15.57**					
CAL POLY POMONA FOUNDATION INC (Alternative Investments Advisory) - Alternative Investments	835-XXX416	Alternative Investments Advisory *HFRX Global Hedge Fund*	06/25/21	5,199,036.33	9.36	1.56 0.63	6.92 5.40	6.39 4.80	11.72 9.66	6.44 3.08
CAL POLY POMONA FOUNDATION INC (Alternative Investments Advisory) - Hamilton Lane	835-XXX325	Alternative Investments Advisory *HFRX Global Hedge Fund*	06/05/17	2,214,339.28	3.98	0.00 0.63	0.00 5.40	-1.51 4.80	0.24 9.66	7.58 3.33
CAL POLY POMONA FOUNDATION INC (Alternative Investments Advisory) - Alternative Investments	835-XXX245	Alternative Investments Advisory *HFRX Global Hedge Fund*	05/11/23	1,237,002.69	2.23	0.11 0.63	0.21 5.40	2.54 4.80	13.26 9.66	26.77 6.42
Infrastructure				**848,083.85**	**1.53**					
CAL POLY POMONA FOUNDATION INC (Select UMA) - Unified Managed Account	835-XXX415	Lazard Glb Listed Infra Portfo *MSCI World Core Infra Hedged NR*	05/28/26	848,083.85	1.53	-0.87 0.39	-1.22 -1.08	-1.22 -1.08	- -	-1.22 -1.08
Multi-Strategy				**558,705.30**	**1.01**					

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Year to Date(YTD), Quarter to Date(QTD) and Month to Date(MTD): Returns are for the period in which position or account was open.

Time Weighted Performance Detail

OCIO - Cal Poly Pomona Foundation | Data as of June 30, 2026

RETURN % (GROSS OF FEES) VS. BENCHMARKS (Continued)

	Account Number	Investment Description/ Benchmark	Performance Inception Date	Total Value ($) 06/30/26	% Of Portfolio 06/30/26	Month to Date (%) 05/31/26 - 06/30/26	Quarter to Date (%) 03/31/26 - 06/30/26	Year to Date (%) 12/31/25 - 06/30/26	Last 12 Months (%) 06/30/25 - 06/30/26	Performance Inception (%) to 06/30/26
CAL POLY POMONA FOUNDATION INC (Select UMA) - Unified Managed Account	835-XXX415	Blackstone Alt MultiStrat Fd *HFRX Global Hedge Fund*	05/28/26	558,705.30	1.01	1.48 0.63	1.57 0.73	1.57 0.73	- -	1.57 0.73
Other				**1,085.60**	**0.00**					
N/A			06/30/26	1,085.60	0.00	-	-	-	-	-
CAL POLY POMONA FOUNDATION INC (Select UMA) - Unified Managed Account	835-XXX415	N/A	06/30/26	1,085.60	0.00	-	-	-	-	-
Cash				**79,723.25**	**0.14**					
CAL POLY POMONA FOUNDATION INC (AAA) - Short Term FI	812-XXX546	Cash	03/07/13	77,127.81	0.14	-	-	-	-	-
CAL POLY POMONA FOUNDATION INC (Alternative Investments Advisory) - Alternative Investments	835-XXX245	Alternative Investments Advisory	05/02/23	2,483.33	0.00	-	-	-	-	-
CAL POLY POMONA FOUNDATION INC (Alternative Investments Advisory) - Hamilton Lane	835-XXX325	Alternative Investments Advisory	06/05/17	112.09	0.00	-	-	-	-	-
CAL POLY POMONA FOUNDATION INC (Alternative Investments Advisory) - Alternative Investments	835-XXX416	Alternative Investments Advisory	06/22/21	0.02	0.00	-	-	-	-	-

The investment returns shown on this page are time-weighted measurements which exclude the effect of the timing and amount of your contributions and withdrawals.
Year to Date(YTD), Quarter to Date(QTD) and Month to Date(MTD): Returns are for the period in which position or account was open.

Alternative Investments Portfolio Analysis

OCIO - Cal Poly Pomona Foundation | Data as of June 30, 2026

EVERGREEN INVESTMENTS

Asset Class / *Security Description* / Account Number ▲	Inception Date	Valuation Date	Beginning Total Value ($)	Net Contributions / Withdrawals ($)	Investment Earnings ($)	Ending Total Value ($)	Annualized Net TWR			
							Quarter to Date (%)	Year to Date (%)	Last 12 Months (%)	Since Inception (%)
Real Estate/REITs	**06/28/21**		**0**	**400,000**	**190,423**	**590,423**	**3.08**	**5.17**	**10.28**	**8.08**
BREIT CL I-P 835-XXX416 *Symbol/Cusip: BBF37*	07/01/21	06/30/26	0	400,000	190,423	590,423	3.08	5.17	10.28	8.09
Equity Market Neutral	**11/28/22**		**0**	**825,283**	**470,027**	**1,295,310**	**9.44**	**10.77**	**20.71**	**13.55**
SCHONFELD FUNDMNTL EF LTD 835-XXX416 *Symbol/Cusip: BCI57*	11/28/22	06/30/26	0	825,283	470,027	1,295,310	9.44	10.77	20.71	13.54
Relative Value	**12/29/21**		**0**	**800,000**	**207,163**	**1,007,163**	**2.33**	**2.23**	**5.83**	**5.59**
HUDSON BAY LTD TRNCHE II MS 835-XXX416 *Symbol/Cusip: BCT31*	07/27/23	06/30/26	0	857,533	149,631	1,007,163	2.33	2.23	5.83	6.66
Equity Long/Short	**06/25/21**		**0**	**657,075**	**106,881**	**763,955**	**18.21**	**13.47**	**17.78**	**4.71**
COATUE OFFSHORE 835-XXX416 *Symbol/Cusip: BBH04*	06/28/21	06/30/26	0	280,000	186,140	466,140	28.47	25.25	30.71	10.71
SEG PARTNERS OFFSH CLASS I 835-XXX416 *Symbol/Cusip: BBZ77*	06/28/21	06/30/26	0	280,000	17,815	297,815	5.08	-1.10	1.99	1.24
Event Driven/Credit	**06/28/21**		**0**	**560,000**	**152,718**	**712,718**	**12.23**	**9.51**	**13.75**	**4.93**
HP/STARBOARD VALUE LTD 835-XXX416 *Symbol/Cusip: HPC6E*	07/30/21	06/30/26	0	274,082	87,004	361,086	16.97	11.78	14.55	5.76
THIRD POINT 835-XXX416 *Symbol/Cusip: BBN11*	06/28/21	06/30/26	0	280,000	71,632	351,632	7.75	7.27	12.93	4.65

The investment returns shown in the Evergreen Investments are time-weighted measurements which exclude the effect of the timing and amount of your contributions and withdrawals.
Position level performance detail is only available since 12/31/2014.

Alternative Investments Portfolio Analysis

OCIO - Cal Poly Pomona Foundation | Data as of June 30, 2026

EVERGREEN INVESTMENTS (Continued)

Asset Class / *Security Description* / Account Number ▲	Inception Date	Valuation Date	Beginning Total Value ($)	Net Contributions / Withdrawals ($)	Investment Earnings ($)	Ending Total Value ($)	Annualized Net TWR: Quarter to Date (%)	Annualized Net TWR: Year to Date (%)	Annualized Net TWR: Last 12 Months (%)	Annualized Net TWR: Since Inception (%)
Private Equity	**06/28/21**		**0**	**400,000**	**130,839**	**530,839**	**-2.18**	**-3.31**	**0.05**	**5.81**
PARTNERS GROUP PE - I 835-XXX416 *Symbol/Cusip: BBP03*	07/01/21	06/30/26	0	400,000	130,839	530,839	-2.18	-3.31	0.05	5.82
Private Credit	**11/02/21**		**0**	**206,391**	**92,237**	**298,628**	**0.24**	**0.24**	**3.82**	**8.24**
BLACKSTONE BCRED 835-XXX416 *Symbol/Cusip: BCJ25*	07/01/21	06/30/26	0	200,000	98,628	298,628	0.24	0.24	3.82	8.34

DRAWDOWN INVESTMENTS

Asset Class / *Security Description* / Account Number ▲	Inception Date	Valuation Date	As Of Valuation Date (1): Comm. Amt. ($) / Unfunded ($) (2)	As Of Valuation Date (1): Contr. Inside Comm. To Date ($)	As Of Valuation Date (1): Total Contr. To Date ($) (2)	As Of Valuation Date (1): Non-Recall ($) / Recall Dist To Date ($)	As Of Valuation Date (1): Est. Val. ($) / Est. Profit / (Loss) ($) (5)	As Of Valuation Date (1): Fund Net IRR (%)(6)/ MOIC (x)	Since Last Valuation: Net Cash Flow Since Last Val. ($) (3) (4)	Since Last Valuation: Adjusted Val. ($) (3)	Since Last Valuation: Most Recent Cash Flow (4)
Private Real Assets			**300,000** **102,884**	**197,116**	**197,514**	**16,861** **0**	**217,297** **36,644**		**-3,923**	**217,297**	
BLUE OWL RE FUND VI OFF 835-XXX245 *Symbol/Cusip: BDD03*	05/12/23	03/31/26	300,000 102,884	197,116	197,514	16,861 0	217,297 36,644	17.70 1.19	-3,923	217,297	06/15/26
Private Equity			**1,900,000** **1,362,249**	**571,698**	**572,465**	**7,515** **33,947**	**659,470** **128,466**		**34,169**	**693,639**	
ASP OFFSHR. CO-INVEST VI B 835-XXX245 *Symbol/Cusip: BED84*	02/09/26	03/31/26	600,000 555,000	45,000	45,000	0 0	53,272 8,272	NM 1.18	45,000	98,272	04/28/26
LLR EQUITY INTL. VII (FO) 835-XXX245 *Symbol/Cusip: BED73*	03/03/25	03/31/26	900,000 612,000	288,000	288,000	5,654 0	313,687 31,341	18.21 1.11	0	313,687	-

The investment returns shown in the Evergreen Investments are time-weighted measurements which exclude the effect of the timing and amount of your contributions and withdrawals.
Position level performance detail is only available since 12/31/2014.

Alternative Investments Portfolio Analysis

OCIO - Cal Poly Pomona Foundation | Data as of June 30, 2026

DRAWDOWN INVESTMENTS (Continued)

Asset Class / *Security Description* / Account Number ▲	Inception Date	Valuation Date	As Of Valuation Date (1) Comm. Amt. ($) / Unfunded ($) (2)	Contr. Inside Comm. To Date ($)	Total Contr. To Date ($) (2)	Non-Recall ($) / Recall Dist To Date ($)	Est. Val. ($) / Est. Profit / (Loss) ($) (5)	Fund Net IRR (%)(6)/ MOIC (x)	Since Last Valuation Net Cash Flow Since Last Val. ($) (3) (4)	Adjusted Val. ($) (3)	Most Recent Cash Flow (4)
Private Equity (Continued)			**1,900,000 1,362,249**	**571,698**	**572,465**	**7,515 33,947**	**659,470 128,466**		**34,169**	**693,639**	
PREMIER LCP X OFFSHORE 835-XXX245 *Symbol/Cusip: BDF27*	06/29/23	03/31/26	400,000 195,249	238,698	239,465	1,861 33,947	292,511 88,853	18.08 1.37	-10,831	281,680	06/03/26
Private Credit			**500,000 211,898**	**303,947**	**303,947**	**21,541 15,845**	**305,928 39,367**		**21,431**	**326,066**	
BOA SOF TE IX 835-XXX245 *Symbol/Cusip: BDX33*	06/14/24	03/31/26	250,000 81,053	168,947	168,947	20,967 0	172,814 24,833	NM 1.15	-1,111	171,703	06/05/26
FORTRESS LENDING IV A (FO) 835-XXX245 *Symbol/Cusip: BDO26*	03/21/24	03/31/26	250,000 130,845	135,000	135,000	575 15,845	133,114 14,534	11.90 1.11	22,542	154,363	06/11/26
Private Investments-Other			**3,000,000 405,203**	**3,510,574**	**3,513,021**	**1,665,836 915,777**	**2,262,489 1,331,081**		**-48,150**	**2,214,339**	
HAMILTONPMO FEEDER FUND LP 835-XXX325 *Symbol/Cusip: BBB92*	06/05/17	03/31/26	3,000,000 405,203	3,510,574	3,513,021	1,665,836 915,777	2,262,489 1,331,081	8.56 1.38	-48,150	2,214,339	06/01/26
Drawdown Investments Total			**5,700,000 2,082,234**	**4,583,335**	**4,586,947**	**1,711,753 965,570**	**3,445,184 1,535,559**		**3,528**	**3,451,342**	

Footnotes

(1) Transactions pending valuation are not included until the valuation inclusive of the activity is posted.
(2) Total Contributions to date may include certain transaction types which do not reduce Unfunded Commitment (e.g. Contribution Outside Commitment, External Fees and Expenses, Sub Close Interest Paid).
(3) Net Cash Flows Since Last Valuation may include transaction types which do not impact Adjusted Valuation (e.g. External Fees and Expenses, Interest/Income).
(4) Period end dates other than prior business day will exclude cash flows subsequent to the period end.
(5) Estimated Profit / (Loss) = Estimated Valuation +Total Distribution to Date - Total Contributions to Date
(6) Fund Net IRR - the value displayed in this field was calculated and provided by the Alternative Investments manager. Alternative Investments managers may have varying definitions of what constitutes a "Net IRR." The amount is generally an overall fund IRR and may not represent any individual client's experience in the fund. The following values may also appear in this field, as applicable: "NM" - represents IRRs that are determined to be not meaningful during the early stages of the fund's life. "-" - represents that a return is not available for the given period.

The investment returns shown in the Evergreen Investments are time-weighted measurements which exclude the effect of the timing and amount of your contributions and withdrawals.
Position level performance detail is only available since 12/31/2014.

Cal Poly Pomona ENTERPRISES

Net Fund Balance Allocation to Reserves

		FY 2026-27	
	FY26 Ending Balance	FY 27 Estimated Contributions (based on FY26 Unaudited Financials)	FY27 Ending Reserve Balance
List of Reserves			
Capital/Deferred Maintenance	9,981,353	1,672,845.60	11,654,198
Residential Board Meal Program Surplus	5,780,329	146,095.47	5,926,424
Dining Reserve	94,595	1,621.16	96,216
Real Estate/Development	663,735	79,721.90	743,457
Student Housing Development	851,397	240,508.50	1,091,906
AG State Share Reserve	484,376	0.00	484,376
Residence Student Program Trust Fund	563,538	1,724.79	565,263
Operating/Working Capital Reserve	1,102,869	377,678.40	1,480,547
Insurance Reserve	386,496	50,000.00	436,496
Demo Reserve	219,211	30,983.16	250,194
Pine Tree Reserve	75,000	0.00	75,000
OFF OF RES & SPONS PRGM RESERV	170,143	0.00	170,143
Total Reserves	**20,373,043**	**2,601,179**	**22,974,222**

Memorandum

Date: September 11, 2026

To: Board of Directors

From: Tariq Marji, Senior Director of Organizational Effectiveness and Strategy
Michelle Cardona, Chair, Finance and Investment Committee

Attached: Policy 190, Risk Management, Tracked Changes

Subject: RISK MANAGEMENT POLICY #190 UPDATE

Policy #190 has been revised to better reflect Cal Poly Pomona Enterprises' current risk management practices, operations, and organizational needs. The existing policy focused heavily on property and casualty insurance. The proposed update expands the policy to provide a broader approach to identifying, evaluating, managing, and monitoring organizational risk.

The major proposed changes include:

- Expands the policy beyond insurance and property risks to include operational, financial, legal and regulatory, strategic, reputational, contractual, and third-party risks.
- Establishes clearer oversight and accountability, including a Risk Register, assigned risk owners, controls, and mitigation actions.
- Creates a consistent process to identify, evaluate, prioritize, and manage risks based on likelihood and impact.
- Strengthens contract and third-party risk management, including insurance verification, indemnification, liability review, and vendor oversight.
- Adds ongoing monitoring and reporting requirements and requires Policy #190 to be reviewed at least every three years, or sooner when operations, regulatory requirements, or risk conditions materially change.
- Updates insurance requirements to align with current CSU risk management requirements and CSURMA coverage.
- Adds stronger incident reporting, claims management, ongoing risk monitoring, and regular reporting to leadership.
- Adds business continuity and disaster recovery requirements and requires the policy to be reviewed at least every three years.

These revisions move Policy #190 from an insurance-focused policy to a broader risk management approach that better reflects the current operations and responsibilities of Enterprises.

PROPOSED ACTION:

Management and the Finance and Investment Committee have reviewed the updated Risk Management Policy #190 and recommend approval by the Board of Directors.

BE IT RESOLVED, that the Board of Directors accepts the recommendation of the Finance and Investment Committee and approves the updated Risk Management Policy #190, as presented.

PASSED AND ADOPTED THIS 11th DAY OF SEPTEMBER 2026.

By: _____
Dr. Alison Baski, Secretary/Treasurer
Board of Directors

CORPORATE POLICIES

Subject: Risk Management Policy	Policy No.: 190 Last Reviewed: March 8, 2022
Last Revision Date(s): 02/27/01, 03/08/2022	Date: September 1, 2026 Revision: 3

Purpose

This policy establishes a structured and consistent approach to risk management across Enterprises' operations. It defines how risks are identified, evaluated, managed, and monitored to support operational stability, regulatory compliance, and protection of assets. The policy supports the identification of uncertainty, reduction of potential losses, and continuity of operations. It also establishes risk management practices focused on preventing losses and supporting recovery when events occur.

Background

Enterprises maintains a conservative approach to risk management by combining preventive controls, operational practices, and transferring identifiable risks to insurers through the purchase of comprehensive insurance coverage. Enterprises operates in an environment with financial, operational, legal, and strategic risks. These risks can affect people, assets, operations, and reputation. A structured risk management program supports enterprise risk management by addressing risks across all areas of Enterprises rather than in isolated functions. This approach ensures that risks are evaluated consistently and managed in alignment with Enterprises' objectives.

Policy

I. Governance and Oversight

The Risk Management Program shall be overseen by executive leadership and administered by designated management responsible for implementation. Enterprises shall maintain an enterprise Risk Register that documents risks, assigned risk owners, existing controls, and mitigation actions. Management shall assign clear accountability for each identified risk and shall provide periodic reporting on risk exposure, mitigation progress, and emerging risks. All departments shall coordinate to support an enterprise-wide approach to risk management. Risk governance shall ensure clear authority, accountability, and alignment with Enterprises' objectives.

II. Risk Identification

Risks shall be identified on an ongoing basis and whenever significant operational, financial, or strategic changes occur. Risk identification shall include operational, financial, legal and regulatory, strategic, reputational, casualty, and event-related risks. Management shall ensure that all relevant risks are identified in a timely manner and documented appropriately to support evaluation and response.

III. Risk Evaluation and Assessment
Identified risks shall be evaluated using a consistent methodology that considers likelihood and impact. The assessment shall include quantitative analysis to estimate financial exposure and qualitative analysis to assess operational and strategic effects. Risks shall be classified according to defined levels such as high, medium, or low, and key risk drivers shall be identified. Material risks shall be defined using established thresholds and shall require active management. All evaluations shall be documented in the Risk Register.

IV. Risk Treatment Strategies
Enterprises shall determine appropriate risk responses based on evaluation results. Risk may be avoided by discontinuing high-risk activities, mitigated through the implementation of controls and process improvements, transferred through insurance or contractual arrangements, or accepted when exposure remains within approved risk tolerance. Management shall ensure that internal controls such as segregation of duties, system safeguards, and operational procedures are implemented and maintained. Insurance shall be used when risks cannot be reduced to acceptable levels through internal measures.

V. Operational Risk Management
Operational risks arising from inadequate systems, faulty controls, fraud, human error, or external events shall be actively managed. Management shall address risks related to employees, including error, misconduct, and lack of training, as well as process risks such as inadequate procedures and control failures. Management shall also address technology risks, including system failure and cybersecurity threats, and external risks such as vendor failure, fraud, and regulatory exposure. Enterprises shall implement internal controls, oversight mechanisms, and training programs to reduce operational risk.

VI. Contractual and Third- Party Risk
Contracts and agreements shall be managed to control liability and allocate risk appropriately. Enterprises shall use approved contract terms where available, verify insurance coverage from third parties, and evaluate indemnification and liability provisions. Third-party performance and compliance shall be monitored on an ongoing basis. Enterprises shall assess third-party risk prior to entering into agreements to ensure that exposures are understood and controlled.

VII. Insurance Program
Insurance shall be used as a primary method of transferring risk when appropriate. Enterprises shall maintain adequate property and casualty insurance coverage aligned with identified risk exposures and operational needs. At a minimum, Enterprises shall maintain insurance coverage in accordance with requirements established by the California State University Systemwide Office of Risk Management, including those set forth in the California State University Insurance Requirements or its successor. Coverage may include, but is not limited to, general liability, auto liability, directors and officers' liability, fiduciary liability, professional liability, employer's liability, pollution liability, workers' compensation, fidelity, and property insurance, as applicable to operations. Enterprises shall participate in the

California State University Risk Management Authority coverage program, which satisfies these insurance requirements.

VIII. Incident and Claims Management

All incidents shall be reported, documented, and managed in a timely manner. Serious incidents shall be reported immediately, and all relevant evidence and documentation shall be preserved. Enterprises shall coordinate with insurers and legal counsel as required and shall track claims and loss trends. Management shall implement corrective actions based on incident analysis to reduce the likelihood of recurrence.

IX. Monitoring and Reporting

Enterprises shall continuously monitor risks and control effectiveness. The Risk Register shall be reviewed and updated regularly, and mitigation actions shall be tracked against defined timelines. Management shall report significant risks to Leadership, the Executive Committee, or the Board of Directors, as appropriate risk tolerance and exposure levels. Enterprises shall evaluate control effectiveness on an ongoing basis, and all monitoring activities shall align with defined risk tolerance and exposure levels.

X. Review and Continuous Improvement

This policy and the risk management program shall be periodically reviewed to ensure ongoing effectiveness and risk alignment with Enterprises' operations. The review shall include periodic assessments of risks, exposures, activities, and properties, with updates made to the Risk Register and mitigation plans as needed. The policy shall also be reviewed at least every three years, or sooner if operations, regulatory requirements, or risk conditions materially change.

XI. Business Continuity and Disaster Recovery

Enterprises shall maintain business continuity and disaster recovery plans to ensure that critical operations can continue during disruptions. These plans shall include recovery procedures for systems and infrastructure, continuity procedures for essential operations, and communication protocols for emergencies. Plans shall be tested regularly and updated as necessary to ensure effectiveness.

CORPORATE POLICIES

Subject: Risk Management ~~and Property and Casualty Insurance~~ Policy

Policy No.: 190
Last Reviewed: March 8, 2022
Date: September 1, 2026

Last Revision Date(s): 02/27/01, 03/08/,2022

Revision: 3

~~A. Purpose~~

~~B. Background~~

~~C. Policy~~

~~A.~~ Purpose

This policy ~~defines the steps to be taken for risk management~~establishes a ~~-~~structured and consistent approach to ~~R~~risk ~~M~~management across Enterprises' operations. ~~guidance is designed to identify and evaluate risks to which~~ framework for the Cal Poly Pomona ~~Foundation (Enterprises) may be exposed, reducingto~~lt~~-~~ defines how risks are identified, evaluated, managed, and monitored to support operational stability, regulatory compliance, and protection of assets.~~identify, evaluate, and mitigate property and casualty risks.~~ The policy supports the identification of uncertainty, reduction of potential losses, and continuity of operations. It also establishes risk management practices focused on preventing losses and supporting recovery when events occur.~~It addresses threats to physical assets, potential liabilities, contractual exposures, and operational vulnerabilities through a combination of insurance coverage, preventive practices, and coordinated oversight. The program is intended to reduce or eliminating~~eliminate ~~losses from injury to persons, damage to property, business interruption, and costs incurred in the defense of lawsuits through appropriate management action. Risk Management is also concerned with preservation~~or settlement ~~of claims, while preserving~~ Enterprises ~~assets and protection against loss of earning power. The Foundation risk management policy includes identification and evaluation of risk factors: 1) property (i.e., crime, earthquake, fire, and flood) and 2) casualty, (i.e., D&O professional, liability, general and excess liability). Insurance coverage is purchased to establish a framework within which the Foundation's services, programs and activities, can be effectively managed.~~

~~B.~~ Background

Enterprises ~~has long~~ maintains ~~practiced~~ a conservative approach to risk management by combining preventive controls, operational practices, and transferring identifiable risks ~~and has transferred risk of identifiable hazards~~ to insurers through the purchase of comprehensive insurance coverage. Enterprises operates in an environment with financial, operational, legal,

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and strategic risks. These risks can affect people, assets, operations, and reputation. ~~These practices to implement it are integrated into the Foundation'sEnterprises operations and are coordinated, as applicable, with campus partners (including University risk management, safety, and legal functions) for joint programs or activities. Section 8.7, "Risk Management," of the Manual of Policies and Procedures for Auxiliary Organizations of the California State University identifies the need for clarificationemphasizes clarity of risk management policy and practices on the campus by androles between the universityUniversity and its auxiliary organizations, especially in the case of joint programs or activities. On October 27, 1999, the Chancellor issued , Executive Order No. 715, which (issued October 27, 1999) recognized risk management as an essential program of the CSU system. This Executive Order defines the subject of Risk Management on a broad policy statement for the CSU system.~~ A structured risk management program supports enterprise risk management by addressing risks across all areas of Enterprises rather than in isolated functions. This approach ~~-~~ensures that risks are evaluated consistently and managed in alignment with Enterprises' objectives.

Policy

~~C.~~

~~Enterprises recognizes its role of stewardship over physical assets, which are used to establish trusts, as well as stewardship of Enterprises resources. This responsibility requires due concern for the safety of members of the public who make use of Enterprises' services, projects, or programs.~~

~~I.~~ ~~Loss Prevention~~**I. Governance and Oversight**

The Risk Management Program shall be overseen by executive leadership and administered by designated management responsible for implementation. Enterprises shall maintain an enterprise Risk Register that documents risks, assigned risk owners, existing controls, and mitigation actions. Management shall assign clear accountability for each identified risk and shall provide periodic reporting on risk exposure, mitigation progress, and emerging risks. All departments shall coordinate to support an enterprise-wide approach to risk management. Risk governance shall ensure clear authority, accountability, and alignment with Enterprises' objectives.~~Governance and Coordinated Oversight~~

~~The Foundation recognizes its responsibility to ensure appropriate deductibles are determinedRisk Management Program is overseen by the Executive Director with due consideration of insurance market conditions.~~

~~II. Insurance Acquisition~~

~~The Foundation practice is to bid insurance on an annual basis. The Foundation is not obligatedand administered by operation of any statute or regulation to award contractsthe Chief Financial Officer (CFO), who is responsible for insurance to any insurance underwriter, broker, agent,coordinating risk retention group or other similar group oridentification,~~

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~~evaluation, mitigation, and insurance placement.~~

~~organization. The Foundation will continue to • Maintain an enterprise Risk Register documenting material property and casualty risks, risk owners, controls, and mitigation plans.~~

~~• Convene (or designate) an Insurance/Risk Working Group as needed, including representatives from operations, facilities, human resources, and project/program leadership, to review exposures and controls.~~

~~• Coordinate, as applicable, with University Risk Management, safety, and legal functions for joint or shared programs, facilities, events, and contracts.~~

~~• Provide periodic reporting to Enterprises leadership on significant exposures, claims/loss trends, corrective actions, and insurance program status.~~

II. ~~—~~Risk Identification

Risks shall be identified on an ongoing basis and whenever significant operational, financial, or strategic changes occur.~~there are material changes to Enterprises activities, programs, properties, or contractual commitments.~~ Risk i~~I~~dentification shall include operational, financial, legal and regulatory, strategic, reputational,~~activities should consider, at minimum, the following exposure categories:~~

~~• Property risks: fire, smoke, earthquake, flood/water intrusion, windstorm, theft/crime, vandalism, equipment breakdown, and other threats to physical assets and business operations.~~

~~•~~ casualty, and event-related risks.~~: bodily injury and property damage to third parties, premises and operations liability, auto liability, workers' compensation, employment practices, professional or fiduciary liability, Directors and Officers (D&O) exposures, and other legal liabilities.~~

~~•~~ Management shall ensure that all relevant risks are identified in a timely manner and documented appropriately to support evaluation and response.~~ Contractual exposures: indemnification obligations, limitation of liability terms, insurance requirements, leases/occupancy arrangements, and joint or shared responsibility with other entities.~~

~~• Operational vulnerabilities: safety practices, staffing and training, security controls, vendor/contractor oversight, and continuity of critical operations.~~

III. ~~-~~Risk Evaluation and Assessment~~Prioritization~~

Identified risks shall be evaluated using a consistent methodology that considers likelihood and impact. ~~(financial, safety, operational, legal/regulatory, and reputational). Evaluation outputs shall be documented in the Risk Register and used to prioritize mitigation activities and insurance decisions.~~The assessment shall include quantitative analysis to estimate financial exposure and qualitative analysis to assess operational and strategic effects. Risks shall be classified according to defined levels such as high, medium, or low, and key risk drivers shall be identified. Material risks shall be defined using established thresholds and shall require active management. All evaluations shall be documented in the Risk Register.

~~• Assign a risk owner for each material exposure and document existing controls.~~

~~• Determine the appropriate risk treatment: avoid, reduce, transfer, or accept.~~

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~~• Establish target completion dates for mitigation actions and track progress.~~

IV. Risk Treatment Strategies~~IV. Risk Mitigation and Preventive Practices~~

Enterprises shall determine appropriate risk responses based on evaluation results. Risk may be avoided by discontinuing high-risk activities, mitigated through the implementation of controls and process improvements, transferred through insurance or contractual arrangements, or accepted when exposure remains within approved risk tolerance. Management shall ensure that internal controls such as segregation of duties, system safeguards, and operational procedures are implemented and maintained. Insurance shall be used when risks cannot be reduced to acceptable levels through internal measures.~~t~~

~~preventive practices to reduce the frequency and severity of losses. Preventive practices may include written procedures, training, inspections, maintenance, and corrective action tracking.~~

~~• Conduct routine inspections and maintain inventories of physical assets; address deficiencies through documented corrective actions.~~

~~• Implement safety and risk avoidance training for employees, including reinforcement and accountability for compliance.~~

~~• Maintain emergency preparedness and disaster response procedures, including incident communications and recovery planning.~~

~~• Use vendor and contractor controls (qualification, supervision, and safety requirements) appropriate to the services performed.~~

V. Operational Risk Management

Operational risks arising from inadequate systems, faulty controls, fraud, human error, or external events shall be actively managed. Management shall address risks related to employees, including error, misconduct, and lack of training, as well as process risks such as inadequate procedures and control failures. Management shall also address technology risks, including system failure and cybersecurity threats, and external risks such as vendor failure, fraud, and regulatory exposure. Enterprises shall implement internal controls, oversight mechanisms, and training programs to reduce operational risk.

VI~~V~~. Contractual and Third- Party Risk

Contracts and agreements shall be managed to control liability and allocate risk appropriately.

Enterprises shall use approved contract terms where available, verify insurance coverage from third parties, and evaluate indemnification and liability provisions. Third-party performance and compliance shall be monitored on an ongoing basis. Enterprises shall assess third-party risk prior to entering into agreements to ensure that exposures are understood and controlled.~~• Use approved contract templates and clauses when available, including indemnification, insurance, and risk allocation provisions appropriate to the activity.~~

~~• Require and verify Certificates of Insurance (and endorsements when needed) from vendors, contractors, tenants, and event sponsors; monitor expirations and renewals.~~

~~• Identify agreements involving joint/shared responsibility with the University or other~~

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entities and document roles and risk allocations (e.g., MOUs).
• Submit unusual, high-risk, or non-standard contractual terms for review by appropriate Enterprises leadership and counsel.

VIIVI. Insurance Program

Insurance shall be used as a primary method of transferring risk when appropriate. Enterprises shall maintain adequate property and casualty insurance coverage aligned with identified risk exposures and operational needs. At a minimum, Enterprises shall maintain insurance coverage in accordance with requirements established by the California State University Systemwide Office of Risk Management, including those set forth in the California State University Insurance Requirements or its successor.

Coverage may include, but is not limited to, general liability, auto liability, directors and officers' liability, fiduciary liability, professional liability, employer's liability, pollution liability, workers' compensation, fidelity, and property insurance, as applicable to operations. Enterprises shall participate in the California State University Risk Management Authority coverage program, which satisfies these insurance requirements.
principal risk transfer tool when the Enterprises cannot eliminate, reduce, or economically withstand a risk of loss. Coverage limits, deductibles, and terms shall be aligned with Enterprises exposures and contractual requirements.
• Annually review the scope of coverage and limits in relation to activities and liability exposures, including review of broker recommendations and any Insurance Survey or exposure data collection process.
• Solicit competitive proposals as appropriate and purchase insurance from insurers, which are financially sound insurers with superior industrystrong administrative ratings. Premium costs are an essential element in the evaluation of any proposal for insurance coverage and service capability.
• Maintain a current schedule of insurance policies and ensure coverage is updated as assets are acquired or disposed of and as operations change.
• Determine appropriate deductibles through the Executive Director, with due consideration of insurance market conditions and Enterprises risk tolerance.

VIIIVII. Incident and Claims Management

All incidents shall be reported, documented, and managed in a timely manner. Accidents, injuries, near-miss events, property damage, and potential claims shall be reported promptly and managed to support timely investigation, mitigation, and insurer notification. Serious incidents shall be reported immediately, and all relevant evidence and documentation shall be preserved. Enterprises shall coordinate with insurers and legal counsel as required and shall track claims and loss trends. Management shall implement corrective actions based on incident analysis to reduce the likelihood of recurrence.

• Report serious incidents as soon as practicable and no later than one business day after discovery, unless circumstances require faster notification.
• Preserve evidence and maintain documentation (photos, witness statements, and relevant records) consistent with legal and insurer requirements.

~~• Submit lawsuits or potential litigation matters to the appropriate insurer(s) and coordinate investigation, defense, and settlement activities with insurers and counsel.~~
~~• Track claims and loss trends to identify root causes and implement corrective actions.~~

IX. Monitoring and Reporting

Enterprises shall continuously monitor risks and control effectiveness. The Risk Register shall be reviewed and updated regularly, and mitigation actions shall be tracked against defined timelines. Management shall report significant risks to Leadership, the Executive Committee, or the Board of Directors, as appropriate risk tolerance and exposure levels. Enterprises shall evaluate control effectiveness on an ongoing basis, and all monitoring activities shall align with defined risk tolerance and exposure levels.

X~~VIII~~. Review and Continuous Improvement

This policy and the risk management program shall be periodically reviewed to ensure ongoing effectiveness and risk alignment with Enterprises' operations~~alignment with Enterprises operations.~~. The review shall include

• ~~Perform~~ periodic assessments of risks, exposures, activities, and properties, with updates made to the Risk Register and mitigation plans ~~accordingly~~as needed. The policy shall also be reviewed at least every three years, or sooner if operations, regulatory requirements, or risk conditions materially change.

XI. Business Continuity and Disaster Recovery

Enterprises shall maintain business continuity and disaster recovery plans to ensure that critical operations can continue during disruptions. These plans shall include recovery procedures for systems and infrastructure, continuity procedures for essential operations, and communication protocols for emergencies. Plans shall be tested regularly and updated as necessary to ensure effectiveness.

~~**IX.III. Cooperative Programs**~~

~~The Enterprises will remain alert to opportunities for cooperative action with other entities when such cooperation is mutually beneficial in the treatment of risks requiring special consideration, cost and service., Any such cooperative activityarrangement shall be evaluated by the Foundation Chief Financial Officer (CFO) and other Foundation staff as necessary. The final determination for the course of action shall be reviewed and approved by the Executive Director.~~

~~IV. Management of Risks~~

~~The management of risks of loss to the Foundation under the above policy shall be the responsibility of the Chief Financial Officer (CFO). It is the duty of the CFO to identify risks, determine the means of eliminating, abating, transferring, or accepting these risks and advise the Executive Director on these considerations. It is expected that the CFO will evaluate recommendations of the Foundation's insurance broker and present them to the Executive Director as needed.~~

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When the Foundation cannot eliminate or economically withstand a risk of loss, insurance shall be purchased to cover the risk. The form and sufficiency of various policy limits for protection of the Foundation shall be determined by Chief Financial Officer (CFO) in concert with the Executive Director.

V. Management Standards/Guidelines

The Risk Management program is implemented consistent with this policy statement. Written program guidelines include criteria to identify hazards and risks for analysis such as the following:

1. Annual review of scope of coverage and the limits of insurance policies in relation to activities and liability exposure; including annual review of Insurance Survey endorsed by broker and Insurance Committee;

2. Quantification of activities, services, and support activities in which the Foundation is involved;

3. Minimum insurance coverage and limits by types of authorized activities;

4. Activity relationships in which there is or may be joint or shared responsibility and liability with respect to contracts, employment, occupancy of premises, or oversight of facilities, programs or services between the Foundation and or other entity; and

5. The exclusion of risks or activities which the Foundation is clearly unwilling to undertake under any and all conditions, including those which may be prohibited or pose such a high degree of risk as to jeopardize the feasibility of the activity or constitute a threat to the Foundation.

The following program elements for risk management are integrated into the Foundation's operations:

1. Annual review of scope of coverage and the limits of insurance policies in relation to activities and liability exposure;

2. The ability to partially or entirely self-insure risks, as areas of risks are discovered or determined;

3. Monitor and maintain insurance coverage as assets are acquired or disposed of and claims are processed;

4. Conduct of routine inspections and inventory of physical assets;

5. Identification of areas and activities involving joint/shared risk, (i.e. pooling of risk);

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6. Conduct of ongoing safe practice/risk avoidance training and reinforcement effort with employees covering all risks;
7. Observe implementation of safe practices;
8. Institute disciplinary measures to insure implementation of risk management.

VI. Program Practices

1. Foundation management shall establish and maintain documented risk management practices such as:

2. Analysis of new activities (especially assumption of contractual liability) in terms of risks; Periodic review of risks, exposures, activities, and properties;
3. Assessment of risk exposure on and off premises, in operations, through contracts, and with avoidance/prevention efforts;
4. Accident/loss monitoring;
5. Submission of civil law suits or potential ligation issues to insurance company for bodily injury, property damage, personal injury, contractual disputes or advertising injury to investigate and defend for which excess and umbrella liability insurance coverage apply;
6. Systematic claims assessment to insure claims are properly administered;
7. Information dissemination to Foundation projects related to risks;
8. Assessment of risk management as a component of management performance evaluations; and
9. Develop disaster preparedness plan.

~~VII.~~ Program Organization

The Executive Director in concert with the Chief Financial Officer (CFO) may periodically identify how the Risk Management Program is to be organized including:

Appropriate delegation of authority;

1. Performance of program duties and task assignments;
2. Role of risk management counsel; and

How risk management program/staff interacts with the safety, security, legal, and employee relation functions

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Memorandum

Date: September 11, 2026

To: Board of Directors

From: Juan Hernandez, Chief Financial Officer
Michelle Cardona, Chair, Finance and Investment Committee

Attached: Policy 140, Debt Policy

Subject: NEW DEBT POLICY #140

Policy #140 is a new policy establishing a comprehensive framework for the authorization, issuance, administration, and repayment of debt by Cal Poly Pomona Enterprises (CPPE). It is intended to ensure that debt supports CPPE's mission, preserves long-term financial capacity and liquidity, and complies with CSU, University, legal, tax, and contractual requirements.

The major provisions include:

- Defines the debt instruments covered by the policy, including CSU program obligations, loans, bonds, finance leases, installment agreements, refundings, and material modifications.
- Assigns approval and oversight responsibilities to the Board, Committee, CEO, CFO, University, and CSU, and prohibits binding commitments before required approvals.
- Generally requires the CSU Systemwide Revenue Bond or Commercial Paper Programs for capital financing, with a mission-aligned purpose and appropriate term.
- Requires a CFO-prepared plan of finance addressing affordability, repayment sources, alternatives, material risks, covenants, approvals, and coverage requirements.
- Incorporates applicable minimum debt-service coverage ratios: 1.10x for CPPE's auxiliary Debt Program, 1.35x for combined-campus Debt Programs, and 1.45x for systemwide SRB coverage.
- Requires quarterly Committee reporting, annual Board reporting, prior Board approval for exceptions, and review of the policy at least every two years.

PROPOSED ACTION:
Management and the Finance and Investment Committee have reviewed the new Debt Policy #140 and recommend approval by the Board of Directors.

BE IT RESOLVED, that the Board of Directors accepts the recommendation of the Finance and Investment Committee and approves the new Debt Policy #140, as presented.

PASSED AND ADOPTED THIS 11th DAY OF SEPTEMBER 2026.

By: _____
Dr. Alison Baski, Secretary/Treasurer
Board of Directors

Cal Poly Pomona ENTERPRISES

CORPORATE POLICY

Subject: Debt Policy	Policy No.: **140**
	Date: 08/05/2026
Last Revision Date: 08/05/2026	Revision: 0

A. Purpose

B. Scope

C. Authority, Governing Requirements, and Precedence

D. Definitions

E. Core Policy Principles

F. Governance and Approval

G. Permitted Financing Structures

H. Plan of Finance and Financial Standards

I. Structuring and Risk Management

J. Financing Compliance

K. Post-Issuance Administration and Monitoring

L. Board and Committee Reporting

M. Exceptions, Implementation, and Review

Appendix A - Approval and Review Matrix

Appendix B - Governing Authorities and CSU Guidance

Executive Policy Statement

Cal Poly Pomona Foundation, Inc., operating as Cal Poly Pomona Enterprises ("CPPE"), will incur debt only when it advances CPPE's authorized mission, preserves long-term financial capacity, and complies with all applicable California State University ("CSU"), University, legal, tax, and contractual requirements. No debt may be committed, issued, incurred, or materially modified without the approvals required by this policy.

CPPE will use the CSU Systemwide Revenue Bond ("SRB") Program or Commercial Paper ("CP") Program for capital financing unless another structure is expressly permitted and approved under CSU

policy. CPPE shall satisfy all applicable CSU, campus, and financing-document debt-service coverage requirements.

A. Purpose

This policy establishes a comprehensive framework to:

1. govern the authorization, structuring, issuance, administration, and repayment of debt;
2. preserve CPPE's financial strength, liquidity, unrestricted revenues, assets, and future borrowing capacity;
3. ensure that debt is used only for mission-aligned purposes and assets with appropriate useful lives;
4. comply with CSU requirements applicable to auxiliary organizations and the SRB and CP Programs;
5. establish controls for compliance with the covenants and post-issuance obligations of each applicable financing agreement; and
6. provide the Board of Directors with consistent information for approving and monitoring debt.

B. Scope

This policy applies to CPPE and all of its divisions, enterprises, programs, funds, and controlled entities. It governs the issuance or incurrence by CPPE of the following debt instruments:

7. SRB and CP obligations;
8. bank and other loans, notes, and bonds, whether publicly offered or privately placed;
9. finance leases, installment purchase or sale agreements, and certificates of participation; and
10. refundings and material amendments, restructurings, or replacements of any covered debt instrument.

California Code of Regulations, title 5, section 42500(c), expressly defines auxiliary debt instruments to include loans, notes, bonds, finance leases, installment purchase or sale agreements, and certificates of participation. Because those categories are required by the regulation, they remain within this policy even though other routine commercial arrangements are excluded.

Ordinary-course trade payables, operating leases that are not finance leases, undrawn credit facilities, and stand-alone letters of credit, liquidity facilities, reimbursement agreements, guarantees, indemnities, or similar commercial arrangements that do not themselves constitute a debt instrument under title 5, CSU policy, or applicable law are outside this policy. The CFO, in consultation with legal counsel, shall determine whether an arrangement falls within this policy when its classification is uncertain.

C. Authority, Governing Requirements, and Precedence

CPPE is a recognized CSU auxiliary organization and shall conduct financing activities in accordance

with applicable law, CSU policy, University policy, CPPE governing documents, and executed financing agreements.

The principal governing requirements include:

1. California Education Code sections 89900 and 89904;
2. California Code of Regulations, title 5, sections 42401 and 42500;
3. the current CSU Financing and Debt Management Policy;
4. the current CSU Auxiliary Organizations policy and related sound business practice requirements;
5. CPPE's operating agreement with the CSU and California State Polytechnic University, Pomona (the "University");
6. each applicable resolution, loan agreement, indenture, tax certificate, payment schedule, continuing disclosure undertaking, and related financing document.

Applicable law, CSU policy, and executed financing documents shall control in the event of a conflict with this policy. Material conflicts shall be referred to the CFO and legal counsel and, when appropriate, to the University or Board. This policy does not amend or waive an executed financing document.

D. Definitions

Annual Debt Service. Scheduled principal, interest, mandatory sinking fund payments, financing lease payments, and similar required payments during a 12-month period, calculated in accordance with the controlling financing documents. For variable-rate debt, the CFO shall apply the rate assumptions required by the financing documents and any other assumptions the CFO determines appropriate for the proposed financing.

Debt Service Coverage Ratio (DSCR). Annual gross revenues of the applicable Debt Program less annual operating expenses, divided by annual debt service, calculated under the current CSU Financing and Debt Management Policy using debt service information and assumptions approved by the CSU Office of the Chancellor.

Debt. Any obligation within the scope described in Section B.

Debt Program. The CPPE operations whose gross revenues provide the source of repayment for one or more self-support projects, as defined under CSU policy and the applicable approved plan of finance.

Project. The acquisition, construction, renovation, improvement, equipping, or refinancing of real or personal property, or another authorized purpose, for which debt is proposed.

E. Core Policy Principles

E.1 Authorized purpose and affordability

Debt shall finance activities authorized by CPPE's governing documents and operating agreement, consistent with the University's educational mission, and within an authorized auxiliary function. Each financing must have a credible and legally available repayment source. Long-term Debt shall not fund recurring operating deficits, and short-term working-capital borrowing must have a defined repayment source. When applicable, the repayment term should be appropriate for the expected useful life of the financed asset.

E.2 Enterprise-wide risk

Each financing shall be evaluated based on its effect on CPPE as a whole, including potential impacts on unrestricted revenues, assets, liquidity, and future borrowing capacity.

E.3 Transparency and independent review

The Board shall receive sufficient information to evaluate each financing, including material assumptions, total costs, repayment sources, security, covenants, conflicts of interest, and risks. CPPE shall use qualified independent advisors when appropriate for the transaction.

F. Governance and Approval

F.1 Board of Directors

The Board retains authority to:

1. adopt and amend this policy;
2. approve each new Debt obligation and any material pledge or security supporting that Debt;
3. approve the maximum principal amount, purpose, final maturity, security, repayment source, and material financing terms;
4. approve refinancings, restructurings, material amendments, covenant waivers, and prepayments that involve a material cost, risk, or change in economics;
5. approve any variable-rate exposure, derivative, swap, or alternative financing structure associated with covered Debt; and
6. authorize officers to execute documents only after all required CSU and University approvals have been obtained or made express conditions to closing.

Board approval may state a not-to-exceed principal amount and authorize designated officers to finalize terms within defined parameters. A material change outside those parameters requires further Board approval.

F.2 Finance and Investment Committee

The Finance and Investment Committee, or any successor committee assigned financial oversight, shall review each financing recommendation before Board action. The Committee shall review affordability, risks, structure, covenants, alternatives, compliance, and the effect on CPPE's financial capacity.

F.3 Chief Executive Officer

The Chief Executive Officer ("CEO") shall confirm mission alignment, recommend financings to the Board, ensure cross-functional accountability, and execute approved documents within delegated authority.

F.4 Chief Financial Officer

The CFO is the policy administrator and shall:

1. lead the plan of finance, due diligence, risk analysis, and advisor selection;
2. coordinate with the University and CSU Office of the Chancellor;
3. maintain the debt register, compliance calendar, and material financing records;
4. calculate and report CPPE-level and contractual coverage and provide information required for University and CSU evaluations;
5. ensure timely payment of debt-service and other required amounts;
6. monitor applicable tax, disclosure, use-of-proceeds, and other post-issuance requirements; and
7. notify the CEO, Committee Chair, Board Chair, University Chief Financial Officer, and CSU officials as required of any actual or potential default, covenant breach, or material adverse development.

F.5 University and CSU approvals

No Debt instrument may be issued or incurred without prior approval of the University President and all other University, Chancellor's Office, or Trustee approvals required by law or CSU policy. All CSU or auxiliary debt issuance must be approved by the Trustees or under authority delegated by the Trustees.

F.6 No premature commitment

Before required approvals, CPPE may conduct due diligence, seek nonbinding indications, and negotiate documents expressly subject to approval. CPPE shall not sign a binding term sheet, pay a nonrefundable financing fee, authorize a lender to rely on CPPE's credit, pledge assets or revenues, or otherwise commit to Debt before all required approvals.

G. Permitted Financing Structures

G.1 Capital financing

Capital projects shall generally be financed through the CSU SRB or CP Programs unless an alternative structure is permitted and approved under CSU policy. The CFO may recommend other loans or financing structures when appropriate to the purpose and when all required CPPE, University, and CSU approvals are obtained.

G.2 Working-capital borrowing

Working-capital borrowing must address a documented need, have an identified repayment source, and be structured for repayment over a period appropriate to that need. A bank line of credit may be established within Board-approved parameters. Individual draws do not require additional Board approval when they remain within the approved amount, purpose, term, and other material parameters.

G.3 Restrictions

CPPE shall not use Debt for speculative or leveraged investment, pledge restricted resources contrary to law or restriction, grant security prohibited by an existing agreement, or enter into a financing structure prohibited by CSU policy. Derivatives or hedging associated with Debt require specific Board and all required University and CSU approvals.

H. Plan of Finance and Financial Standards

H.1 Financial analysis

Before recommending Debt, the CFO shall prepare a financial analysis appropriate to the nature and materiality of the proposed financing. The analysis shall address the purpose, amount, repayment source, material terms, projected affordability, applicable Debt Service Coverage Ratio (DSCR) requirements, principal risks, alternatives considered, and required approvals. For SRB and CP self-support projects, the analysis shall also include all plan-of-finance elements required by CSU policy.

H.2 Coverage standards

The following standards apply at different organizational levels. CPPE is responsible for calculating and monitoring its auxiliary Debt Program DSCR and any contractual coverage tests. The University and the CSU Office of the Chancellor shall perform their respective oversight and calculation roles for the combined-campus and systemwide standards as described below. CPPE shall provide complete and timely information needed for those evaluations. Compliance with one measure does not substitute for compliance with another.

Measure	Minimum or target	Application
CSU auxiliary Debt Program DSCR	1.10x minimum	Calculated by CPPE using CSU-approved assumptions and debt-service information; subject to University and CSU review
CSU combined-campus Debt Programs DSCR	1.35x minimum	Determined by the University in coordination with CPPE and the CSU Office of the Chancellor; CPPE shall provide the information required for review and approval
CSU systemwide SRB DSCR	1.45x minimum	Calculated and managed by the CSU Office of the Chancellor; CPPE shall provide requested information through the University or directly to CSU, as applicable
Contractual coverage tests	As required	Calculated and certified exactly as required by each applicable financing agreement

No new Debt may be recommended if CPPE's applicable base-case forecast falls below a required

auxiliary Debt Program or contractual minimum, or if the University or CSU Office of the Chancellor determines that a combined-campus or systemwide standard would not be satisfied. An actual or projected breach identified by CPPE, or notice from the University or CSU that a broader standard is not satisfied, requires prompt escalation under Section K.4 and an appropriate corrective action plan.

H.3 Cash contribution

For a CSU self-support project financed through the SRB or CP Program, the plan of finance shall include a cash contribution determined by the CSU based on total Project cost. The contribution must be held in accounts controlled by CPPE or the University, as applicable, and readily available before Debt issuance.

H.4 Liquidity and reserves

CPPE shall maintain sufficient liquidity to meet scheduled debt-service requirements and all legally or contractually required reserves. Restricted funds shall not be treated as available for debt service unless their use is legally permitted.

H.5 Evaluation method

The CFO shall select the financial methods, forecast periods, assumptions, and analytical techniques appropriate to the financing and shall document the material assumptions, conclusions, and principal risks. Any analysis required by CSU, the University, applicable law, or the controlling financing documents shall also be completed.

H.6 Financing assumptions and term

For SRB and CP financings, maturity, amortization, and interest-rate assumptions shall comply with the applicable CSU Financing and Debt Management Policy. Other Debt shall be structured based on its purpose, repayment source, useful life, cost, and risk. Any balloon, bullet, or deferred-amortization structure requires specific Board approval and a credible repayment or refinancing plan.

I. Structuring and Risk Management

I.1 Fixed- and variable-rate debt

CPPE generally prefers fixed-rate, fully amortizing long-term Debt for permanent financing. Variable-rate Debt may be used only when its benefits, liquidity needs, rate-reset exposure, and termination or refinancing risks are documented and approved.

The CSU Office of the Chancellor manages the systemwide requirement that no more than 25% of CSU Debt be unhedged variable-rate Debt, including commercial paper. CPPE shall provide information and comply with any allocation or limitation established by CSU.

I.2 Capitalized interest

Capitalized interest may be used only during an authorized acquisition, construction, renovation, or interim financing period and must be included in total Project cost and debt-capacity analysis. The permanent operating plan must demonstrate payment of debt service from recurring, legally available revenues.

I.3 Derivatives and hedging

CPPE shall not enter into an interest-rate swap or other derivative unless:

1. the Board specifically approves the transaction;
2. all required CSU and University approvals are obtained;
3. independent financial and legal advisors evaluate pricing, counterparty credit, collateral, basis, tax, termination, and accounting risks; and
4. the Board-approved plan identifies ongoing monitoring and exit procedures.

I.4 Security and revenue commitments

Any pledge, lien, collateral assignment, mortgage, or security interest must be specifically disclosed to and approved by the Board and all required CSU authorities. The CFO and legal counsel shall evaluate its effect on existing creditors, donor restrictions, revenues available for debt service, existing legal pledges and negative-pledge covenants, and future borrowing capacity.

I.5 Refunding, restructuring, and prepayment

CPPE may refund, restructure, or prepay Debt when it produces positive risk-adjusted value or advances a documented strategic objective. The analysis shall include net present value savings, all transaction costs and premiums, extension of maturity, use of reserves, changes in covenants or security, accounting effects, tax implications, and any increase in refinancing risk.

J. Financing Compliance

J.1 Payments and required transfers

CPPE shall make all debt-service payments and required transfers in the amounts and by the dates established in applicable CSU notices and financing documents. The CFO shall maintain an internal funding calendar and ensure sufficient funds are available when due.

J.2 Financing, tax, and disclosure compliance

CPPE shall comply with all revenue-pledge, reporting, tax, disclosure, insurance, use-of-proceeds, additional-debt, lien, security, and other requirements contained in applicable law, CSU policy, and financing documents. The CFO shall maintain procedures and records appropriate to monitor these requirements and shall obtain legal, bond counsel, University, or CSU review when required.

J.3 Defaults and material events

The CFO shall promptly escalate any actual or potential default, payment deficiency, covenant breach, tax or disclosure issue, or other material event in accordance with Section K.4 and applicable notice requirements.

K. Post-Issuance Administration and Monitoring

K.1 Debt register

The CFO shall maintain a complete debt register showing, for each obligation:

1. lender or issuer, type of obligation, purpose, and original and outstanding principal;
2. issue date, maturity, interest rate, and scheduled payment dates;
3. repayment source and security, if any;
4. material covenants, coverage tests, and compliance dates; and
5. location of the governing financing documents.

K.2 Compliance calendar

The CFO shall maintain a compliance calendar reflecting the payment, reporting, covenant, tax, disclosure, and notice requirements applicable to each Debt obligation.

K.3 Use of proceeds and financing compliance

Debt proceeds shall be tracked and used only for authorized purposes. CPPE shall maintain appropriate controls and records to support compliance with applicable financing, tax, disclosure, and CSU requirements.

K.4 Defaults and corrective action

The CFO shall notify the CEO, Board Chair, Committee Chair, University chief financial officer, and CSU officials as required immediately upon learning of:

1. a missed or threatened payment;
2. an actual or projected covenant breach;
3. a material error in a representation, report, or coverage calculation;
4. an event that could impair tax-exempt status, revenues pledged under applicable financing documents, or CPPE's ability to perform; or
5. another event that constitutes or could become a material default.

Required notice shall be furnished to the Board of Trustees, CSU officials, lenders, trustees, or other financing parties within the period specified by the applicable financing documents.
Management shall develop an appropriate corrective action plan. No corrective action may violate donor restrictions, law, CSU policy, or financing documents.

L. Board and Committee Reporting

The CFO shall report to the Committee at least quarterly and to the Board at least annually. Reporting shall include:

1. outstanding Debt and scheduled debt-service obligations;
2. applicable CPPE Debt Program and contractual DSCRs, together with any combined-campus or systemwide determinations provided by the University or CSU Office of the Chancellor;
3. compliance with material payment, covenant, tax, and disclosure requirements; and

4. any default, waiver, material amendment, policy exception, or other matter requiring Committee or Board attention.

M. Exceptions, Implementation, and Review

M.1 Exceptions

No exception may waive law, CSU policy, a Trustee or University approval, a tax requirement, or a financing covenant. Any permissible exception to an internal provision of this policy requires prior Board approval based on a written recommendation from the CEO and CFO that describes the reason, duration, financial effect, risks, mitigations, and exit plan.

M.2 Implementing procedures

The CEO and CFO may establish written procedures, forms, calendars, and internal controls consistent with this policy. Administrative updates to the debt register, payment schedules, contact information, and source references do not require amendment of this policy.

M.3 Review

The CFO shall review this policy at least every two years and whenever CSU policy, law, CPPE's financing documents, or CPPE's debt profile materially changes. Proposed amendments shall be reviewed by legal counsel and the Finance and Investment Committee before Board action. This policy becomes effective upon Board approval and applies to all existing and future Debt; existing financing documents remain controlling according to their terms.

Cal Poly Pomona ENTERPRISES

Appendix A - Approval and Review Matrix

Action	Management	Finance and Investment Committee	CPPE Board	University / CSU
Preliminary due diligence; nonbinding market inquiry	CEO/CFO authorize	Informed as appropriate	Not required if no commitment	Early coordination with University President and Campus CFO
Conceptual plan of finance	CEO recommends; CFO prepares	Reviews and recommends	Approves concept or directs further work	University and Chancellor's Office review as required
Final Debt authorization	CEO/CFO recommend	Reviews final terms and risks	Approves maximum amount, purpose, term, security, and parameters	President, Chancellor's Office, Trustees, or delegated approval as required
Bank line of credit or other non-CSU loan	CEO/CFO recommend; CFO evaluates terms and repayment source	Reviews and recommends	Approves maximum commitment, permitted purpose, term, and material parameters	University President approval as required; Chancellor's Office, Trustee, or delegated approval only when applicable
Document execution and closing	Authorized officers execute within parameters	Receives closing update	No further action unless terms exceed authority	Required CSU execution, acknowledgment, or approval
Material amendment, waiver, or new pledge related to covered Debt	CEO/CFO recommend	Reviews	Approves	Required approvals before effectiveness
Refunding, restructuring, or material prepayment	CEO/CFO recommend for non-SRB Debt; SRB Debt recommended by Chancellors Office	Reviews economics and risks	Approves	CSU and other approvals as required
Routine payment, reporting, and covenant administration	CFO administers	Monitors	Receives reports	Information and payments provided as required

Appendix B - Governing Authorities and CSU Guidance

This appendix is informational. Controlling authorities apply as amended.

5. **CSU Financing and Debt Management Policy**, PolicyStat ID 18997742, effective October 28, 2025. Official policy: calstate.policystat.com/policy/18997742
6. **CSU Auxiliary Organizations Policy**, PolicyStat ID 18463478. Official policy
7. **California Code of Regulations, title 5, section 42401**, requiring sound-business-practice fiscal procedures and management systems. Current text
8. **California Code of Regulations, title 5, section 42500**, authorizing specified auxiliary functions and requiring prior campus-president approval and compliance with Trustee policy for auxiliary debt instruments. Current text
9. **California Education Code section 89904**, requiring governing-board approval of auxiliary expenditures and financial standards supporting fiscal viability, working capital, and reserves. Official California Legislative Information

Memorandum

Date: September 11, 2026

To: Board of Directors

From: Juan Hernandez, Chief Financial Officer
Dr. David Speak, Chair, Audit Committee

Attached: Required Communications with Those Charged with Governance
Draft Audited Financial Statements with Supplementary Information

Subject: 2025-2026 FINANCIAL AUDIT REPORT

CohnReznick has completed the financial audit of Cal Poly Pomona Foundation, Inc. for the fiscal year ended June 30, 2026. This is the fourth year of CohnReznick's engagement on this audit with Cal Poly Pomona Enterprises (CPPE).

CPPE received an unmodified opinion on the report with no findings.

Jackie Richman, Director at CohnReznick, will present the report details along with the required disclosures:

- 2025-2026 Financial Audit

PROPOSED ACTION:
Management and the Audit Committee have reviewed CohnReznick LLP's unmodified opinion on CPPE's Financial Statements for the fiscal year ended June 30, 2026, and recommend that the Board of Directors approve the 2025-2026 Financial Audit Report.

BE IT RESOLVED, that the Board of Directors accepts the recommendation of the Audit Committee, accepts CohnReznick LLP's unmodified opinion on CPPE's Financial Statements, and approves the 2025-2026 Financial Audit Report, as presented.

PASSED AND ADOPTED THIS 11th DAY OF SEPTEMBER 2026.

By: _____
Dr. Alison Baski, Secretary/Treasurer
Board of Directors

Required Communications With Those Charged With Governance

[DATE]

The Board of Directors
Cal Poly Pomona Foundation, Inc.

Dear Members of the Board of Directors:

We have audited the financial statements of Cal Poly Pomona Foundation, Inc. (the "Foundation") as of and for the year ended June 30, 2026, and have issued our report thereon dated [DATE]. Professional standards require that we advise you of the following matters relating to our audit.

Our Responsibility in Relation to the Financial Statement Audit

As communicated in our engagement letter dated May 20, 2026, our responsibility, as described by professional standards, is to form and express an opinion about whether the financial statements that have been prepared by management with your oversight are presented fairly, in all material respects, in accordance with accounting principles generally accepted in the United States of America. Our audit of the financial statements does not relieve you or management of its respective responsibilities.

Our responsibility, as prescribed by professional standards, is to plan and perform our audit to obtain reasonable, rather than absolute, assurance about whether the financial statements are free of material misstatement. An audit of financial statements includes consideration of internal control over financial reporting as a basis for designing 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 over financial reporting. Accordingly, as part of our audit, we considered the internal control of the Foundation, solely for the purpose of determining our audit procedures and not to provide any assurance concerning such internal control.

We are also responsible for communicating significant matters related to the audit that are, in our professional judgment, relevant to your responsibilities in overseeing the financial reporting process. However, we are not required to design procedures for the purpose of identifying other matters to communicate to you.

We have provided our comments regarding significant control deficiencies other matters noted during our audit in a separate letter to you, at the bottom of the report dated [DATE].

Planned Scope and Timing of the Audit

We conducted our audit consistent with the planned scope and timing we previously communicated to you.

Compliance with All Ethics Requirements Regarding Independence

The engagement team, others in our firm, as appropriate, our firm, and our network firms have complied with all relevant ethical requirements regarding independence.

DRAFT

Significant Risks Identified

During the normal course of our audit planning and preliminary risk assessment, we have identified the following significant risks: management override of controls and improper revenue recognition. We addressed these risks through substantive audit procedures. No additional significant risks were identified that required specific audit consideration.

Qualitative Aspects of the Entity's Significant Accounting Practices

Significant Accounting Policies

Management has the responsibility to select and use appropriate accounting policies. A summary of the significant accounting policies adopted by the Foundation is included in Note 2 to the financial statements. During the year ended June 30, 2026, the Foundation adopted the provisions of GASB Statements No. 103, Financial Reporting Model Improvements and No. 104, Disclosure of Certain Capital Assets. No matters have come to our attention that would require us, under professional standards, to inform you about (1) the methods used to account for significant unusual transactions and (2) the effect of significant accounting policies in controversial or emerging areas for which there is a lack of authoritative guidance or consensus.

Significant Accounting Estimates

Accounting estimates are an integral part of the financial statements prepared by management and are based on management's current judgments. Those judgments are normally based on knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ markedly from management's current judgments.

The most sensitive accounting estimates affecting the financial statements are:

- Pension benefits
- Postretirement benefits

In connection with our audit of the financial statements for the year ended June 30, 2026, we reviewed the methodology for establishing these estimates and we found these estimates to be reasonable. However, estimates are subject to change because of future events, and the ultimate amounts realized may differ from those provided.

Financial Statement Disclosures

Certain financial statement disclosures involve significant judgment and are particularly sensitive because of their significance to financial statement users. The most sensitive disclosures affecting the Foundation's financial statements relate to investments, the pension plan, and postretirement benefits which are neutral, consistent, and clear.

Significant Unusual Transactions

For purposes of this communication, professional standards require us to communicate to you significant unusual transactions identified during our audit. There were no significant or unusual transactions identified as a result of our audit procedures that were brought to the attention of management.

Identified or Suspected Fraud

We are not aware of any fraud involving senior management, or those responsible for internal controls, or causing a material misstatement of the financial statements.

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Significant Difficulties Encountered during the Audit

We encountered no significant difficulties in dealing with management relating to the performance of the audit.

Uncorrected and Corrected Misstatements

For purposes of this communication, professional standards also require us to accumulate all known and likely misstatements identified during the audit, other than those that we believe are trivial, and communicate them to the appropriate level of management. Further, professional standards require us to also communicate the effect of uncorrected misstatements related to prior periods on the relevant classes of transactions, account balances or disclosures, and the financial statements as a whole. Uncorrected misstatements or matters underlying those uncorrected misstatements could potentially cause future-period financial statements to be materially misstated, even though the uncorrected misstatements are immaterial to the financial statements currently under audit. There were no uncorrected misstatements.

In addition, professional standards require us to communicate to you all material, corrected misstatements that were brought to the attention of management as a result of our audit procedures. There were no corrected misstatements.

Disagreements with Management

For purposes of this letter, professional standards define a disagreement with management as a matter, whether or not resolved to our satisfaction, concerning a financial accounting, reporting, or auditing matter, which could be significant to the Foundation's financial statements or the auditor's report. No such disagreements arose during the course of the audit.

Circumstances that Affect the Form and Content of the Auditor's Report

For purposes of this letter, professional standards require that we communicate any circumstances that affect the form and content of our auditor's report. There were no circumstances affecting the form and content of the audit opinion.

Representations Requested from Management

We have requested certain written representations from management, which are included in the letter dated [DATE].

Management's Consultations with Other Accountants

In some cases, management may decide to consult with other accountants about auditing and accounting matters. Management informed us that, and to our knowledge, there were no consultations with other accountants regarding auditing and accounting matters.

Other Significant Matters, Findings or Issues

In the normal course of our professional association with the Foundation, we generally discuss a variety of matters, including the application of accounting principles and auditing standards, significant events or transactions that occurred during the year, operating conditions affecting the Foundation, and operating plans and strategies that may affect the risks of material misstatement. None of the matters discussed resulted in a condition to our retention as the Foundation's auditors.

This report is intended solely for the information and use of those charged with governance, the Audit Committee, Board of Directors, and management of the Foundation, and is not intended to be and should not be used by anyone other than these specified parties.

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Very truly yours,

CohnReznick LLP
Los Angeles, California

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Cal Poly Pomona Foundation, Inc.

Financial Statements
(With Supplementary Information)
and Independent Auditor's Reports

June 30, 2026

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Cal Poly Pomona Foundation, Inc.

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Independent Auditor's Report

To the Board of Directors
Cal Poly Pomona Foundation, Inc.
(A California State University Auxiliary Organization)

Report on the Audit of the Financial Statements

Opinions

We have audited the financial statements of the business-type activities and the aggregate remaining fund information of Cal Poly Pomona Foundation, Inc. (the "Foundation"), a component unit of California State Polytechnic University, Pomona as of and for the year ended June 30, 2026, and the related notes to the financial statements, which collectively comprise the Foundation's basic financial statements as listed in the index.

In our opinion, the accompanying financial statements present fairly, in all material respects, the respective financial position of the business-type activities and the aggregate remaining fund information of the Foundation as of June 30, 2026, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

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* issued by the Comptroller General of the United States *(Government Auditing Standards)*. 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 opinions.

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.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Foundation's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

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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 opinions. 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.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Foundation's ability to continue as a going concern for a reasonable period of time.

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 on pages 6 to 16, the Schedule of Foundation's Proportionate Share of the Net Pension Liability on page 56, the Schedule of Foundation Contributions on page 57, and the Schedule of Changes in Net OPEB Liability and Related Ratios on page 58 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 GAAS, 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.

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Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Foundation's basic financial statements. The accompanying supplementary information on pages 60 to 75 is presented for purposes of additional analysis as required by an Administrative Directive dated June 24, 2003, Financial Reporting Requirements for Auxiliary Organizations, from the California State University Office of the Chancellor, and is not a required part of the basic financial statements.

The accompanying supplementary information on pages 60 to 75 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 GAAS. In our opinion, the accompanying supplementary information on pages 60 to 75 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 [Report date] on our consideration of the 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 the 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 the Foundation's internal control over financial reporting and compliance.

Los Angeles, California
[Report Date]

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Management's Discussion and Analysis

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Cal Poly Pomona Foundation, Inc.

Management's Discussion and Analysis ("MD&A")
Year Ended June 30, 2026

Introduction

The Cal Poly Pomona Foundation, Inc. (the "Foundation") is a nonprofit organization formed to support and advance the mission of California State Polytechnic University, Pomona (the "University"). To fulfill this mission, the Foundation pursues a wide range of opportunities through the development and administration of research and educational grants and contracts; conducting commercial activities including dining services, bookstore/retail, a conference center/hotel, apartment style housing, continuing education, and agricultural aid to instruction; the management of the Foundation's support programs and real estate activities; the development and administration of the Affordable Faculty/Staff Housing Program, a research park, special programs, and other similar activities on behalf of the University. The employment and training of students is a key priority of the Foundation.

The following discussion and analysis provide an overview of the financial position and activities of the Foundation for the year ended June 30, 2026.

This discussion and analysis have been prepared by management, and should be read in conjunction with the financial statements and notes.

Overview of the Financial Statements

This annual report consists of a series of financial statements prepared in accordance with the Governmental Accounting Standards Board ("GASB") principles, and the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America.

Included in this report are the Statement of Net Position, Statement of Revenues, Expenses, and Changes in Net Position, Statement of Cash Flows, Statement of Fiduciary Net Position, and the Statement of Changes in Fiduciary Net Position, which will provide a comprehensive financial overview of the Foundation's operations.

Statement of Net Position

The Statement of Net Position includes all assets, deferred outflows and inflows of resources, liabilities, and net position of the Foundation. The statement also identifies major categories of restrictions on the net position of the Foundation.

Statement of Revenues, Expenses, and Changes in Net Position

The Statement of Revenues, Expenses, and Changes in Net Position presents revenues earned and expenses incurred during the year on an accrual basis.

Statement of Cash Flows

The Statement of Cash Flows provides relevant information about the sources and uses of cash during the year. In addition, it provides information on the effects that cash and noncash investing, capital, and financing transactions during the year have on the Foundation's financial position.

Statement of Fiduciary Net Position and Statement of Changes in Fiduciary Net Position

Fiduciary funds are used to account for resources held for the benefit of parties outside the Foundation. The Foundation holds funds for the declining balance programs (Bronco Bucks, Dining Dollars). The Foundation's fiduciary activities are reported in separate statements of fiduciary net position and changes in fiduciary net position. Fiduciary funds are not reflected in the Foundation's financial statements because the resources of those funds are not available to support other

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Foundation activities.

These statements are supported by notes to the basic financial statements, required supplementary information, as appropriate, and this section. All sections must be considered together to obtain a complete understanding of the financial status of the Foundation.

A summary of the Foundation's assets, deferred outflows, liabilities, deferred inflows, and net position is as follows:

	2026 (in thousands)	2025 (in thousands)
Assets		
Current assets	$ 82,995	$ 71,620
Noncurrent assets		
Restricted cash and cash equivalents	9	31
Accounts receivable, net of current portion	2,240	2,361
Lease receivables, net of current portion	91,521	91,991
Long-term investments	1,764	1,600
Capital assets, net	166,088	168,742
Total noncurrent assets	261,622	264,725
Total assets	344,617	336,345
Deferred outflows of resources		
Net pension liability	4,230	5,043
Net OPEB liability	358	818
Total deferred outflows of resources	4,588	5,861
Liabilities		
Current liabilities	20,194	18,163
Noncurrent liabilities	152,411	153,022
Total liabilities	172,605	171,185
Deferred inflows of resources		
Net pension liability	3,479	2,688
Leases	85,325	87,358
Net OPEB liability	613	880
Split interest agreements	1,046	912
Total deferred inflows of resources	90,463	91,838
Net position		
Net investment in capital assets	24,198	30,976
Restricted unvested grant assets	1,376	1,739
Unrestricted	60,563	46,468
Total net position	$ 86,137	$ 79,183

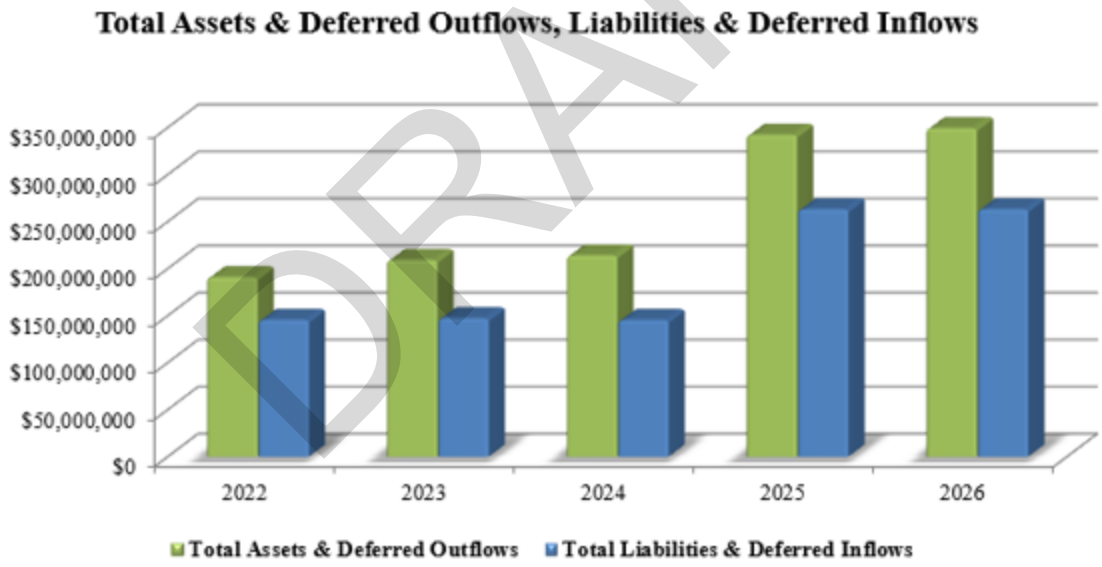
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Total assets and deferred outflows were $349.2 million and $342.2 million for fiscal years 2026 and 2025, respectively. The increase between 2026 and 2025 of $7.0 million or 2.0% is mainly attributed to the increase in current assets of $11.4 million, a decrease of $3.1 million in noncurrent assets and a decrease of $1.3 million in deferred outflows related to pension and OPEB liabilities.

Current assets increased by $11.4 million mainly due to an increase in the value of investments of $7.6 million, cash and cash equivalents of $2.5 million and related party accounts receivable of $2.3 million, along with a decrease of $1.0 million in other current assets. Investments performed well during the year, leading to the increases in investments and cash equivalents.

Noncurrent assets decreased by $3.1 million mainly due to a decrease in capital assets of $2.7 million due to depreciation and assets being transferred to the University. The remaining decrease of $0.4 million is related to a decrease in accounts receivable and lease receivables of $0.6 million as the receivables were paid down during the year, and an increase of $0.2 million in long-term investments as investments value increased during the year.

The $1.3 million decrease in deferred outflows related to OPEB and pension liabilities was primarily driven by strong investment returns, which caused plan assets to grow faster than total liabilities.



Total liabilities and deferred inflows were $263.1 million and $263.0 million for the fiscal years 2026 and 2025, respectively. The net increase of $0.1 million is mainly due to an increase of $5.5 million in note payable, a decrease of $1.4 million in lease liabilities, a decrease of $3.0 million in net pension & OPEB liability, a decrease of $1.3 million in total deferred inflows and an increase of $0.3 million in accounts payable and other accrued expenses.

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The increase of $5.5 million in notes payable was related to the financing for the purchase of student housing that occurred in 2025 as the commercial paper was converted into bonds with a bond premium. The decrease of $1.4 million in lease liabilities is due to the normal lease payments, while the decrease of $3.0 million in OPEB and pension liabilities was primarily driven by strong investment returns, which caused plan assets to grow faster than total liabilities.

The decrease of $1.3 million in deferred inflows is due to a decrease of $2 million related to the recognition of $2 million in lease-related revenue during the year, and an increase of $0.8 million in deferred inflows related to pensions, due to the change of assumptions in the actuarial report. There was also an increase of $0.1 million in deferred inflows related to split interest agreements as the value of the investments increased during the year, as well as a decrease of $0.2 million in deferred inflows related to OPEB as the actual rate of return was higher than the expected rate of return.

Net Position

Net position represents the residual interest in the Foundation's assets after liabilities are deducted. The Foundation's net position is as follows:

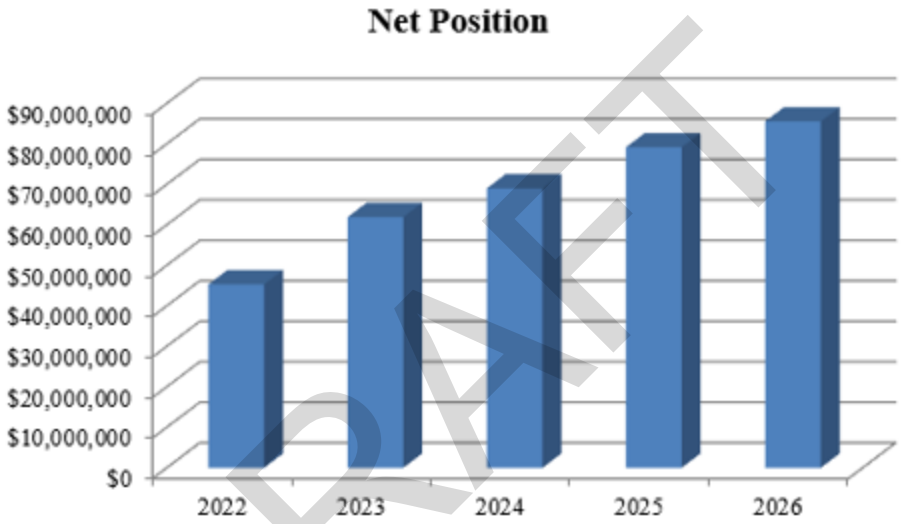
	2026 (in thousands)	2025 (in thousands)
Net investment in capital assets	$ 24,198	$ 30,976
Restricted		
Expendable-research/unvested grant assets	1,376	1,739
Unrestricted	60,563	46,468
Net position	$ 86,137	$ 79,183

Net position increased by $7.0 million or 8.8% primarily in unrestricted net position, which increased by $14.1 million, net investment in capital assets which decreased by $6.8 million and restricted net position, which decreased by $0.3 million.

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The increase in unrestricted net position was mainly due to the net operating surplus of $10.9 million, the investment income of $8.5 million and reduced by a total of $7.3 million in interest expense, $0.4 million in noncapital subsidies provided and $4.7 million in other nonoperating expenses. The remaining increase of $7.1 million is a release of funds from net investment in capital assets and restricted expendable net position to unrestricted net position.

Net investment in capital assets decreased by $6.8 million or 21.9% mainly due to transferring assets to the University of $4.8 million, along with the normal depreciation and amortization of assets of $7.3 million, purchases of $9.4 million, an increase of debt related to the student housing of $5.5 million and $1.4 million reduction due to lease payments made during the year, reducing net investment in capital assets.



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Statement of Revenues, Expenses, and Changes in Net Position

The statement of revenues, expenses, and changes in net position presents the Foundation's results of operations. A summary of the Foundation's revenues, expenses, and changes in net position is as follows:

	2026 (in thousands)	2025 (in thousands)
Operating revenues		
Educational activities	$ 11,079	$ 10,272
Enterprise activities	68,867	57,700
Grants and contracts	26,833	28,508
Admin and real estate activities	13,220	13,416
Total operating revenues	119,999	109,896
Operating expenses	109,052	101,933
Operating income	10,947	7,963
Noncapital subsidies		
Transfers out	(380)	(322)
Total noncapital subsidies	(380)	(322)
Operating income and noncapital subsidies	10,567	7,641
Other nonoperating revenues (expenses)		
Investment income, net	8,486	5,220
Interest expense	(7,346)	(1,388)
Other nonoperating expenses	(4,753)	-
Net other nonoperating revenues (expenses)	(3,613)	3,832
Change in net position	6,954	11,473
Net position		
Net position, beginning of year	79,183	69,039
Restatement of beginning net position	-	(1,329)
Net position, end of year	$ 86,137	$ 79,183

During the fiscal year 2026, total operating revenues increased $10.0 million or 9.1% as enterprise activities increased by $11.1 million due to a full year of operations from the student housing property acquired in June 2025. Grants and contracts activities decreased by $1.7 million as there were fewer new grants awarded in FY25/26. Educational activities increased by $0.8 million due to higher sales, while administrative & real estate activities decreased by $0.2 million due to a slight decrease in rental income.

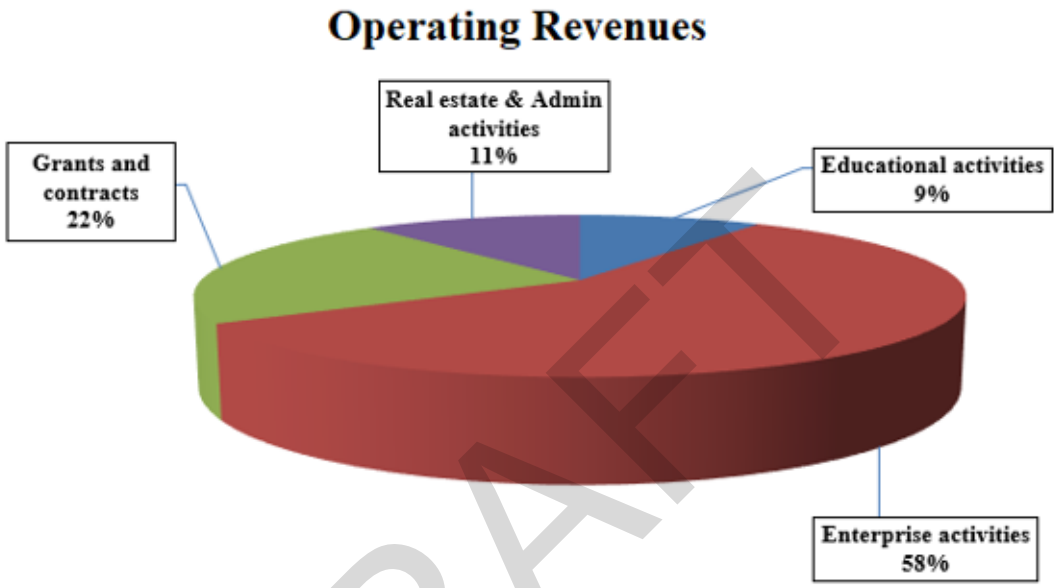
Due to GASB 103, noncapital subsidies of $0.4 million are presented as a separate line in the statement. Noncapital subsidies are noncapital transfers to the University during the year. Operating expenses increased $7.1 million or 7.0% mainly due to the increase in enterprise activities from a full year of the new student housing operations and related depreciation expense.

The other nonoperating expenses, net, were approximately $3.6 million. Net investment income for the year was approximately $8.5 million as the market continued to produce positive gains. Interest

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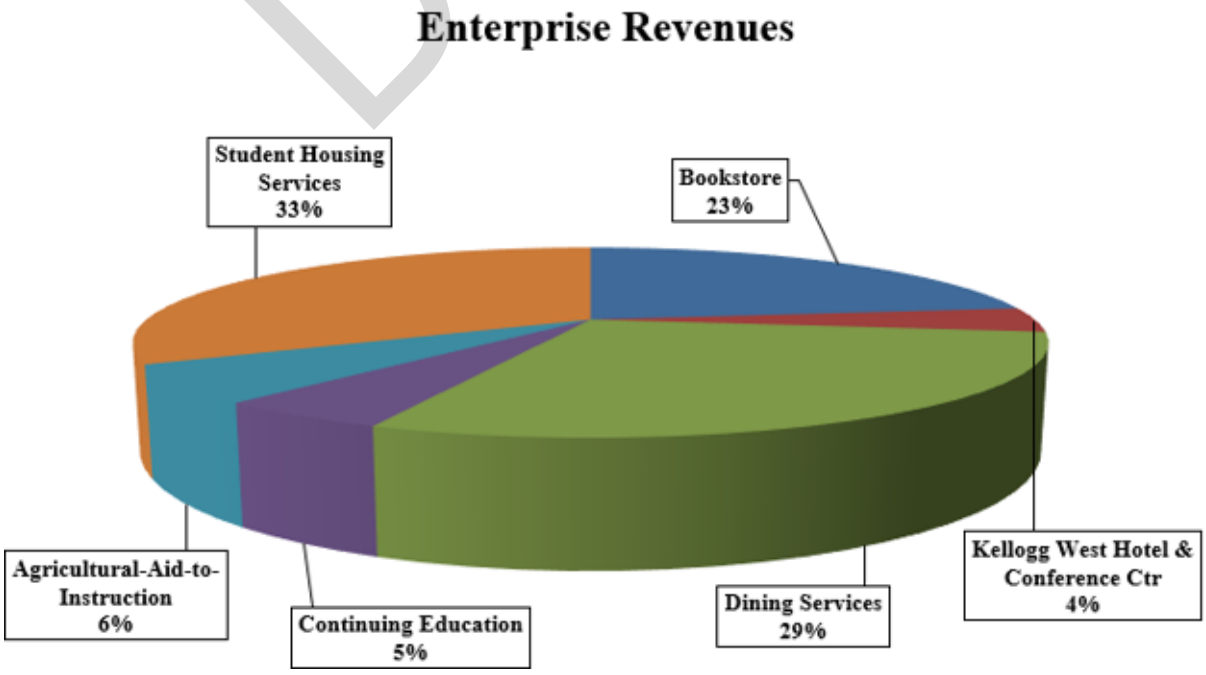
expense for the year was $7.3 million which was primarily due to the financing of student housing, and other nonoperating expenses were $4.8 million due to asset transfers to the University.

Operating revenues also include grants and contracts awarded by governmental and private institutions. Amounts administered by the Foundation are recorded as revenue and expense in the financial statements.



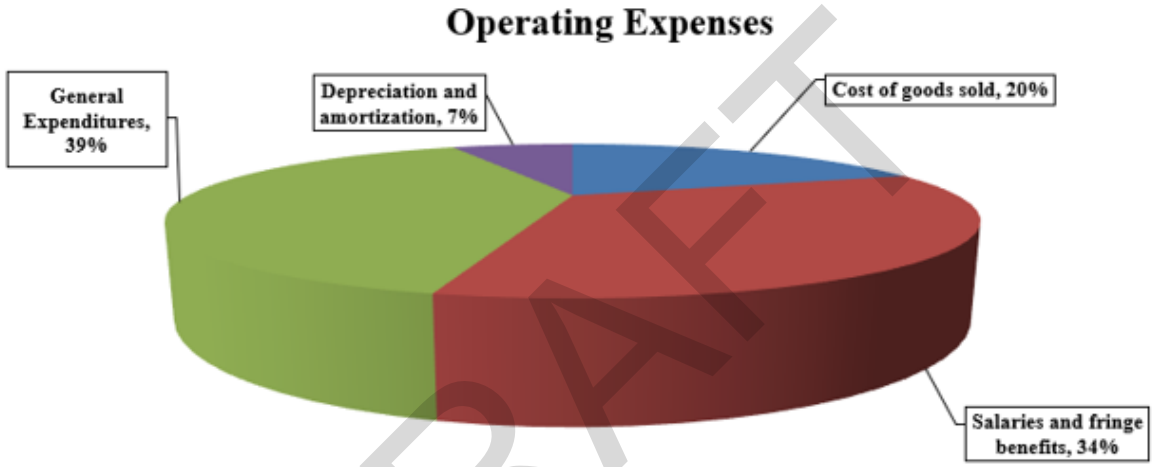
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Auxiliary enterprise operating revenues consist of the following programs:



The Foundation entered into a master operating agreement and various supplemental operating agreements with the Trustees of the California State University in July 2018, on behalf of the University that expires in May 2048 and allows the Foundation to operate various activities including the above enterprise activities. All activities of the Foundation are designed to support students, faculty and staff by providing convenient goods and services at reasonable prices. These services provide additional resources and support services to further the University's mission.

In fiscal year 2026, operating expenses consist of cost of goods sold of $21.8 million, salaries and fringe benefits of $37.2 million, general expenditures of $42.8 million, and depreciation and amortization of $7.3 million.

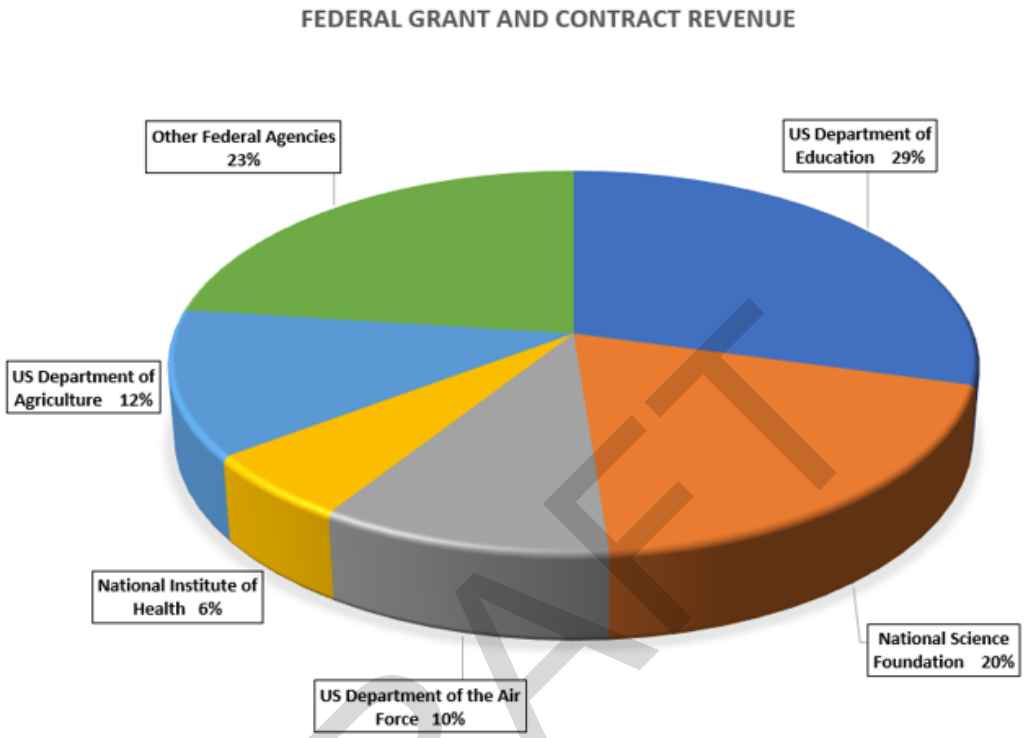


Grants and Contracts

The Foundation is the recipient of all externally funded sponsored projects awarded on behalf of California State Polytechnic University, Pomona. For the fiscal year 2025-26, University faculty and staff have secured over $24.3 million in external funds representing 127 projects.

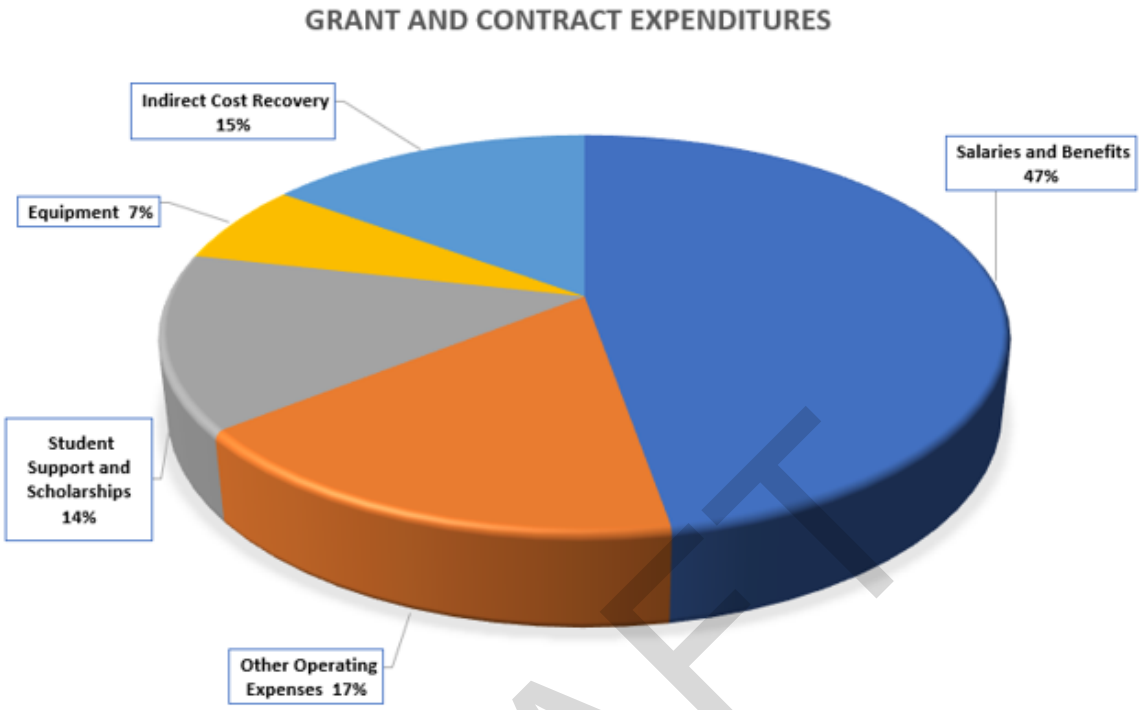
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Federal grant and contract awards received represent 75.8% of the sponsored program activity and include support from a variety of agencies including:



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During the last two fiscal years, grants and contracts expenditures totaled $55.2 million consisting of federal grants and contracts of $44.0 million, state grants and contracts of $7.4 million, and non-governmental grants and contracts of $3.8 million. Expenditures relating to grant and contract projects consisted of the following items:



The total amount of indirect cost recovery income collected from grant and contract projects totaled $7.3 million in fiscal years 2025-26 and 2024-25. This income is used to pay for the pre-award operating costs of the Office of Research and Sponsored Programs and the Foundation's post award administrative fee, with the excess being returned to Academic Affairs for distribution back to the Academic/University units that generated the activity.

Significant Capital Asset and Long-Term Financing Activity

Capital Assets

	Balance (in thousands) July 1 2025	Additions	Decreases	Depreciation	Balance (in thousands) June 30, 2026
Capital assets, not being depreciated					
Land	$ 22,703	$ -	$ -	$ -	$ 22,703
Construction in progress	6,111	4,181	(3,152)	-	7,140
Total capital assets not being depreciated	28,814	4,181	(3,152)	-	29,843
Capital assets being depreciated					
Buildings and building improvements	116,443	3,203	(414)	(4,538)	114,694
Orchards	6	-	-	(1)	5
Infrastructure	4,994	-	-	(216)	4,778
Equipment, furniture and vehicles	3,603	2,466	(1,665)	(1,098)	3,306
Right-of-use leases:					
Land	14,815	-	-	(1,365)	13,450
Equipment and software	66	-	-	(54)	12
Total capital assets being depreciated	139,927	5,669	(2,079)	(7,272)	136,245
Total capital assets	$ 168,741	$ 9,850	$ (5,231)	$ (7,272)	$ 166,088

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Total capital assets were $166.0 million and $168.7 million for the fiscal years 2026 and 2025, respectively. The decrease of $2.7 million was primarily due to additions of $9.8 million, decreases of $5.2 million and change in accumulated depreciation and amortization of $7.3 million.

Additions of $9.8 million consisted of purchases of $9.4 million and transfers from construction in progress of $0.4 million. The purchases of $9.4 million included purchases of $4.2 million in construction in progress, $2.7 million in buildings and building improvements and $2.5 million in equipment, furniture and vehicles.

The purchases of construction in progress of $4.2 million consisted of $0.3 million for student housing, $3.5 million for renovations at Kellogg West Hotel and Conference Center, and $0.4 million for other administrative, real estate and commercial operations. The purchases of $2.7 million in buildings and building improvements consisted of $1.5 million in real estate assets held for sale, $0.7 million relating to student housing, and $0.5 million for other real estate and Kellogg West building improvements. The purchases of $2.5 million in equipment, furniture and vehicles consisted of $0.3 million for student housing, $1.7 million for grants administration and $0.5 million for other administrative, real estate and commercial operations.

The decreases of $5.2 million are primarily related to disposals and transfers of net assets to the University of $4.8 million and $0.4 million in transfers from construction in progress to other asset categories.

Long Term Debt

On August 5, 2025, Enterprises issued California State University Systemwide Revenue Bonds, Series 2025A and 2025B, to refinance the commercial paper used to acquire a four-story student housing facility and adjacent parking lot on June 30, 2025. The facility consists of 178 suite-style apartment units providing 636 beds for second-year, upper-division, and graduate students.

The bonds were issued in the aggregate principal amount of $119,215,000, together with an original issuance premium of $8,002,148, resulting in total proceeds of $127,217,148. The proceeds were used to redeem the commercial paper, fund capitalized interest, and pay issuance costs. The bonds bear stated interest rates ranging from 5.0% to 5.25%, have a true interest cost of approximately 4.6%, and mature through November 1, 2055.

The refinancing replaced $121,400,000 of commercial paper outstanding as of June 30, 2025, with revenue bonds having a principal amount of $119,215,000 and an unamortized premium of $7,735,410 as of June 30, 2026. As a result, the reported notes payable balance increased by $5,550,410 to $126,950,410. No principal payments on the revenue bonds were due or made during the year. Bond premium amortization totaled $266,738. See Note 10 for additional information regarding the bonds and future debt service requirements.

Currently Known Facts, Decisions, or Conditions

The effects of declining population trends have had continued influence within the higher education industry. Student enrollment, future capital considerations, as well as inflation, affect future financial presentations. However, the impact of the implementation of these to the statements of the Foundation have not been assessed at this time.

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Basic Financial Statements

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Cal Poly Pomona Foundation, Inc.

Statement of Net Position
June 30, 2026

Assets		
Current assets		
Cash and cash equivalents	$	9,574,809
Short-term investments		55,026,177
Accounts receivable, current portion, net		11,489,354
Accounts receivable from related parties		4,288,382
Lease receivables, current portion		746,913
Inventories		1,619,615
Prepaid expenses and other assets		249,858
Total current assets		82,995,108
Noncurrent assets		
Restricted cash and cash equivalents		8,981
Accounts receivable, net of current portion		2,240,499
Lease receivables, net of current portion		91,520,978
Long-term investments		1,764,157
Capital assets, net		166,087,401
Total noncurrent assets		261,622,016
Total assets		344,617,124
Deferred outflows of resources		
Net pension liability		4,229,824
Net OPEB liability		357,782
Total deferred outflows of resources		4,587,606

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Cal Poly Pomona Foundation, Inc.

Statement of Net Position
June 30, 2026

Liabilities	
Current liabilities	
Accounts payable	4,793,881
Accounts payable to related parties	2,175,404
Accrued salaries and benefits payable	1,021,292
Accrued compensated absences	2,371,475
Unearned revenue	2,154,147
Lease liabilities, current portion	1,408,699
Note payable, current portion	1,745,000
Other liabilities	4,524,567
Total current liabilities	20,194,465
Noncurrent liabilities	
Note payable	125,205,410
Lease liabilities, net of current portion	13,529,867
Net pension liability	12,319,375
Net OPEB liability	626,942
Unitrust liability	729,182
Total noncurrent liabilities	152,410,776
Total liabilities	172,605,241
Deferred inflows of resources	
Net pension liability	3,478,700
Leases	85,324,760
Net OPEB liability	613,139
Split interest agreements	1,045,499
Total deferred inflows of resources	90,462,098
Net position	
Net investment in capital assets	24,198,425
Restricted expendable - research	1,375,632
Unrestricted	60,563,334
Total net position	$ 86,137,391

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See Notes to Financial Statements.

Cal Poly Pomona Foundation, Inc.

Statement of Revenues, Expenses, and Changes in Net Position
Year Ended June 30, 2026

Operating revenues	
Educational activities	$ 11,079,368
Enterprise activities	68,868,288
Grants and contracts	26,832,581
Administrative and real estate activities	13,219,491
Total operating revenues	119,999,728
Operating expenses	
Educational activities	11,309,768
Enterprise activities	52,542,628
Grants and contracts	24,763,492
Administrative and real estate activities	13,163,467
Depreciation and amortization	7,272,760
Total operating expenses	109,052,115
Operating income	10,947,613
Noncapital subsidies	
Transfer out	(379,906)
Total noncapital subsidies	(379,906)
Total operating income and noncapital subsidies	10,567,707
Other nonoperating revenues (expenses)	
Investment income	8,486,256
Interest expense	(7,346,286)
Other nonoperating expenses	(4,752,862)
Net other nonoperating expenses	(3,612,892)
Change in net position	6,954,815
Net position, beginning of year	79,182,576
Net position, end of year	$ 86,137,391

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See Notes to Financial Statements.

Cal Poly Pomona Foundation, Inc.

Statement of Cash Flows
Year Ended June 30, 2026

Cash flows from operating activities		
Receipts from federal grants and contracts	$	20,180,272
Receipts from state and local grants and contracts		3,785,276
Receipts from nongovernmental grants and contracts		2,867,033
Payments to suppliers		(55,295,325)
Payments to employees		(30,204,019)
Payments for benefits		(8,260,254)
Sales and services of educational activities		11,079,368
Sales and services of enterprise activities		67,636,663
Other receipts		4,192,958
Net cash provided by operating activities		15,981,972
Cash flows from noncapital financing activities		
Other noncapital financing activities		(2,412,913)
Principal collections on lease receivable		733,992
Net cash provided by noncapital financing activities		(1,678,921)
Cash flows from capital and related financing activities		
Proceeds from long-term debt		127,217,148
Principal paid on long-term debt		(121,400,000)
Proceeds from sale of capital assets		40,629
Acquisitions of capital assets		(9,411,279)
Principal paid on capital debt and leases		(1,428,136)
Interest paid on capital debt and leases		(7,613,024)
Net cash used in capital and related financing activities		(12,594,662)
Cash flows from investing activities		
Proceeds from sales and maturities of investments		53,868,533
Purchases of investments		(61,621,632)
Investment income		8,498,766
Net cash provided by investing activities		745,667
Net increase in cash and cash equivalents		2,454,056
Cash and cash equivalents, beginning		7,129,734
Cash and cash equivalents, end	$	9,583,790
Breakdown of ending cash balance		
Cash and cash equivalents	$	9,574,809
Restricted cash and cash equivalents		8,981
	$	9,583,790

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Cal Poly Pomona Foundation, Inc.

Statement of Cash Flows
Year Ended June 30, 2026

Reconciliation of operating income to net cash provided by operating activities		
Operating income	$	10,947,613
Adjustments to reconcile operating income to net cash provided by operating activities		
Depreciation and amortization		7,272,760
Change in assets and liabilities		
Accounts receivable, net		(1,529,712)
Prepaid expenses and other assets		63,640
Deferred outflows of resources		1,273,450
Accounts payable and accounts payable to related parties		2,168,340
Accrued salaries and benefits payable		110,377
Accrued compensated absences		(271,381)
Unearned revenue		298,087
Net other postemployment benefits liability		(629,234)
Net pension liability		(2,388,062)
Other liabilities		(1,991,052)
Deferred inflows of resources		657,146
Net cash provided by operating activities	$	15,981,972
Supplemental schedule of noncash transactions:		
Transfer of capital assets to related parties	$	4,752,862
Amortization of net bond premium/discount		(266,738)

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See Notes to Financial Statements.

Cal Poly Pomona Foundation, Inc.

Statement of Fiduciary Net Position
June 30, 2026

Assets	
Current assets	
Cash	$ 735,794
Total assets	735,794
Net position	
Restricted	
Funds held for others	735,794
Total net position	$ 735,794

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See Notes to Financial Statements.

Cal Poly Pomona Foundation, Inc.

Statement of Changes in Fiduciary Net Position
Year Ended June 30, 2026

Additions	
Program income	$ 1,085,394
Total additions	1,085,394
Deductions	
Distributions	793,061
Total deductions	793,061
Change in fiduciary net position	292,333
Fiduciary net position, beginning of year	443,461
Fiduciary net position, end of year	$ 735,794

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See Notes to Financial Statements.

Note 1 - Organization

Cal Poly Pomona Foundation, Inc. (the "Foundation") was organized as a nonprofit corporation and auxiliary organization of California State Polytechnic University, Pomona (the "University") in 1966. The Foundation assists the University in several ways, through the development and administration of research and educational grants and contracts; conducting enterprise activities including dining services, bookstore/retail, a conference center/hotel, apartment style housing, continuing education, and agricultural aid to instruction; the management of Foundation programs and real estate activities; the development and administration of the Affordable Faculty/Staff Housing Program, a research park, special programs, and other similar activities on behalf of the University.

Note 2 - Summary of significant accounting policies

Financial reporting entity

The Foundation is a legally separate tax-exempt component unit of the University. The University is part of the California State University ("CSU") system. Costs are allocated to specific programs and activities where applicable. Costs not identified with specific activities that relate to the full scope of the Foundation's activities are allocated to general operations.

The Foundation's Board appointments require approval from the University President, and as a result, the Foundation follows the reporting principles promulgated by the Governmental Accounting Standards Board ("GASB"). The basic financial statements present the Statement of Net Position, Statement of Revenues, Expenses, and Changes in Net Position, Statement of Cash Flows, Statement of Fiduciary Net Position, and Statement of Changes in Fiduciary Net Position (if applicable) of the Foundation. These statements do not purport to present financial information of the CSU system as a whole.

The Foundation is the trustee, or fiduciary, for assets that belong to students through the Bronco Bucks program. The Foundation is responsible for ensuring that the assets reported in these funds are used only for their intended purposes and by those to whom the assets belong. The Foundation excludes these activities from their financial statements because the Foundation cannot use these assets to finance its operations.

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Basis of presentation

The Foundation records revenue in part from assisting the University in various activities as described in Note 1 above and accordingly, has chosen to present its basic financial statements using the reporting model for special-purpose governments engaged only in business-type activities. This model allows all financial information for the Foundation to be reported in a single column each year in each of the basic financial statements. The effect of any internal activity between funds or groups of funds has been eliminated from these basic financial statements.

Basis of accounting

The accompanying basic financial statements have been prepared using the economic resources measurement focus and the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America ("GAAP"), as prescribed by the 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.

Fiduciary fund financial statements include a Statement of Fiduciary Net Position and a Statement of Changes in Fiduciary Net Position, if applicable. The Foundation's fiduciary funds only include Custodial Funds, which are used to report fiduciary activities where the Foundation does not control the assets, intended for the benefit of the students. These assets are not held in a trust and are utilized by students through charges on campus on the Bronco Bucks cards. The Custodial Funds are accounted for on a spending or "economic resources" measurement focus and the accrual basis of accounting in accordance with GASB Statement No. 84, *Fiduciary Activities*.

Classification of current and noncurrent assets and liabilities
The Foundation 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 within twelve months of the date of the statement of net position. Liabilities that reasonably can be expected, as part of normal Foundation business operations, to be liquidated within twelve months of the date of the statement of net position are considered to be current. All other assets and liabilities are considered to be noncurrent.

Federal grants and contracts
The Foundation serves as administrator for various grants and contracts awarded by governmental and private institutions. Amounts administered by the Foundation are recorded as revenue and expense, respectively, in the financial statements.

Cash and cash equivalents
The Foundation considers all highly-liquid investments with an original maturity date of three months or less to be cash equivalents.

Accounts receivable
Accounts receivable include receivables due from federal, state and local governments for contract and grant reimbursements. Accounts receivable also include receivables from enterprise sales and services and for real estate rents and leases. Accounts receivable are stated at unpaid balances, less an allowance for doubtful accounts. The Foundation provides for losses on accounts receivable using the allowance method. The allowance is based on the length of time the receivable has been outstanding.

Leases receivable
Leases receivable include receivables that are recognized at the net present value of the lease payments, at a borrowing rate either explicitly described in the lease agreement or as implicitly determined by the Foundation, reduced by principal payments received.

Inventories
Inventories are presented at the lower of cost or net realizable value based on the average cost method and are expensed when used. Inventory consists of textbooks held for resale in the bookstore, ancillary instructional materials, apparel and other supplies held for educational purposes.

Investments
Investments are reflected at fair value using quoted market prices or net asset value ("NAV"). Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Gains and losses are included in the Statement of Revenues, Expenses, and Changes in Net Position as investment income, net.

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The Foundation's general investment policy authorizes the investment of excess funds in a range of investments to seek an average total annual return of 3.5% plus the percentage change in the greater Higher Education Price Index ("HEPI").

These investment securities are exposed to various risks, such as interest rate, market, and credit risks. Due to the level of risk associated with certain investment securities, it is at least reasonably possible that changes in the values of investment securities may occur in the near term and that such change could materially affect the financial statements. Although the market value of investments is subject to fluctuations, management believes the investment policies are prudent for the long-term welfare of the Foundation.

Lease assets
Lease assets are assets which the Foundation leases for a term of more than one year. The value of the lease assets is determined by the net present value of the leases using the interest rate implicit in the lease, or if not determinable, the Foundation's incremental borrowing rate at the time of the lease agreement, amortized over the term of the lease.

Capital assets
Capital assets are stated at cost or estimated historical cost if purchased or if donated, at estimated acquisition value at date of donation. Capital assets with a value of less than $10,000 are not capitalized. Title to all assets, whether purchased, constructed, or donated, is held by the Foundation or title to an asset is transferred to the University and not included in the Foundation's capital assets. Depreciation is determined using the straight-line method over the estimated lives of the assets ranging from 3 to 40 years. Leasehold improvements are amortized using the straight-line method over the shorter of their estimated useful lives or the term of the lease. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend its life are not capitalized.

Compensated absences
The liability for accrued vacation reported on the statement of net position consists of leave that has not been used that is attributable to services already rendered, accumulates and is more likely than not to be used for time off or otherwise paid in cash. Vacation benefits are earned by employees of the Foundation based on time in service. The right to such vacation benefit is vested and recorded as a liability for amounts due to employees for future absences. Sick leave is also earned and accumulated by employees. However, sick leave does not vest and is not paid unless sickness causes the employee to be absent.

Deferred outflows of resources
Deferred outflows of resources represent a consumption of net position that applies to a future period(s) and thus, will not be recognized as an outflow of resources (expense/expenditure) until then.

The deferred outflows of resources related to the net pension and other postemployment benefit ("OPEB") liabilities resulted from changes in actuarial assumptions, contributions to the pension and OPEB plans made subsequent to the measurement date of the actuarial valuations for the pension and OPEB plans, net difference between projected and actual earnings on plan investments, and differences between expected and actual actuarial experience in measuring plan liabilities. In addition, deferred outflows related to the net pension liability resulted in changes in its proportionate share of the net pension liability, as well as differences between actual contributions and its proportionate share of contributions.

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Unearned revenue
Unearned revenue consists primarily of funds received in advance of earnings related to enterprise activities and continuing education.

Other liabilities
Other liabilities consist of grant and contracts funds received in advance of expenditures and the remainder interest associated with charitable remainder trust agreements.

Pension liability
For purposes of measuring the net pension liability and deferred outflows/inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the California Public Employees' Retirement System ("CalPERS") plans and additions to/deductions from the Plans' fiduciary net position have been determined on the same basis as they are reported by CalPERS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Member contributions are recognized in the period in which they are earned. Investments are reported at fair value.

Net OPEB liability
For purposes of measuring the net OPEB liability and deferred outflows/inflows of resources related to OPEB, and OPEB expense, the fiduciary net position of the Foundation's plan and additions to/ deductions from the Plan's fiduciary net position have been determined by Actuarial Standards of Practice and applicable Federal and State laws.

Unitrust liability
The Foundation administers irrevocable charitable remainder trusts that provide for the payment of lifetime distributions to the trustors or other designated beneficiaries. Upon the demise of the lifetime beneficiary, the trusts and gift annuities provide for the distribution of assets to the Foundation for the benefit of the campus. Remainder trust and gift annuity funds designated to the campus are recorded as deferred inflow per GASB 81 in the accompanying financial statements in the years received and as a donation in the year the trust matures. The fair value of the trusts' assets has been included in the accompanying statement of net position and a corresponding liability has been recorded to reflect the present value of required lifetime payments to the named beneficiaries. Assets associated with split-interest agreements are reported as part of investments in the accompanying statement of net position. The carrying amount of these assets was $1,773,138 at June 30, 2026. For the year ended June 30, 2026, the Foundation recognized $46,448 of interest income related to these investments.

Deferred inflows of resources
Deferred inflows of resources represent an acquisition of net position by the Foundation that is applicable to a future period and thus, will not be recognized as an inflow of resources (income) until then. The Foundation has a deferred gain on split interest agreements with charitable trusts.

The deferred inflows of resources related to the net pension and OPEB liabilities resulted from changes in actuarial assumptions, differences between expected and actual experience, and net difference between projected and actual earnings on pension and OPEB plan investments. In addition, deferred inflows related to the net pension liability include changes in its proportionate share of the net pension liability and difference between contributions and proportionate share of contributions.

Deferred inflows also include changes as impacted by the implementation of GASB 87 for single model lease accounting as the lessor.

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Net position
The Foundation's net position is classified into the following categories:

Net investment in capital assets - Capital assets, net of accumulated depreciation, amortization, and outstanding principal balances of debt and lease liabilities attributable to the acquisition, construction, or improvement of those assets.

Restricted - expendable - Amounts subject to externally imposed conditions that can be fulfilled by the actions of the Foundation or by the passage of time. When both restricted and unrestricted resources are available for use, it is the Foundation's policy to use restricted resources first, then unrestricted resources as they are needed.

Unrestricted - All other categories of net position. In addition, unrestricted net position may be designated for use by the Foundation's Board of Directors.

Classification of revenues and expenses
Operating revenues and expenses for the Foundation are those revenues and expenses that result from providing services and producing and delivering goods in connection with the Foundations principal ongoing operations. Operating revenues generally consist of charges to customers for services provided. Operating expenses include the cost of sales and services, administrative expenses, depreciation and amortization, and other expenses associated with the operation and maintenance of the Foundation.

Nonoperating revenues and expenses are revenues and expenses that do not result from the Foundation's principal ongoing operations. Nonoperating revenues and expenses include investment income, interest expense and other financing-related costs, gains and losses on the disposal of capital assets, noncapital subsidies, contributions to term or permanent endowments, and other activities that meet the definition of nonoperating revenues and expenses under generally accepted accounting principles for state and local governments.

Income taxes
The Foundation is organized under the nonprofit public benefit laws of California and is recognized as an exempt organization for both federal and California purposes under Section 501(c)(3) and 23701(d), respectively.

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

Estimates
The preparation of basic financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported amounts of assets, deferred outflows, liabilities, deferred inflows, revenues, and expenses in the accompanying basic financial statements. Actual results could differ from those estimates.

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New accounting pronouncement

Effective for the fiscal year beginning July 1, 2025, the Foundation implemented the provisions of GASB Statement No. 103, Financial Reporting Model Improvements ("GASB 103"). This Statement establishes improvements to the financial reporting model, including changes related to management's discussion and analysis, the presentation of unusual or infrequent items, and certain financial statement presentation and disclosure requirements. As a result, the Foundation revised the presentation of its financial statements, including the classification and display of noncapital subsidies, to conform to the new requirements. The adoption of this Statement did not have a material impact on the Foundation's financial statements.

Effective for the fiscal year beginning July 1, 2025, the Foundation implemented the provisions of GASB Statement No. 104, Disclosure of Certain Capital Assets (“GASB 104”). This Statement requires additional disclosures of certain capital assets, including separate disclosures of certain right-to-use assets, subscription assets, intangible assets, and capital assets held for sale, when applicable. The adoption of this statement did not have a material impact on the Foundation’s financial statements.

Subsequent events

The Foundation has evaluated subsequent events through [Report Date], which is the date the financial statements were available to be issued.

Note 3 - Credit risk

Custodial credit risk

Custodial credit risk for deposits is the risk that in the event of a bank failure, the Foundation's deposits may not be returned. The cash and cash equivalents of the Foundation are maintained at financial institutions and are fully insured up to $250,000 per financial institution or collateralized.

Securities Investor Protection Corporation ("SIPC") protects against the loss of cash and securities - such as stocks and bonds - held by a customer at a financially-troubled SIPC member brokerage firm. The limit of SIPC protection is $500,000, which includes a $250,000 limit for cash.

For investments, custodial credit risk is the risk that, in the event of the failure of the counterparty, the Foundation will not be able to recover the value of its investments that are in the possession of the counterparty. As of June 30, 2026, all investments are in the name of the Foundation, and the Foundation is not exposed to custodial credit risk associated with its investments.

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Following is a list of acceptable instruments to invest in as of June 30, 2026:

Description	General portfolio
Money market funds	X
Certificate of deposits	X
Common and preferred stocks	X
U.S. Government or agency obligations	X
International bonds	X
Mortgage-backed securities	X
Corporate debt	X
Repurchase agreements	X
Mutual funds (debt or equity)	X
Real Estate Investment Trusts	X
Real estate	X
Real assets	X
Alternative investments	X
Hedge funds	X
Private equity	X

Interest rate risk

This is the risk of loss due to the fair value of an investment falling due to rising interest rates. As a means of limiting its exposure to fair value losses from rising interest rates, in accordance with its investment policies, the Foundation limits and diversifies non-investment grade debts. The limit is 10%, or less, of the market value of fixed-income asset class in the portfolio and must invest in mutual or exchange-traded funds.

As of June 30, 2026, all mutual funds and exchange-traded funds ("ETFs") were invested in fixed income securities with total fair values of $7,255,358 and $3,521,455 respectively. There are no ETFs with maturities of less than one year. Mutual funds of $48,881 and ETFs of $510,385 have a maturity of between one and five years. Mutual funds of $7,206,477 and ETFs of $3,011,070 have a maturity of between five to ten years and all were included in general investments.

Credit risk

This is the risk that an issuer or other counterparty to a debt instrument will not fulfill its obligations. This is measured by the assignment of ratings by nationally recognized statistical rating organizations. Specifically, the Foundation's investment policy requires that corporate debt must carry an investment grade rating by at least two of three rating agencies at the time of purchase. The debt mutual funds are unrated.

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The Foundation had the following investments subject to credit risk:

Investment type	Rating (S&P/Moody's)	Fair value
Fixed income mutual funds	Not rated - AAA	$ 7,163,222
Fixed income ETFs	Below B - AAA	3,504,787
Government securities mutual funds	Not rated - AAA	92,136
Government securities ETFs	AA	16,668

At June 30, 2026, the Foundation's fixed income securities have the following maturities:

	1 year	1 - 5 years	5 - 10 years	Over 10 years	Total
Fixed income mutual funds	$ -	$ 32,509	$ 7,130,713	$ -	$ 7,163,222
Fixed income ETFs	-	493,717	3,011,070	-	3,504,787
Government securities mutual funds	-	16,372	75,764	-	92,136
Government securities ETFs	-	16,668	-	-	16,668
	$ -	$ 559,266	$ 10,217,547	$ -	$ 10,776,813

Concentration of credit risk

Financial instruments which potentially subject the Foundation to concentrations of credit risk include cash and cash equivalents. The Foundation maintains its cash and cash equivalents and investments with high-credit quality financial institutions, which typically exceeds the federally insured limits. The Foundation has not experienced any losses on such accounts and believes it is not exposed to any significant credit risk on cash and cash equivalents.

The Foundation's investments are subject to various risks, such as interest rate, credit and overall market volatility risks. Further, because of the significance of the investments to the Foundation's financial position and the level of risk inherent in most investments, it is reasonably possible that changes in the values of these investments could occur in the near term and such changes could materially affect the amounts reported in the financial statements. Management is of the opinion that the diversification of its invested assets among the various asset classes should mitigate the impact of changes.

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In order to maximize returns in the investment portfolio while preserving capital, the Foundation's investment policy provides for a range asset allocation as follows:

Asset class	Target asset mix table general investments range
Equities	35-65%
Domestic equities	N/A
International equities	N/A
Fixed income - mutual funds	15-45%
Cash equivalents	0 - 20%
Real estate	0 - 10%
Real assets	0 - 10%
Alternative investments	10-30%
Hedge funds	N/A
Private equity	N/A

As of June 30, 2026, the Foundation was not exposed to concentration of credit risk as there were no investments in a single issuer in excess of 5%.

Note 4 - Cash and cash equivalents

Cash and cash equivalents as of June 30, 2026 are composed of the following:

Cash on hand	$	2,675
Cash in bank		3,937,288
Cash and cash equivalents		5,634,846
Restricted cash and cash equivalents		8,981
	$	9,583,790

Cash in banks

The *California Government Code* requires California banks and savings and loan associations to secure the Foundation's deposits. Obligations pledged to secure deposits must be delivered to an institution other than the institution in which the deposit is made; however, the trust department of the same institution may hold them. Written custodial agreements are required that provide, among other things, that the collateral securities are held separate from the assets of the custodial institution. The pledge to secure deposits is administered by the California Superintendent of Banks. The market value of pledged securities must equal 110% of the total amount deposited by the public agencies. California law also allows financial institutions to secure an agency's deposits by pledging first trust deeds or first mortgages having a value of 150% of an agency's total deposits. All such collateral is considered to be held by the pledging financial institutions' trust departments or agents in the name of the Foundation. At June 30, 2026, cash held by financial institutions for the Foundation of $3,877,866 was insured and collateralized as described above. At June 30, 2026, the book balance for the Foundation was $3,937,288, cash and cash equivalents was $5,634,846 and restricted cash and cash equivalents was $8,981.

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Financial instruments that potentially subject the Foundation to concentrations of credit risk consist principally of receivables and cash accounts in financial institutions. The total cash balances are insured by the Federal Deposit Insurance Corporation ("FDIC") up to $250,000 per institution. As of June 30, 2026, the Foundation's bank deposits exceeded the balance insured by the FDIC by $3,627,866 and uncollateralized. As of June 30, 2026, the Foundation's cash and cash equivalents exceeded the balance insured by the SIPC by $5,134,846 and was uncollateralized at June 30, 2026. The Foundation monitors its financial institutions and the concentration of credit risk on a regular basis and does not anticipate nonperformance by the financial institutions.

The Foundation reported $735,794 of cash related to the Bronco Bucks fiduciary fund at June 30, 2026. Because these funds are maintained within the Foundation's pooled cash accounts, the fiduciary fund cash balance is not separately FDIC insured. The balance was uncollateralized at June 30, 2026. Accordingly, the entire fiduciary fund cash balance of $735,794 was uninsured and uncollateralized.

Note 5 - Investments

At June 30, 2026, investments consist of the following:

Equities	$	37,050,528
Fixed income mutual funds		7,255,358
Fixed income ETFs		3,521,455
Indexed annuity		214,905
Local agency investment fund		111,542
Alternative investments		8,636,546
Total investments		56,790,334
Less short-term investments		55,026,177
Long-term investments	$	1,764,157

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Fair value measurements

Investments are presented in the financial statements at fair value in accordance with GAAP. Fair value is the price that would be received to sell an investment in an orderly transaction between market participants at the measurement date. Valuation techniques are used to determine fair value which consists of the market, cost and income approach.

In order to increase consistency and comparability in fair value measurements, a fair value hierarchy that prioritizes observable and unobservable inputs is used to measure fair value into three broad levels, which are described below:

Level 1: Quoted prices (unadjusted) in active markets that are accessible at the measurement date for identical assets or liabilities. The fair value hierarchy gives the highest priority to Level 1 inputs.

Level 2: Observable inputs other than Level 1 prices such as quoted prices for similar assets or liabilities; quoted prices in inactive markets or model-derived valuations in which all significant inputs are observable or can be derived principally from or corroborated with observable market data.

Level 3: Unobservable inputs are used when little or no market data is available. The fair value hierarchy gives the lowest priority to Level 3 inputs.

A financial instrument's categorization within the valuation hierarchy is based upon the lowest level of input that is significant to the fair value measurement.

The carrying value of cash, receivables, and payables approximates fair value as of June 30, 2026 due to the relative short maturities of these instruments.

At June 30, 2026, the investments are carried at fair value and are classified in the table below in one of the three categories as described above:

	Level 1	Level 2	Level 3	Investments measured at NAV	Total
Equities	$ 37,050,528	$ -	$ -	$ -	$ 37,050,528
Indexed annuity	-	-	-	214,905	214,905
Fixed income ETFs	3,521,455	-	-	-	3,521,455
Fixed income mutual funds	7,255,358	-	-	-	7,255,358
Local agency investment fund	-	-	-	111,542	111,542
Alternative investments	-	-	-	8,636,546	8,636,546
Total	$ 47,827,341	$ -	$ -	$ 8,962,993	$ 56,790,334

Equities, fixed income ETFs, and fixed income mutual funds categorized as Level 1 are valued based on prices quoted in active markets for those securities.

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At June 30, 2026, the Foundation has the following investments that calculate NAV per share:

Description	NAV	Unfunded commitments	Redemption terms	Redemption notice period
Private Equity Funds				
Partners Group PE - P Esc	$ 536,434	$ -	Quarterly	Tender Window Announcements
LLR Equity Partners VII	313,687	612,000	None	None
Premier LCP X Offshore	283,317	186,090	None	None
Blue Owl Asset Special Opportunities Fund IX	171,703	81,053	None	None
Adams Street Co-Investment Fund VI	90,000	555,000	None	None
CommonFund (Capital Partners IV and VII, LP)	35,354	56,125	None	None
Hedge Funds				
Hamilton Lane Feeder Fund LP	2,248,982	-	None	None
Schonfeld Fundamental Equity Fund LLC	1,259,497	-	Quarterly	45 Days
Hudson Bay Ltd Trnche II MS	1,005,586	-	Quarterly	65 Days
Coatue Offshore	445,397	-	Quarterly	45 Calendar Days
Third Point	352,072	-	Quarterly	60 Days
HP/Starboard Value Ltd Esc	351,299	-	Quarterly	90 Days + 5 Business Days
SEG Partners Long/Short Equity I	287,681	-	Quarterly	60 Days
REITs				
Blackstone Real Estate Income Trust	584,122	-	Monthly	3 days
Blue Owl Capital Real Estate Fund VI	217,297	102,884	None	None
Private Credit Funds				
Blackstone Private Credit Fund (BCRED)	299,755	-	Monthly	3 days
Fortress Lending IV A	154,363	130,845	None	None
Index Annuity	214,905	-	On demand	Daily
Local agency investment fund	111,542	-	On demand	None
	$ 8,962,993	$ 1,723,997		

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Investment earnings

Net investment income was $8,486,256 for the year ended June 30, 2026, which is comprised of interest, dividends, realized gains and losses, and unrealized gains and losses due to changes in the fair value of investments held at year-end, net of investment fees. Investment income or losses are distributed ratably to participating funds.

Note 6 - Accounts receivable

The following is a summary of accounts receivable at June 30, 2026:

Real estate	$	2,384,875
Enterprise activities		5,182,757
Grants and contracts		1,335,967
Educational activities		4,973,657
Less allowance for uncollectible amounts		(147,403)
Subtotal accounts receivable		13,729,853
Due from related parties		4,288,382
Total accounts receivable		18,018,235
Less due from related parties		(4,288,382)
Less current accounts receivable		(11,489,354)
Noncurrent accounts receivable	$	2,240,499

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Note 7 - Capital assets

The capital assets balance at June 30, 2026 consists of the following activity:

	Balance July 1, 2025	Increases	Decreases	Transfers	Balance June 30, 2026
Capital assets, not being depreciated					
Land	$ 22,702,910	$ -	$ -	$ -	$ 22,702,910
Construction in progress	6,111,423	4,180,863	(2,714,688)	(438,016)	7,139,582
Total capital assets not being depreciated	28,814,333	4,180,863	(2,714,688)	(438,016)	29,842,492
Capital assets being depreciated					
Buildings and building improvements	147,953,679	2,811,296	(425,129)	391,128	150,730,974
Orchards	143,638	-	-	-	143,638
Infrastructure	8,651,467	-	-	-	8,651,467
Equipment, furniture and vehicles	16,449,249	2,419,122	(2,175,003)	46,888	16,740,256
Right-of-use leases					
Land	21,410,300	-	-	-	21,410,300
Equipment and software	185,268	-	-	-	185,268
Total capital assets being depreciated	194,793,601	5,230,418	(2,600,132)	438,016	197,861,903
Total capital assets	223,607,934	9,411,281	(5,314,820)	-	227,704,395
Less accumulated depreciation/amortization for					
Buildings and building improvements	31,510,596	4,538,256	(11,397)	-	36,037,455
Orchards	137,251	1,297	-	-	138,548
Infrastructure	3,657,470	216,254	-	-	3,873,724
Equipment, furniture and vehicles	12,846,195	1,097,803	(509,930)	-	13,434,068
Right-of-use leases					
Land	6,594,844	1,365,519	-	-	7,960,363
Equipment and software	119,205	53,631	-	-	172,836
Total accumulated depreciation	54,865,561	7,272,760	(521,327)	-	61,616,994
Depreciable assets, net	139,928,040	(2,042,342)	(2,078,805)	438,016	136,244,909
Total capital assets - net	$168,742,373	$ 2,138,521	$ (4,793,493)	$ -	$166,087,401

For the year ended June 30, 2026, depreciation expense was $5,853,610 and amortization expense was $1,419,150. Included in the capital assets decreases were $4,752,862 of transfers to the University.

The Foundation purchases housing in support of the University's mission to develop affordable faculty/staff housing options to attract and retain employees for the University. At June 30, 2026, total assets held for sale include three faculty/staff houses. Historical cost measured on a nonrecurring basis for assets held for sale at June 30, 2026 were $1,487,569. Assets held for sale are recorded at cost which approximates fair value. Cost to sell and unrealized losses are immaterial and will not be recognized until the assets are sold.

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Note 8 - Lease receivables

Lease-related cash collections and interest earned were $1,962,295 for the year ended June 30, 2026, consisting of $733,992 of principal collections and $1,228,303 of interest revenue included in enterprise activities operating revenues on the accompanying statement of revenues, expenses and changes in net position.

Lease receivables consists of the following as of June 30, 2026:

Name	Balance June 30, 2025	Additions	Principal payments	Balance June 30, 2026
Acroscience	$ 1,413	$ -	$ 1,413	$ -
American National Red Cross	18,462,930	-	215,748	18,247,182
Biomedix	216,319	-	74,747	141,572
Biomedix	64,373	-	51,277	13,096
Blair, Church & Flynn Consulting Engineers	45,790	-	21,865	23,925
Titan Oil Recovery I, Inc.	266,771	-	69,853	196,918
Titan Oil Recovery II, Inc.	269,172	-	70,581	198,591
Southern California Edison III	18,802,969	-	29,703	18,773,266
Southern California Edison IV	22,330,813	-	87,933	22,242,880
Southern California Edison V	32,384,667	-	42,262	32,342,405
OTOR Technology Co.	156,666	-	68,610	88,056
	$ 93,001,883	$ -	$ 733,992	$ 92,267,891

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Lease agreements where the Foundation is the lessor are summarized as follows:

Tenant	Address	Unit/Suite#	Lease Start Date	Lease End Date	Lease term (months)	Discount Rate	Base monthly rent	Increase % per year	Current payment per month
Acroscience	3670 West Temple Ave., Pomona, CA 91768	135	8/1/2022	7/31/2025	36	1.86%	$ 1,133	3% - 2nd yr 3% - 3rd yr	$ 1,395
American National Red Cross	Lease land within the Innovation Village Project	-	5/1/2003	4/30/2058	660	1.86%	$29,948	2%-5% per year based on CPI	$ 16,748
Biomedix	3670 West Temple Ave., Pomona, CA 91768	277	10/1/2021	9/30/2026	60	1.86%	$ 3,816	3% - 2nd yr 3% - 3rd yr 4% - 4th yr 4% - 5th yr	$ 5,867
Biomedix	3670 West Temple Ave., Pomona, CA 91768	195 & 196	4/1/2023	3/31/2028	60	1.86%	$ 5,904	Based on CPI rate	$ 4,029
Blair, Church & Flynn Consulting Engineers	3670 West Temple Ave., Pomona, CA 91768	110	6/15/2021	6/30/2027	72	5.35%	$ 1,915	3% - 2nd yr 3% - 3rd yr	$ 1,662
Southern California Edison III	Lease land within the Innovation Village Project	-	4/14/2006	4/14/2081	900	1.30%	$16,941	Based on CPI rate	$ 2,443
Southern California Edison IV	Lease land within the Innovation Village Project	-	1/15/2009	1/15/2084	900	0.90%	$16,154	Based on CPI rate	$ 6,084
Southern California Edison V	Lease land within the Innovation Village Project	-	11/11/2014	4/1/2089	900	1.10%	$26,461	Based on CPI rate	$ 3,483
Titan Oil Recovery I, Inc.	3670 West Temple Ave., Pomona, CA 91768	270	11/1/2021	11/30/2028	84	5.35%	$ 6,695	3.5% - 2nd yr 3.5% - 3rd yr	$ 6,695
Titan Oil Recovery II, Inc.	3670 West Temple Ave., Pomona, CA 91768	240 & 271	12/1/2023	11/30/2028	60	5.12%	$ 6,529	3% - 2nd yr 3% - 3rd yr	$ 5,362
OTOR Technology Co.	3670 West Temple Ave., Pomona, CA 91768	273	9/1/2024	8/31/2027	36	4.00%	$ 6,100	3.5% - 2nd yr 3.5% - 3rd yr	$ 6,100

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Future payments due to the Foundation are as follows for the years ended June 30:

Fiscal year	Principal	Interest	Principal and interest
2027	$ 746,913	$ 1,158,635	$ 1,905,548
2028	681,043	1,138,934	1,819,977
2029	539,522	1,123,931	1,663,453
2030	530,807	1,115,541	1,646,348
2031	564,157	1,107,430	1,671,587
2032-2036	3,431,110	5,396,855	8,827,965
2037-2041	4,624,526	5,102,508	9,727,034
2042-2046	6,001,475	4,716,113	10,717,588
2047-2051	7,585,818	4,223,337	11,809,155
2052-2056	9,403,903	3,607,961	13,011,864
2057-2061	7,935,557	2,951,258	10,886,815
2062-2066	7,334,575	2,552,332	9,886,907
2067-2071	8,768,081	2,112,588	10,880,669
2072-2076	10,385,754	1,588,742	11,974,496
2077-2081	12,207,840	970,020	13,177,860
2082-2086	8,142,376	373,949	8,516,325
2087-2089	3,384,434	52,998	3,437,432
	$ 92,267,891	$ 39,293,132	$ 131,561,023

Note 9 - Lease liabilities

Lease liabilities consist of the following as of June 30, 2026:

Name	Balance June 30, 2025	Additions	Principal payments	Balance June 30, 2026
Ricoh Copier/Printer	$ 2,712	$ -	$ 2,325	$ 387
University Village (Phase III) Ground	16,322,317	-	1,384,138	14,938,179
Subtotal of leases (GASB 87)	16,325,029	-	1,386,463	14,938,566
SBITA - Adaptive (GASB 96)	41,673	-	41,673	-
Total of leases	$ 16,366,702	$ -	$ 1,428,136	$ 14,938,566

Lease agreements where the Foundation is the lessee are summarized as follows:

Description	Address	Lease start date	Lease end date	Lease term (months)	Current payment per month
Ricoh Copier/Printer	Kellogg West 3801 W. Temple Ave., Bldg. 76, Pomona, CA 91768-2557	8/23/2021	8/31/2026	60	$ 194
University Village (Phase I, II, III) Ground Lease	3400 Poly Vista, Pomona CA 91768	5/1/2003	11/30/2035	391	$ 85,141

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Annual requirements to amortize long-term lease obligations and related interest are as follows for the years ending June 30:

Fiscal year	Principal	Interest	Principal and interest
2027	$ 1,408,699	$ 275,358	$ 1,684,057
2028	1,392,014	244,088	1,636,102
2029	1,414,034	216,925	1,630,959
2030	1,443,470	189,834	1,633,304
2031	1,476,091	162,147	1,638,238
2032-2036	7,804,258	376,035	8,180,293
	$ 14,938,566	$ 1,464,387	$ 16,402,953

Note 10 - Long-term liabilities

A schedule of changes in long-term liabilities for the year ended June 30, 2026 is shown below:

	Balance July 1, 2025	Additions	Reductions	Balance June 30, 2026	Amount due within one year
Lease liability	$ 16,366,702	$ -	$ 1,428,136	$ 14,938,566	$ 1,408,699
Compensated absences	2,642,856	-	271,381	2,371,475	2,371,475
Note payable	121,400,000	127,217,148	121,666,738	126,950,410	1,745,000
Net pension liability	14,707,437	-	2,388,062	12,319,375	-
Unitrust liability	720,276	8,906	-	729,182	-
Net OPEB liability	1,256,176	-	629,234	626,942	-
	$ 157,093,447	$ 127,226,054	$ 126,383,551	$ 157,935,950	$ 5,525,174

Compensated absences additions and reductions are netted in the reductions column in the table above.

The Foundation's future payments of note payables are as follows:

Fiscal year	Principal	Interest	Principal and interest
2027	$ 1,745,000	$ 6,069,088	$ 7,814,088
2028	1,830,000	5,979,713	7,809,713
2029	1,925,000	5,885,837	7,810,837
2030	2,025,000	5,787,088	7,812,088
2031	2,130,000	5,683,212	7,813,212
2032-2036	12,405,000	26,660,938	39,065,938
2037-2041	15,920,000	23,138,062	39,058,062
2042-2046	20,450,000	18,614,813	39,064,813
2047-2051	26,425,000	12,633,469	39,058,469
2052-2056	34,360,000	4,699,011	39,059,011
	$ 119,215,000	$ 115,151,231	$ 234,366,231

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The bonds were issued in the aggregate principal amount of $119,215,000, together with an original issuance premium of $8,002,148, resulting in total proceeds of $127,217,148. The proceeds were used to redeem the commercial paper, fund capitalized interest, and pay issuance costs. The bonds bear stated interest rates ranging from 5.0% to 5.25%, have a true interest cost of approximately 4.6%, and mature through November 1, 2055. As of June 30, 2026, the Foundation had an unamortized bond premium of $7,735,410. This premium will be amortized over the remaining life of the bond and recognized as an adjustment to interest expense. The note payable on the statement of net position includes the principal of $119,215,000 and the unamortized bond premium of $7,735,410 for a total of $126,950,410.

Note 11 - Transactions with related parties

California State Polytechnic University, Pomona

The Foundation and the University provide various services on each other's behalf. Such services are appropriately billed. At June 30, 2026, receivables from other activities and due from the University are $3,002,984. Accounts payable include $964,390 due to the University at June 30, 2026.

The Foundation made payments of $10,458,516 to the University during the current fiscal year based on the agreements. Amounts paid to the Foundation during fiscal year 2025-26 totaled $30,726,978.

During fiscal year 2025-26, the Foundation transferred capital assets to the University totaling $5,132,768 which was comprised of building improvements, equipment and renovations to various facilities at the University and the University assumed ownership and management of the building improvements, equipment and facilities. Capital assets of $4,752,862 are included in other nonoperating expenses on the accompanying statement of revenues, expenses and changes in net position. Non-capital assets of $379,906 are included in noncapital subsidies on the accompanying statement of revenues, expenses and changes in net position.

Cal Poly Pomona Philanthropic Foundation ("Philanthropic Foundation")

The Foundation and Philanthropic Foundation are subject to a Support Services Agreement, effective July 1, 2019, wherein the Foundation provides fiscal and administrative services to the Philanthropic Foundation. Such services are appropriately billed. Amounts paid by the Foundation during fiscal year 2025-26 totaled $658,592. Amounts paid to the Foundation during fiscal year 2025-26 totaled $3,944,337.

At June 30, 2026, accounts payable due to the Philanthropic Foundation totaled $0. Accounts receivable due from the Philanthropic Foundation totaled $465,490.

Cal Poly Pomona Associated Students ("ASI")

The Foundation and ASI provide various services on each other's behalf. Such services are appropriately billed. Amounts paid by the Foundation during fiscal year 2025-26 totaled $1,381,544. Amounts paid to the Foundation during fiscal year 2025-26 totaled $246,192.

At June 30, 2026, receivables from other activities and due from ASI are $39,710. Accounts payable due from the Foundation to ASI at June 30, 2026 totaled $192,229.

Chancellor’s Office

At June 30, 2026, the Foundation recorded accounts receivable from the Chancellor’s Office totaling $780,198. Accounts payable due from the Foundation to Chancellor’s Office at June 30, 2026 totaled $1,018,785.

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Note 12 - Pension plan - California Public Employees' Retirement System ("CalPERS")

The Foundation participates in a cost sharing multiple-employer defined benefit plan through the CalPERS which covers substantially all regular full-time employees of the Foundation. CalPERS acts as a common investment and administrative agent for participating public entities with the state of California and reports information to the Foundation in accordance with reporting standards established by the GASB.

Plan description

Qualified employees are eligible to participate in the Public Agency Cost-Sharing Multiple Employer Plan under the CalPERS, a cost-sharing multiple-employer public employee retirement system defined benefit pension plan administered by CalPERS. The Public Agency Cost-Sharing Multiple Employer Plan is comprised of a Miscellaneous Risk Pool and a Safety Risk Pool. Individual employers may sponsor more than one Miscellaneous or Safety plan. The Foundation sponsors three Miscellaneous Risk Pool plans; however, the information presented represents the sum of the allocated pension amounts for each of the Foundation's respective plans (the "Plan"). The Plan provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Benefit provisions are established by State statutes, as legislatively amended, within the Public Employees' Retirement Law.

Benefits provided

The Plan provides service retirement and disability benefits, annual cost of living adjustments and death benefits to eligible plan members. Benefits are based on years of service credit, a benefit factor and the member's final compensation. All members are eligible for employment related disability benefits regardless of length of service and nonduty disability benefits after five years of service. Disability benefits are determined in the same manner as retirement benefits but are payable immediately without an actuarial reduction. The Post-Retirement Death Benefit is a one-time payment made to a retiree's designated survivor or estate upon the retiree's death. The Basic Death Benefit is a lump sum paid to any member's beneficiary if the member dies while actively employed. The spouse or registered domestic partner of a deceased member, who was eligible to retire for service at the time of death, may elect to receive the Pre-Retirement Option 2W Death Benefit in lieu of the Basic Death Benefit lump sum. The Pre-Retirement Option 2W Death Benefit is a monthly allowance equal to the amount the member would have received if they had retired from service on the date of death and elected Option 2W, the highest monthly allowance a member can leave a spouse or domestic partner. The cost-of-living adjustments for each plan are applied as specified by the Public Employees' Retirement Law.

The First Tier Plan was closed to new entrants on or after June 26, 2011. The Second Tier Plan was closed to new entrants on or after December 31, 2012.

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The Plan provisions and benefits in effect at June 30, 2026, are summarized as follows:

	Miscellaneous Risk Pool		
	First Tier Plan	Second Tier Plan	PEPRA Misc Plan
Hire date:	On or Before 6/25/2011	6/26/2011 to12/31/2012	On or after 1/1/2013
Benefit formula:	2% at 55	2% at 60	2% at 62
Benefit vesting schedule:	5 years of service	5 years of service	5 years of service
Benefit payments:	Monthly for life	Monthly for life	Monthly for life
Retirement age:	55	60	62
Required employee contribution rate:	6.93%	6.94%	7.75%
Required employer contribution rate:	13.94%	10.19%	7.96%

Contributions

Section 20814(c) of the California Public Employees' Retirement Law requires that the employer contribution rates for all public employers are determined on an annual basis by the actuary and shall be effective on the July 1 following notice of a change in the rate. Total plan contributions are determined annually through the CalPERS annual actuarial valuation process. The actuarially determined rate is the estimated amount necessary to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability. The Foundation is required to contribute the difference between the actuarially determined rate and the contribution rate of employees. The contribution rates are expressed as a percentage of annual payroll. The contribution rates for each plan for the year ended June 30, 2026 are presented above and the total Foundation contributions were $2,702,934.

Pension liabilities, pension expense, deferred outflows of resources, and deferred inflows of resources related to pensions

As of June 30, 2026, the Foundation reported net pension liabilities for its proportionate share of the Miscellaneous Risk Pool net pension liability totaling $12,319,375. The net pension liability was measured as of June 30, 2025. The Foundation's proportion of the net pension liability was based on a projection of the Foundation's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined. At June 30, 2026, the Foundation's proportion was 0.0030882, which increased from 0.0030409 in the prior year.

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For the year ended June 30, 2026, the Foundation recognized pension expense of $2,799,163. At June 30, 2026, the Foundation reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Contributions subsequent to the measurement date	$ 2,702,934	$ -
Differences between expected and actual experience	1,526,890	-
Net difference between projected and actual earnings on pension plan investments	-	1,724,237
Effect of change in proportion	-	816,907
Difference between contributions and proportionate share of contributions	-	937,556
Changes of assumptions	-	-
	$ 4,229,824	$ 3,478,700

The deferred outflow of resources related to pensions resulting from Foundation contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2027.

The net differences between projected and actual earnings on plan investments is amortized over a five-year period on a straight-line basis. One-fifth is recognized in pension expense during the measurement period and the remaining amount is deferred and will be amortized over the remaining four-year period. The remaining net differences between projected and actual earnings on plan investments shown above represents the unamortized balance relating to the current measurement period and the prior measurement period on a net basis.

All other deferred inflows of resources and deferred outflows of resources are amortized over the expected average remaining service life ("EARSL") of the plan participants. The EARSL for the Miscellaneous Plan for the June 30, 2025 measurement date is 3.8 years.

The amortization is recognized in pension expense for the year the gain or loss occurs. The remaining amounts are deferred and will be amortized over the remaining periods not to exceed 3.8 years.

The deferred inflows of resources and outflows of resources will be recognized in pension expense as follows:

Year Ending June 30	Deferred Outflows (Inflows) of Resources
2027	$ 545,392
2028	(825,372)
2029	(958,373)
2030	(713,457)
	$ (1,951,810)

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During the fiscal year ended June 30, 2026, the Foundation made contributions to the pension plan after the measurement date of $2,702,934, which will reduce the deferred outflows of resources and deferred inflows of resources above. Deferred outflows of resources and deferred inflows of resources above represent the unamortized portion of changes to net pension liability to be recognized in future periods in a systematic and rational manner in accordance with GASB 68.

Changes in benefit terms
There were no changes to benefit terms that applied to all members of the Public Agency Pool.

Changes in assumptions
Amounts reported for the measurement period ended June 30, 2025 reflect no changes.

Actuarial methods and assumptions
For the measurement period ended June 30, 2025, the total pension liability was determined by rolling forward the June 30, 2024 actuarial accounting valuation. The June 30, 2025 total pension liability was based on the following actuarial methods and assumptions:

Actuarial cost method	Entry Age Normal in accordance with the requirements of GASB 68
Actuarial Assumptions:	
Discount rate	6.90%
Consumer price Inflation	2.30%
Salary increases	Varies by Category, Entry Age, and Service
Mortality rate table	Derived using CalPERS' Membership Data for all Funds
Post retirement benefits increase	Contract COLA up to 2.00% until Purchasing Power Protection Allowance Floor on Purchasing Power applies

Mortality assumptions are based on mortality rates resulting from the most recent CalPERS experience study adopted by the CalPERS Board. For purposes of the post-retirement mortality rates, those revised rates include 15 years of mortality improvement using 80% of Scale MP 2020 published by the Society of Actuaries.

In determining the long-term expected rate of return, CalPERS took into account long-term market return expectations as well as the expected pension fund cash flows. Projected returns for all asset classes are estimated and, combined with risk estimates, are used to project compound (geometric) returns over the long term. The discount rate used to discount liabilities was informed by the long-term projected portfolio return.

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The expected real rates of return by asset class are as followed:

Asset Class	Assumed Asset Allocation (1)	Real Return (2)
Public Equity	37.00%	4.56%
Private Equity	17.00	5.56
Fixed Income	28.00	2.53
Real Assets	15.00	3.03
Private Debt	8.00	4.93
Strategic Leverage	(5)	1.40

1 Figures are based on the 2024 Mid-Cycle Asset Liability Management Study

2 An expected inflation of 2.30% used for this period.

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Discount rate

The discount rate used to measure the total pension liability was 6.90%. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers will be made at statutory contribution rates, actuarily determined. Based on these assumptions, the Plan's fiduciary net position was projected to be available to make all projected future benefit payments to current plan members. Therefore, the long-term expected rate of return on plan investments was applied to all periods of projected benefit payments to determine total pension liability.

The following presents the Foundation's proportionate share of the net pension liability calculated using the current discount rate as well as what the net pension liability would be if it were calculated using a discount rate that is one percent lower or higher than the current rate:

Discount Rate	Net Pension Liability
1% decrease (5.9%)	$ 22,938,591
Current discount rate (6.9%)	12,319,375
1% increase (7.9%)	3,579,872

Plan fiduciary net position

Detailed information about CalPERS Miscellaneous Risk Plan fiduciary net position is available in a separate comprehensive annual financial report. Copies of the CalPERS annual financial report may be obtained from the CalPERS Executive Office, 400 P Street, Sacramento, CA 95814.

Note 13 - Other postretirement healthcare benefits ("OPEB") plan

Plan description

The Foundation sponsors a single-employer defined benefit postretirement health care plan to pay a portion of the retiree's insurance premiums. Based on the eligibility criteria shown below, this plan allows for employer paid retiree healthcare premiums for the retiree and their dependents. A retiree is eligible to enroll in the Plan on an annual basis during open enrollment or at any time the retiree experiences a qualifying event as defined by COBRA regulations.

Beginning in the fiscal year ended June 2011, the Foundation participated in the Auxiliaries Multiple Employer VEBA ("Voluntary Employees' Beneficiary Association"). The Auxiliaries Multiple Employer

VEBA is a separate 501(c)(9) organization established in August 2010 to assist in funding postretirement healthcare benefits for recognized auxiliaries of the California State University System. The Auxiliaries Multiple Employer VEBA issues separate audited financial statements. Copies of the annual report may be obtained from Keenan Associates, 2355 Crenshaw Blvd., Suite 200, Torrance, CA 90501.

The Auxiliaries Multiple Employer VEBA Board is comprised of at least three Trustees and no more than 16 Trustees. The Board consists of at least three officers, a Chairman, a Vice Chair and a Past Chair who serve one, one-year term in each officer seat. The Vice Chair is selected by the Nominating Committee and elected by a majority vote of the primary member of the participating auxiliaries. The Trustees of the Board are nominated by their respective auxiliary and elected by a majority vote of the primary member of the participating auxiliaries.

Eligibility and benefits

The Foundation pays a portion of the health care premium for an eligible retiree, eligible retiree plus one and eligible retiree plus two or more dependents. Eligibility is determined as a combination of age and service. The Foundation's portion of the healthcare premium is fixed at an annual increase of 5% as approved by the Board of Directors. A minimum of 1,720 hours of compensated employment in a regular benefited full time status qualifies as one year of service. Employees who retired before July 1, 2004 with at least five years of service and were age 50 or older qualify for 100% of the eligible portion of the premiums paid by the Foundation.

Employees who were hired before October 1, 2004, are at least 50 years of age, and have attained 10 years of service qualify to have 75% of the eligible portion of the premiums paid by the Foundation. For each additional year of service, the Foundation will increase the eligible portion of the premium by 5% until the employee attains 15 years of service and 100% of the eligible portion of the premiums paid by the Foundation. Additionally, employees who are at least 50 years of age and have at least 10 years of service may add together their age and years of service at retirement; when that amount totals 70, the employees qualify for 100% of the eligible portion of the premiums paid by the Foundation.

Employees who were hired on or after October 1, 2004 and before March 1, 2009, are at least 50 years of age, and have attained 10 years of service qualify to have 50% of the eligible portion of the premiums paid by the Foundation and earn an additional 5% for each year of service completed after 10 years of service. Employees reach 100% of the eligible portion of the premiums paid by the Foundation once attaining 20 years of service.

Employees hired on or after March 1, 2009 are ineligible for benefits under the defined benefit healthcare plan for retirees.

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Schedule of changes in net OPEB liability

Total OPEB Liability		
Service cost	$	103,800
Interest		885,509
Differences between expected and actual experience		954,086
Changes in assumptions		(281,632)
Benefit payments, including refunds of employee contributions		(788,469)
Net change in Total OPEB Liability		873,294
Total OPEB Liability - beginning <a>		13,907,446
Total OPEB Liability - ending <b>	$	14,780,740
Plan Fiduciary Net Position		
Contribution - employer	$	788,469
Net investment income		1,560,035
Benefit payments, including refunds of employee contributions		(788,469)
Administrative expense		(57,507)
Net change in Plan Fiduciary Net Position		1,502,528
Plan Fiduciary Net Position - beginning <c>		12,651,270
Plan Fiduciary Net Position - ending <d>		14,153,798
Net OPEB Liability - beginning <a> - <c>		1,256,176
Net OPEB Liability - ending <b> - <d>	$	626,942

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The total OPEB liability was determined by an actuarial valuation and measurement date as of June 30, 2025 using the following assumptions, applied to all periods included in the measurement, unless otherwise specified.

Plan fiduciary net position

Detailed information about the plan fiduciary net position as of June 30, 2025 is available in the separately issued VEBA financial report. The VEBA financial report can be obtained by submitting a request to: Keenan Financial Services, 2355 Crenshaw Blvd. Suite 200, Torrance, CA 90501.

Actuarial methods and assumptions

Discount rate	6.50% based on the VEBA investment policy
Net investment return	6.50% based on the VEBA investment policy
Inflation	2.50% annual inflation
Payroll increases	2.80% annual increases
Baseline cost	$904.59 Pre 65 Retiree & Spouse $389.42 Post 65 Retiree & Spouse
Administrative expenses	The administrative expense was $57,507 for the measurement period ending June 30, 2025.
Health plan participant	100% of eligible participants will participate

Healthcare trend rates used in the actuarial valuation are as follows:

	Increase in premium rates	
Year beginning	**Pre-65**	**Post-65**
2025	Actual	Actual
2026	8.63%	6.15%
2027	8.13%	5.65%
2028	7.60%	5.33%
2029	7.04%	5.18%
2030	6.48%	5.03%
2031	5.92%	4.88%
2032	5.36%	4.74%
2033	4.80%	4.59%
2034	4.41%	4.41%
2035	4.30%	4.30%
2036-2074	4.01-4.30%	4.00-4.30%
2075+	4.00%	4.00%

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Mortality rates used in this valuation are those described in the 2021 CalPERS experience study.

Pre-Retirement: CalPERS 2021 Mortality

Post-Retirement: CalPERS 2021 Mortality

	Sample Mortality Rates			
	Active Employees		Retired Employees	
Age	Male	Female	Male	Female
55	0.20%	0.12%	0.39%	0.33%
60	0.29%	0.18%	0.58%	0.46%
65	0.40%	0.25%	0.86%	0.61%
70	0.59%	0.40%	1.33%	1.00%
75	0.93%	0.69%	2.39%	1.78%
80	1.52%	1.15%	4.37%	3.40%
85	N/A	N/A	8.27%	6.12%
90	N/A	N/A	14.54%	11.09%

Long-term expected rate of return

As of June 30, 2025, the long-term expected rates of return for each major investment class in the VEBA's portfolio are as follows:

Investment class	Target allocation	Long-term expected RRR
Fixed Income	39.00%	4.09%
Domestic Equity	45.00%	7.94%
International Equity	10.00%	8.90%
Real Estate	6.00%	10.15%
	100.00%	

The above table shows the target asset allocation in VEBA investment policy.

Discount rate

The discount rate is based on a blend of the long-term expected rate of return on assets for benefits covered by plan assets and a yield or index for 20-year, tax-exempt general obligation municipal bonds with an average rating of AA/Aa or better for benefits not covered by plan assets.

The arithmetic long-term expected real rates of return by asset class shown above is for the next 10 years. For the years thereafter, returns were based on historical average index real returns over the last 30 years assuming a similar equity/fixed investment mix and a 2.50% inflation rate. Investment expenses were assumed to be 50 basis points per year. These returns were matched with cash flows for benefits covered by plan assets and the Fidelity Municipal GO Index as of June 30, 2025 (Bond Buyer 20-Bond General Obligation index as of June 30, 2024) was matched with cash flows not covered by plan assets to measure the reasonableness of the choice in discount rate.

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Below are the discount rates used and the Bond Buyer 20-Bond GO Index as of measurement dates of June 30, 2025 and 2024:

	June 30, 2025	June 30, 2024
Discount Rate	6.50%	6.50%
Long-Term Expected Rate of Return on Plan Assets	6.50%	6.50%
Fidelity 20-year GO Bond Index	N/A	3.97%
Bond Buyer 20-year Bond GO Index	5.20%	N/A

Sensitivity analysis

The following presents the Foundation's net OPEB liability if it were calculated using a discount or trend rate that is 1% point lower (5.50%) or 1% higher (7.50%) than the current rate:

Sensitivity of the net OPEB liability to changes in the discount rate:

Discount rate	Net OPEB Liability	$ Change	% Change
7.50	$ (725,794)	$ (1,352,736)	-216%
6.50% Base	626,942	-	0%
5.50%	2,221,745	1,594,803	254%

Sensitivity of the net OPEB liability to changes in the trend rate:

Trend Rate	Net OPEB Liability	$Change	% Change
+1%	$ (767,255)	$ (1,394,197)	-222%
Base	626,942	-	0%
-1%	2,276,452	1,649,510	263%

Annual OPEB expense and net OPEB liability

At June 30, 2026, the Foundation reported $626,942 for the net OPEB liability. The net OPEB liability and the total OPEB liability used to calculate the net OPEB liability was based on an actuarial valuation and measurement date of June 30, 2025. The Foundation's net OPEB liability was based on a projection of the Foundation's covered employee payroll of $2,567,385.

Plan Fiduciary Net Position (plan assets) was valued as of the measurement date of June 30, 2025 and the total OPEB liability was determined based upon the actuarial valuation as of June 30, 2025. As of June 30, 2025, the Plan Fiduciary Net Position was $14,153,798.

For the year ended June 30, 2026, the Foundation recognized OPEB income of $394,414. OPEB expense represents the change in the net OPEB liability during the measurement period, adjusted for service cost, interest on the total OPEB liability, expected investment return, net of investment expense, and the deferred recognition of changes in investment gains and losses, actuarial assumptions or methods, and plan benefits.

At June 30, 2026, the measurement of the Total OPEB Liability, plan membership included 25 active plan members and 105 retired members and beneficiaries receiving benefits for a grand total 130 plan participants.

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Deferred outflows/inflows of resources

	Deferred outflows of resources	Deferred inflows of resources
Differences between expected and actual experience in the measurement of the total OPEB liability	$ 357,782	$ -
Changes in assumptions	-	105,612
Net difference between projected and actual earnings on OPEB plan investments	-	507,527
Contributions to OPEB plan after measurement date	-	-
Total	$ 357,782	$ 613,139

Amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Fiscal year ending June 30:	Deferred outflows/(inflows) of resources
2027	$ 524,620
2028	(337,147)
2029	(294,923)
2030	(147,907)
2031	-
Thereafter	-
Total Deferred Resources	$ (255,357)

During the fiscal year ended June 30, 2026, the Foundation made contributions to the OPEB plan after the measurement date of $0, which will reduce the deferred outflows of resources and deferred inflows of resources above. Deferred outflows of resources and deferred inflows of resources above represent the unamortized portion of changes to net OPEB liability to be recognized in future periods in a systematic and rational manner in accordance with GASB 75. Investment gains or losses are recognized in OPEB expense over a five-year period and economic/demographic gains or losses and assumption changes or inputs are recognized over the average remaining service life for all active and inactive members.

Note 14 - Commitments and contingencies

Litigation

The Foundation is subject to certain claims that arise out of the normal operations of the Foundation. In the opinion of management, the Foundation has sufficient liability insurance to cover any such claims, and these matters will not have a material effect on the financial position of the Foundation if disposed of unfavorably.

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Required Supplementary Information

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Cal Poly Pomona Foundation, Inc.
California Public Employees' Retirement Plan
Schedule of Foundation's Proportionate Share of the Net Pension Liability
Plan Year Ended June 30, 2026

	2026	2025	2024	2023	2022	2021	2020	2019	2018	2017
Foundation's proportion of the collective net pension liability	0.30882%	0.30409%	0.29693%	0.22859%	0.12669%	0.24413%	0.22170%	0.21743%	0.24325%	0.21200%
Foundation's proportionate share of the collective net pension liability (asset)	$ 12,319,375	$ 14,707,437	$ 14,847,664	$ 13,376,813	$ 2,405,616	$ 10,297,623	$ 8,877,822	$ 8,194,358	$ 9,589,146	$ 8,352,723
Foundation's covered-employee payroll	$ 12,315,101	$ 10,858,462	$ 8,141,971	$ 9,642,240	$ 12,143,926	$ 9,741,322	$ 12,562,122	$ 11,541,499	$ 11,061,078	$ 11,198,164
Foundation's proportionate share of the collective net pension liability (asset) as a percentage of its covered-employee payroll	100.0%	135.4%	182.4%	138.7%	19.8%	105.7%	70.7%	71.0%	86.7%	74.6%
Plan fiduciary net position as a percentage of the total pension liability	84.3%	79.9%	78.0%	78.2%	90.5%	85.4%	84.0%	85.6%	82.2%	86.1%

Amounts for covered payroll are reported as of the previous fiscal year to align with the measurement date of the net pension liability.

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Cal Poly Pomona Foundation, Inc.
California Public Employees' Retirement Plan
Schedule of Foundation Contributions
Plan Year Ended June 30, 2026

	2026	2025	2024	2023	2022	2021	2020	2019	2018	2017
Contractually required contribution	$ 2,702,934	$ 2,405,922	$ 2,126,518	$ 2,015,253	$ 1,697,759	$ 1,495,924	$ 1,731,723	$ 2,159,281	$ 2,331,544	$ 1,786,168
Contributions in relation to the contractually required contribution	(2,702,934)	(2,405,922)	(2,126,518)	(2,015,253)	(1,697,759)	(1,495,924)	(1,731,723)	(2,159,281)	(2,331,544)	(1,786,168)
Contribution deficiency (excess)	-	-	-	-	-	-	-	-	-	-
Foundation's covered-employee payroll	$ 12,315,101	$ 10,858,462	$ 8,141,971	$ 9,642,240	$ 12,143,926	$ 9,741,322	$ 12,562,122	$ 11,541,499	$ 11,061,078	$ 11,198,164
Contributions as a percentage of covered employee payroll	21.9%	22.2%	26.1%	20.9%	13.98%	15.36%	13.79%	18.71%	21.08%	15.95%

Changes of Benefit Terms: The CalPERS Plan had no changes in benefit terms since the previous valuation.

Note: In 2022, SB 1168 increased the standard retiree lump sum death benefit from $500 to $2,000 for any death occurring on or after July 1, 2023. For pooled plans this is a Class 3 benefit and there is no normal cost surcharge. The impact on the unfunded liability is included in the pool's differences between expected and actual experience.

Changes in Assumptions: The CalPERS Plan had no assumption changes in 2024 and 2025.
The CalPERS Plan discount rate assumption was changed from 7.15% to 6.90% in 2023. The consumer price inflation assumption was changed from 2.50% to 2.30% in 2023. The post retirement benefits increase from Control COLA was changed from 2.50% to 2.30% in 2023.

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Cal Poly Pomona Foundation, Inc.
California Public Employees' Retirement Plan
Schedule of Changes in Net OPEB Liability and Related Ratios
Plan Year Ended June 30, 2026

Plan Year Ended June 30	2025	2024	2023	2022	2021	2020	2019	2018	2017
Total OPEB Liability									
Service cost	$ 103,800	$ 98,857	$ 96,989	$ 92,370	$ 197,238	$ 187,854	$ 182,673	$ 142,277	$ 148,176
Interest	885,509	871,461	1,094,051	1,077,426	1,141,658	1,104,006	1,051,769	894,698	1,051,372
Differences between expected and actual experience	954,086	-	(3,817,550)	(286,598)	79,980	(86,309)	(745,620)	1,014,722	1,680,006
Change of assumptions	(281,632)	-	(151,479)	-	(1,668,472)	14,502	985,763	890,259	(3,591,876)
Benefits payments, including refunds of employee contributions	(788,469)	(730,680)	(577,533)	(675,951)	(592,799)	(705,751)	(647,375)	(486,936)	(584,422)
Net change in Total OPEB Liability	873,294	239,638	(3,355,522)	207,247	(842,395)	514,302	827,210	2,455,020	(1,296,744)
Total OPEB Liability - beginning	13,907,446	13,667,808	17,023,330	16,816,083	17,658,478	17,144,176	16,316,966	13,861,946	15,158,690
Total OPEB Liability - ending	$ 14,780,740	$ 13,907,446	$ 13,667,808	$ 17,023,330	$ 16,816,083	$ 17,658,478	$ 17,144,176	$ 16,316,966	$ 13,861,946
Plan Fiduciary Net Position									
Contributions - employer	$ 788,469	$ 730,680	$ 1,577,533	$ 397,371	$ 436,315	$ 1,705,751	$ 1,647,375	$ 1,000,000	$ 1,111,120
Net investment income	1,560,035	1,463,644	854,446	(2,263,832)	2,841,138	420,836	449,772	567,209	743,578
Benefit payments, including refunds of employee contributions	(788,469)	(730,680)	(577,533)	(1,112,266)	(1,968,173)	(705,751)	(647,375)	(486,936)	(584,422)
Administrative expense	(57,507)	(42,265)	(43,857)	(34,920)	(36,221)	(34,779)	(49,278)	(39,162)	(33,384)
Net change in Fiduciary Net Position	1,502,528	1,421,379	1,810,589	(3,013,647)	1,273,059	1,386,057	1,400,494	1,041,111	1,236,892
Plan Fiduciary Net Position - beginning	12,651,270	11,229,891	9,419,302	12,432,949	11,159,890	9,773,833	8,373,339	7,332,228	6,095,336
Plan Fiduciary Net Position - ending	$ 14,153,798	$ 12,651,270	$ 11,229,891	$ 9,419,302	$ 12,432,949	$ 11,159,890	$ 9,773,833	$ 8,373,339	$ 7,332,228
Net OPEB Liability - ending	$ 626,942	$ 1,256,176	$ 2,437,917	$ 7,604,028	$ 4,383,134	$ 6,498,588	$ 7,370,343	$ 7,943,627	$ 6,529,718
Plan Fiduciary Net Position as a Percentage of Total OPEB Liability	96%	91%	82%	55%	74%	63%	57%	51%	53%
Covered employee payroll	$ 2,567,385	$ 2,574,528	$ 2,428,800	$ 2,872,472	$ 2,699,762	$ 4,760,791	$ 4,010,791	$ 4,550,937	$ 4,550,937
Plan Net OPEB Liability as a Percentage of covered employee payroll	24%	49%	100%	265%	162%	137%	184%	175%	143%

Notes to the OPEB Required Supplementary Information:
The actuarial methods and assumptions used to calculate the total OPEB liability are described in Note 13 to the financial statements.

The average per capita claims cost was updated to reflect the actual 2024 and 2025 premiums. The healthcare cost trend rate was updated to reflect 2024 industry survey data.
The mortality, withdrawal, and retirement tables were updated to reflect the latest 2021 CalPERS Experience Studies. The population for curving and morbidity factors have also been updated to the 2021 CalPERS Experience Studies. All other assumptions remained the same.

The net OPEB liability amount presented for each fiscal year was determined as of the fiscal year-end.

The schedules are intended to present ten years of data. Additional years of data will be presented as they become available.

The Foundation has not presented a Schedule of Foundation Contributions since an actuarially determined contribution has not been calculated and there is no statutorily determined contribution applicable to the Foundation.

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Supplementary Information

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Cal Poly Pomona Foundation, Inc.

Schedule of Net Position
June 30, 2026
(For Inclusion in the California State University)

Assets:		
Current assets:		
Cash and cash equivalents	$	9,574,809
Short-term investments		55,026,177
Accounts receivable, current portion, net		11,489,354
Accounts receivable from related parties		4,288,382
Lease receivables, current portion		746,913
Inventories		1,619,615
Prepaid expenses and other assets		249,858
Total current assets		**82,995,108**
Noncurrent assets:		
Restricted cash and cash equivalents		8,981
Accounts receivable, net of current portion		2,240,499
Lease receivables, net of current portion		91,520,978
Long-term Investments		1,764,157
Capital assets, net		152,625,032
Capital assets, net - lease ROU		13,449,542
Capital assets, net - SBITA ROU		12,827
Total noncurrent assets		**261,622,016**
Total assets		**344,617,124**
Deferred outflows of resources:		
Net pension liability		4,229,824
Net OPEB liability		357,782
Total deferred outflows of resources		**4,587,606**

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Cal Poly Pomona Foundation, Inc.

Schedule of Net Position
June 30, 2026
(For Inclusion in the California State University)

Liabilities:		
Current liabilities:		
Accounts payable to related parties		2,175,404
Accrued salaries and benefits payable		1,021,292
Accrued compensated absences		2,371,475
Unearned revenue		2,154,147
Lease liabilities, current portion		1,408,699
Other liabilities		4,524,567
Accounts payable		4,793,881
Note payable, current portion		1,745,000
Total current liabilities		**20,194,465**
Noncurrent liabilities:		
Note Payable, net of current portion		125,205,410
Lease liabilities, net of current portion		13,529,867
Net pension liability		12,319,375
Net OPEB liability		626,942
Unitrust liability		729,182
Total noncurrent liabilities		**152,410,776**
Total liabilities		**172,605,241**
Deferred inflows of resources:		
Net pension liability		3,478,700
Leases		85,324,760
Net OPEB liability		613,139
Split interest agreements		1,045,499
Total deferred inflows of resources		**90,462,098**
Net position:		
Net investment in capital assets		24,198,425
Restricted for:		
Nonexpendable – endowments		—
Expendable:		
Scholarships and fellowships		—
Research		1,375,632
Loans		—
Capital projects		—
Debt service		—
Others		—
Unrestricted		60,563,334
Total net position	**$**	**86,137,391**

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Cal Poly Pomona Foundation, Inc.

Schedule of Revenues, Expenses, and Changes in Net Position
Year Ended June 30, 2026
(For Inclusion in the California State University)

Revenues:		
Operating revenues:		
Educational activities revenue	$	11,079,368
Enterprise activities revenue		68,868,288
Grants and contracts, noncapital:		
Federal		20,180,272
State		3,785,276
Local		—
Nongovernmental		2,867,033
Other operating revenues		13,219,491
Total operating revenues		**119,999,728**
Expenses:		
Operating expenses:		
Instruction		12,035,091
Research		14,566,057
Public service		66,814
Academic support		7,456,418
Student services		747,782
Institutional support		1,198,892
Operation and maintenance of plant		2,206
Student grants and scholarships		—
Auxiliary enterprise expenses		65,706,095
Depreciation and amortization		7,272,760
Total operating expenses		**109,052,115**
Operating income (loss)		**10,947,613**
Noncapital Subsidies		
Transfers out		(379,906)
Total noncapital subsidies		(379,906)
Operating income and noncapital subsidies		**10,567,707**

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Cal Poly Pomona Foundation, Inc.

Schedule of Revenues, Expenses, and Changes in Net Position
Year Ended June 30, 2026
(For Inclusion in the California State University)

Nonoperating revenues (expenses):		
Federal Subsidies, capital received/(provided)		—
State appropriations, capital		—
Capital Subsidies received/(provided)		(4,752,862)
Grants and gifts, capital		—
Investment income (loss), net		8,486,256
Endowment income (loss), net		—
Interest Revenue		—
Interest Expense		(7,346,286)
Gains or losses on capital assets		—
Additions/reductions to permanent endowments		—
Net nonoperating revenues (expenses)		(3,612,892)
Increase (decrease) in net position		**6,954,815**
Net position:		
Net position at beginning of year, as previously reported		79,182,576
Restatements		—
Net position at beginning of year, as restated		**79,182,576**
Net position at end of year	**$**	**86,137,391**

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Cal Poly Pomona Foundation, Inc.

Other Information
June 30, 2026
(For Inclusion in the California State University)

1 Cash and cash equivalents:

Portion of restricted cash and cash equivalents related to endowments		
All other restricted cash and cash equivalents	$	8,981
Noncurrent restricted cash and cash equivalents		**8,981**
Current cash and cash equivalents		9,574,809
Total	**$**	**9,583,790**

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	7,114,452	140,906	**7,255,358**
Exchange traded funds	26,441,796	107,963	**26,549,759**
Equity securities	12,721,841	1,300,383	**14,022,224**
Alternative investments:			
Private equity (including limited partnerships)	3,679,478	—	**3,679,478**
Hedge funds	3,701,531	—	**3,701,531**
Managed futures	—	—	—
Real estate investments (including REITs)	801,419	—	**801,419**
Commodities	—	—	—
Derivatives	—	—	—
Other alternative investment types	454,118	—	**454,118**
Other external investment pools	—	—	—
CSU Consolidated Investment Pool (formerly SWIFT)	—	—	—
State of California Local Agency Investment Fund (LAIF)	111,542	—	**111,542**
State of California Surplus Money Investment Fund (SMIF)	—	—	—
Other investments:			
Indexed Annuity	—	214,905	**214,905**
Total Other investments	—	214,905	**214,905**
Total investments	**55,026,177**	**1,764,157**	**56,790,334**
Less endowment investments (enter as negative number)	—	(1,764,157)	(1,764,157)
Total investments, net of endowments	**$ 55,026,177**	**$ —**	**$ 55,026,177**

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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	**7,255,358**	7,255,358	—	—	—
Exchange traded funds	**26,549,759**	26,549,759	—	—	—
Equity securities	**14,022,224**	14,022,224	—	—	—
Alternative investments:					
Private equity (including limited partnerships)	**3,679,478**	—	—	—	3,679,478
Hedge funds	**3,701,531**	—	—	—	3,701,531
Managed futures	—	—	—	—	—
Real estate investments (including REITs)	**801,419**	—	—	—	801,419
Commodities	—	—	—	—	—
Derivatives	—	—	—	—	—
Other alternative investment types	**454,118**	—	—	—	454,118
Other external investment pools	—	—	—	—	—
CSU Consolidated Investment Pool (formerly SWIFT)	—	—	—	—	—
State of California Local Agency Investment Fund (LAIF)	**111,542**	—	—	—	111,542
State of California Surplus Money Investment Fund (SMIF)	—	—	—	—	—
Other investments:					
Indexed Annuity	**214,905**	—	—	—	214,905
Total other investments:	**214,905**	—	—	—	214,905
Total investments	**$ 56,790,334**	**$ 47,827,341**	**$ —**	**$ —**	**$ 8,962,993**

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):	$ —	$ —	$ —

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3.1 Capital Assets, excluding ROU assets:

Composition of capital assets, excluding ROU assets:

	Balance June 30, 2025	Reclassifications	Prior Period Additions	Prior Period Retirements	Balance June 30, 2025 (Restated)	Additions	Retirements	Transfer of completed CWIP/PWIP	Balance June 30, 2026
Non-depreciable/Non-amortizable capital assets:									
Land and land improvements	$ 22,702,910	$ —	$ —	$ —	$ 22,702,910	$ -	$ —	$ —	**$ 22,702,910**
Works of art and historical treasures	—	—	—	—	—	—	—	—	—
Construction work in progress (CWIP)	6,111,423	—	—	—	6,111,423	4,180,863	(2,714,688)	(438,016)	**7,139,582**
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	**$ 28,814,333**	**$ —**	**$ —**	**$ —**	**$ 28,814,333**	**$ 4,180,863**	**$ (2,714,688)**	**$ (438,016)**	**$ 29,842,492**
Depreciable/Amortizable capital assets:									
Buildings and building improvements	147,953,679	—	—	—	147,953,679	2,811,296	(425,129)	391,128	**150,730,974**
Improvements, other than buildings	143,638	—	—	—	143,638	—	—	—	**143,638**
Infrastructure	8,651,467	—	—	—	8,651,467	—	—	—	**8,651,467**
Leasehold improvements	—	—	—	—	—	—	—	—	—
Personal property:									
Equipment	16,449,249	—	—	—	16,449,249	2,419,122	(2,175,003)	46,888	**16,740,256**
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	**173,198,033**	—	—	—	**173,198,033**	**5,230,418**	**(2,600,132)**	**438,016**	**176,266,335**
Total capital assets	**202,012,366**	—	—	—	**202,012,366**	**9,411,281**	**(5,314,820)**	—	**206,108,827**
Less accumulated depreciation/amortization: (enter as negative number, except for reductions enter as positive number)									
Buildings and building improvements	(31,510,596)	—	—	—	(31,510,596)	(4,538,256)	11,397	—	**(36,037,455)**
Improvements, other than buildings	(137,251)	—	—	—	(137,251)	(1,297)	—	—	**(138,548)**
Infrastructure	(3,657,470)	—	—	—	(3,657,470)	(216,254)	—	—	**(3,873,724)**
Leasehold improvements	—	—	—	—	—	—	—	—	—
Personal property:									
Equipment	(12,846,195)	—	—	—	(12,846,195)	(1,097,803)	509,930	—	**(13,434,068)**
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	**(48,151,512)**	—	—	—	**(48,151,512)**	**(5,853,610)**	**521,327**	—	**(53,483,795)**
Total capital assets, net excluding ROU assets	**$ 153,860,854**	**$ —**	**$ —**	**$ —**	**$ 153,860,854**	**$ 3,557,671**	**$ (4,793,493)**	**$ —**	**$ 152,625,032**

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Does the component unit have any capital assets held for sale? Yes

Date sale approved:	Item	Asset Category	Asset Cost (+)	Accumulated Depreciation (-)	NBV	Is asset pleadged as collateral?	Debt Outstanding Balance	Sale probable within one year?
8/1/2025	Faculty/Staff House - 649 Tangier Place	Building	455,949	—	$ 455,949	No	—	Yes
4/16/2026	Faculty/Staff House -192 Silverleaf Ct	Building	431,620	—	$ 431,620	No	—	Yes
3/10/2026	Faculty/Staff House - 661 Tangier Place	Building	600,000	—	$ 600,000	No	—	Yes

Capital Assets, Right of Use

Composition of capital assets - Lease ROU, net:	Balance June 30, 2025	Prior Period Reclassifications	Prior Period Additions	Prior Period Reductions	Balance June 30, 2025 (Restated)	Additions	Remeasurements	Reductions	Balance June 30, 2026
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	21,410,300	—	—	—	21,410,300	—	—	—	**21,410,300**
Improvements, other than buildings	—	—	—	—	—	—	—	—	—
Infrastructure	—	—	—	—	—	—	—	—	—
Personal property:									
Equipment	31,339	—	—	—	31,339	—	—	—	**31,339**
Total depreciable/amortizable lease assets	**21,441,639**	**—**	**—**	**—**	**21,441,639**	**—**	**—**	**—**	**21,441,639**
Less accumulated depreciation/amortization: (enter as negative number, except for reductions enter as positive number)									
Land and land improvements	—	—	—	—	—	—	—	—	—
Buildings and building improvements	(6,594,844)	—	—	—	(6,594,844)	(1,365,519)	—	—	**(7,960,363)**
Improvements, other than buildings	—	—	—	—	—	—	—	—	—
Infrastructure	—	—	—	—	—	—	—	—	—
Personal property:									
Equipment	(29,413)	—	—	—	(29,413)	(2,321)	—	—	**(31,734)**
Total accumulated depreciation/amortization	**(6,624,257)**	**—**	**—**	**—**	**(6,624,257)**	**(1,367,840)**	**—**	**—**	**(7,992,097)**
Total capital assets - lease ROU, net	**$ 14,817,382**	**$ —**	**$ —**	**$ —**	**$ 14,817,382**	**$ (1,367,840)**	**$ —**	**$ —**	**$ 13,449,542**

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Composition of capital assets - SBITA ROU, net	Balance June 30, 2025	Reclassifications	Prior Period Additions	Prior Period Reductions	Balance June 30, 2025 (Restated)	Additions	Remeasurements	Reductions	Balance June 30, 2026
Depreciable/Amortizable SBITA assets:									
Software	$ 153,929	$ —	$ —	$ —	$ 153,929	$ —	$ —	$ —	$ 153,929
Total depreciable/amortizable SBITA assets	**153,929**	**—**	**—**	**—**	**153,929**	**—**	**—**	**—**	**153,929**
Less accumulated depreciation/amortization:									
Software	(89,792)	—	—	—	(89,792)	(51,310)	—	—	**(141,102)**
Total accumulated depreciation/amortization	**(89,792)**	**—**	**—**	**—**	**(89,792)**	**(51,310)**	**—**	**—**	**(141,102)**
Total capital assets - SBITA ROU, net	**$ 64,137**	**$ —**	**$ —**	**$ —**	**$ 64,137**	**$ (51,310)**	**$ —**	**$ —**	**$ 12,827**

Composition of capital assets - P3 ROU, net:	Balance June 30, 2025	Reclassifications	Prior Period Additions	Prior Period Reductions	Balance June 30, 2025 (Restated)	Additions	Remeasurements	Reductions	Balance June 30, 2026
Non-depreciable/Non-amortizable P3 assets:									
Land and land improvements	$ —	$ —	$ —	$ —	$ —	$ —	$ —	$ —	$ —
Total non-depreciable/non-amortizable P3 assets	**—**	**—**	**—**	**—**	**—**	**—**	**—**	**—**	**—**
Depreciable/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 depreciation/amortization:									
Land and land improvements	—	—	—	—	—	—	—	—	—
Buildings and building improvements	—	—	—	—	—	—	—	—	—
Improvements, other than buildings	—	—	—	—	—	—	—	—	—
Infrastructure	—	—	—	—	—	—	—	—	—
Personal property:									
Equipment	—	—	—	—	—	—	—	—	—
Total accumulated depreciation/amortization	**—**	**—**	**—**	**—**	**—**	**—**	**—**	**—**	**—**
Total capital assets - P3 ROU, net	**$ —**	**$ —**	**$ —**	**$ —**	**$ —**	**$ —**	**$ —**	**$ —**	**$ —**

Total capital assets, net including ROU assets	**$ 166,087,401**

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3.2 Detail of depreciation and amortization expense:

Depreciation and amortization expense - capital assets, excluding ROU assets	$ 5,853,610
Amortization expense - Leases ROU	1,367,840
Amortization expense - SBITA ROU	51,310
Amortization expense - P3 ROU	—
Depreciation and Amortization expense - Others	—
Total depreciation and amortization	**$ 7,272,760**

4 Long-term liabilities:

	Balance June 30, 2025	Prior Period Adjustments/Reclassifications	Balance June 30, 2025 (Restated)	Additions	Reductions	Balance June 30, 2026	Current Portion	Noncurrent Portion
1. Accrued compensated absences	**$ 2,642,856**	**$ —**	**$ 2,642,856**	**$ —**	**$ (271,381)**	**$ 2,371,475**	**$ 2,371,475**	**$ —**
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	121,400,000	—	121,400,000	—	(121,400,000)	—	—	—
4.3 Notes payable (SRB related)	—	—	—	119,215,000	—	119,215,000	1,745,000	**117,470,000**
4.4 Finance purchase of capital assets	—	—	—	—	—	—	—	—
4.5 Others:								
	—	—	—	—	—	—	—	—
Total others	—	—	—	—	—	—	—	—
Sub-total long-term debt	**121,400,000**	**—**	**121,400,000**	**119,215,000**	**(121,400,000)**	**119,215,000**	**1,745,000**	**117,470,000**
4.6 Unamortized net bond premium/(discount)	—	—	—	8,002,148	(266,738)	7,735,410	—	**7,735,410**
Total long-term debt obligations	**$ 121,400,000**	**$ —**	**$ 121,400,000**	**$ 127,217,148**	**$ (121,666,738)**	**$ 126,950,410**	**$ 1,745,000**	**$ 125,205,410**

5. Lease, SBITA, P3 liabilities:	Balance June 30, 2025	Prior Period Adjustments/Reclassifications	Additions	Remeasurements	Reductions	Balance June 30, 2026	Current Portion	Noncurrent Portion
Lease liabilities	$ 16,325,029	$ —	$ —	$ —	$ (1,386,463)	$ 14,938,566	$ 1,408,699	$ 13,529,867
SBITA liabilities	41,673	—	—	—	(41,673)	—	—	—
P3 liabilities - SCA	—	—	—	—	—	—	—	—
P3 liabilities - non-SCA	—	—	—	—	—	—	—	—
Sub-total P3 liabilities	—	—	—	—	—	—	—	—
Total Lease, SBITA, P3 liabilities	**$ 16,366,702**	**$ —**	**$ —**	**$ —**	**$ (1,428,136)**	**$ 14,938,566**	**$ 1,408,699**	**$ 13,529,867**
Total long-term liabilities						**$ 144,260,451**	**$ 5,525,174**	**$ 138,735,277**

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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 Only	Interest Only	Principal and Interest	Principal Only	Interest Only	Principal and Interest	Principal Only	Interest Only	Principal and Interest	Principal Only	Interest Only	Principal and Interest
Year ending June 30:												
2027	$ 1,408,699	$ 275,358	$ 1,684,057	$ —	$ —	$ —	$ —	$ —	$ —	$ 1,408,699	$ 275,358	$ 1,684,057
2028	1,392,014	244,088	1,636,102	—	—	—	—	—	—	1,392,014	244,088	1,636,102
2029	1,414,034	216,925	1,630,959	—	—	—	—	—	—	1,414,034	216,925	1,630,959
2030	1,443,470	189,834	1,633,304	—	—	—	—	—	—	1,443,470	189,834	1,633,304
2031	1,476,091	162,147	1,638,238	—	—	—	—	—	—	1,476,091	162,147	1,638,238
2032 - 2036	7,804,258	376,035	8,180,293	—	—	—	—	—	—	7,804,258	376,035	8,180,293
2037 - 2041	—	—	—	—	—	—	—	—	—	—	—	—
2042 - 2046	—	—	—	—	—	—	—	—	—	—	—	—
2047 - 2051	—	—	—	—	—	—	—	—	—	—	—	—
2052 - 2056	—	—	—	—	—	—	—	—	—	—	—	—
Thereafter	—	—	—	—	—	—	—	—	—	—	—	—
Total minimum payments	**$ 14,938,566**	**$ 1,464,387**	**$ 16,402,953**	**$ —**	**$ —**	**$ —**	**$ —**	**$ —**	**$ —**	**$ 14,938,566**	**$ 1,464,387**	**$ 16,402,953**
Less: amounts representing interest												(1,464,387)
Present value of future minimum lease payments												14,938,566
Total Leases, SBITA, P3 liabilities												14,938,566
Less: current portion												(1,408,699)
Leases, SBITA, P3 liabilities, net of current portion												**$ 13,529,867**

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 Only	Interest Only	Principal and Interest	Principal Only	Interest Only	Principal and Interest	Principal Only	Interest Only	Principal and Interest
Year ending June 30:									
2027	$ —	$ —	$ —	$ 1,745,000	$ 6,069,088	$ 7,814,088	$ 1,745,000	$ 6,069,088	$ 7,814,088
2028	—	—	—	1,830,000	5,979,713	7,809,713	1,830,000	5,979,713	7,809,713
2029	—	—	—	1,925,000	5,885,837	7,810,837	1,925,000	5,885,837	7,810,837
2030	—	—	—	2,025,000	5,787,088	7,812,088	2,025,000	5,787,088	7,812,088
2031	—	—	—	2,130,000	5,683,212	7,813,212	2,130,000	5,683,212	7,813,212
2032 - 2036	—	—	—	12,405,000	26,660,938	39,065,938	12,405,000	26,660,938	39,065,938
2037 - 2041	—	—	—	15,920,000	23,138,062	39,058,062	15,920,000	23,138,062	39,058,062
2042 - 2046	—	—	—	20,450,000	18,614,813	39,064,813	20,450,000	18,614,813	39,064,813
2047 - 2051	—	—	—	26,425,000	12,633,469	39,058,469	26,425,000	12,633,469	39,058,469
2052 - 2056	—	—	—	34,360,000	4,699,011	39,059,011	34,360,000	4,699,011	39,059,011
Thereafter	—	—	—	—	—	—	—	—	—
Total minimum payments	**$ —**	**$ —**	**$ —**	**$ 119,215,000**	**$ 115,151,231**	**$ 234,366,231**	**$ 119,215,000**	**$ 115,151,231**	**$ 234,366,231**
Less: amounts representing interest									(115,151,231)
Present value of future minimum payments									119,215,000
Unamortized net premium/(discount)									7,735,410
Total long-term debt obligations									126,950,410
Less: current portion									(1,745,000)
Long-term debt obligations, net of current portion									**$ 125,205,410**

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7 Transactions with related entities:

Payments to University for salaries of University personnel working on contracts, grants, and other programs	947,081
Payments to University for other than salaries of University personnel	9,511,435
Payments received from University for services, space, and programs	30,726,978
Gifts-in-kind to the University from discretely presented component units	—
Gifts (cash or assets) to the University from discretely presented component units	5,132,768
Accounts (payable to) University	(964,390)
Other amounts (payable to) University	—
Accounts receivable from University	3,002,984
Other amounts receivable from University	—

8 Restatements

Provide a detailed breakdown of the journal entries (at the financial statement line items level) booked to record each restatement:

Note: Additional account details can be found in the Table of Object Codes and CSU Fund Definitions

		Debit/(Credit)
Restatement #1	N/A	
		$ —
		$ —
Restatement #2	N/A	
		$ —
		$ —

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	$ 4,661,354	$ 1,082,727	$ 162,284	$ 5,443	$ —	$ 6,123,283	$ —	**$ 12,035,091**
Research	6,391,444	939,801	77,500	—	—	7,157,312	—	**14,566,057**
Public service	17,412	1,391	—	—	—	48,011	—	**66,814**
Academic support	2,018,743	401,024	76,592	42,013	—	4,918,046	—	**7,456,418**
Student services	245,608	13,304	—	—	—	488,870	—	**747,782**
Institutional support	244,828	74,360	12,846	4,698	—	862,160	—	**1,198,892**
Operation and maintenance of plant	—	—	—	—	—	2,206	—	**2,206**
Student grants and scholarships	—	—	—	—	—	—	—	—
Auxiliary enterprise expenses	16,463,627	2,781,537	916,796	518,741	—	45,025,394	—	**65,706,095**
Depreciation and amortization	—	—	—	—	—	—	7,272,760	**7,272,760**
Total operating expenses	**$ 30,043,016**	**$ 5,294,144**	**$ 1,246,018**	**$ 570,895**	**$ —**	**$ 64,625,282**	**$ 7,272,760**	**$ 109,052,115**

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Cal Poly Pomona Foundation, Inc.

Other Information
June 30, 2026
(For Inclusion in the California State University)

	Select type of pension plan >>	Defined Benefit Plan
10	**Deferred outflows/inflows of resources:**	
	1. Deferred Outflows of Resources	
	Deferred outflows - unamortized loss on refunding(s)	$ —
	Deferred outflows - net pension liability	4,229,824
	Deferred outflows - net OPEB liability	357,782
	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	**$ 4,587,606**
	2. Deferred Inflows of Resources	
	Deferred inflows - service concession arrangements	$ —
	Deferred inflows - net pension liability	3,478,700
	Deferred inflows - net OPEB liability	613,139
	Deferred inflows - unamortized gain on debt refunding(s)	—
	Deferred inflows - nonexchange transactions	—
	Deferred inflows - leases	85,324,760
	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	1,045,499
	Total deferred inflows - others	**1,045,499**
	Total deferred inflows of resources	**$ 90,462,098**

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Cal Poly Pomona Foundation, Inc.

Other Information
June 30, 2026
(For Inclusion in the California State University)

Description	DPCU - Fiduciary Funds Net Position					
	Pension trust funds Net Position 992	Other employee benefit trust funds Net Position 993	Investment trust funds Net Position 994	Private-purpose trust funds Net Position 995	Custodial funds Net Position 996	Total
Assets						
Current assets:						
Cash and cash equivalents	$ —	$ —	$ —	$ —	$ 735,794	$ 735,794
Short-term investments	—	—	—	—	—	—
Accounts receivable, net	—	—	—	—	—	—
Lease receivable, current portion	—	—	—	—	—	—
P3 receivable, current portion	—	—	—	—	—	—
Notes receivable, current portion	—	—	—	—	—	—
Pledges receivable, net	—	—	—	—	—	—
Prepaid expenses and other current assets	—	—	—	—	—	—
Total current assets	—	—	—	—	735,794	735,794
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	—	—	—	—	—	—
Capital assets, net	—	—	—	—	—	—
Capital assets, net - lease ROU	—	—	—	—	—	—
Capital assets, net - SBITA ROU	—	—	—	—	—	—
Capital assets, net - P3 ROU	—	—	—	—	—	—
Other assets	—	—	—	—	—	—
Total noncurrent assets	—	—	—	—	—	—
Total assets	—	—	—	—	735,794	735,794
Deferred outflows of resources:						
Unamortized loss on debt refunding	—	—	—	—	—	—
Net pension liability	—	—	—	—	—	—
Net OPEB liability	—	—	—	—	—	—
Leases	—	—	—	—	—	—
P3	—	—	—	—	—	—
Others	—	—	—	—	—	—
Total deferred outflows of resources	—	—	—	—	—	—

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Cal Poly Pomona Foundation, Inc.

Other Information
June 30, 2026
(For Inclusion in the California State University)

Liabilities						
Current liabilities:						
Accounts payable	—	—	—	—	—	—
Accrued salaries and benefits	—	—	—	—	—	—
Accrued compensated absences, current portion	—	—	—	—	—	—
Unearned revenues	—	—	—	—	—	—
Lease liabilities, current portion	—	—	—	—	—	—
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	—	—	—	—	—	—
Total current liabilities	—	—	—	—	—	—
Noncurrent liabilities:						
Accrued compensated absences, net of current portion	—	—	—	—	—	—
Unearned revenues	—	—	—	—	—	—
Grants refundable	—	—	—	—	—	—
Lease liabilities, net of current portion	—	—	—	—	—	—
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	—	—	—	—	—	—
Total liabilities	—	—	—	—	—	—
Deferred inflows of resources:						
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						
Total ending net position	**$ —**	**$ —**	**$ —**	**$ —**	**$ 735,794**	**$ 735,794**

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Cal Poly Pomona Foundation, Inc.

Other Information
June 30, 2026
(For Inclusion in the California State University)

		DPCU - Fiduciary Funds Net Position					
GAAP Account	Description	Pension trust funds Net Position 992	Other employee benefit trust funds Net Position 993	Investment trust funds Net Position 994	Private-purpose trust funds Net Position 995	Custodial funds Net Position 996	Total
Additions	Contributions from employers	$ —	$ —	$ —	$ —	$ —	$ —
Additions	Contributions from nonemployer contributing entities	—	—	—	—	—	—
Additions	Contributions from plan members	—	—	—	—	—	—
Additions	Contributions from all sources	—	—	—	—	—	—
Additions	Investment earnings	—	—	—	—	—	—
Additions	Investment costs	—	—	—	—	—	—
Additions	Program Income	—	—	—	—	1,085,394	**1,085,394**
Additions		—	—	—	—	—	—
Additions		—	—	—	—	—	—
Additions		—	—	—	—	—	—
Additions		—	—	—	—	—	—
Additions		—	—	—	—	—	—
Additions		—	—	—	—	—	—
Additions		—	—	—	—	—	—
Additions		—	—	—	—	—	—
Total Additions		—	—	—	—	**1,085,394**	**1,085,394**
Deductions	Benefit payments to plan members	—	—	—	—	—	—
Deductions	Total administrative expenses	—	—	—	—	—	—
Deductions	Benefit payments	—	—	—	—	—	—
Deductions	Redemptions	—	—	—	—	—	—
Deductions	Distributions	—	—	—	—	793,061	**793,061**
Deductions		—	—	—	—	—	—
Deductions		—	—	—	—	—	—
Deductions		—	—	—	—	—	—
Deductions		—	—	—	—	—	—
Deductions		—	—	—	—	—	—
Deductions		—	—	—	—	—	—
Deductions		—	—	—	—	—	—
Deductions		—	—	—	—	—	—
Deductions		—	—	—	—	—	—
Total Deductions		—	—	—	—	**793,061**	**793,061**
Increase (decrease) in net position		—	—	—	—	**292,333**	**292,333**
Net position at beginning of year, as previously reported		—	—	—	—	443,461	**443,461**
Restatements		—	—	—	—	—	—
Net position at beginning of year, as restated		—	—	—	—	**443,461**	**443,461**
Net position at end of year		**$ —**	**$ —**	**$ —**	**$ —**	**$ 735,794**	**$ 735,794**

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

To the Board of Directors
Cal Poly Pomona Foundation, Inc.
(A California State University Auxiliary Organization)

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States ("*Government Auditing Standards"*), the financial statements of the business-type activities and the aggregate remaining fund information of the Cal Poly Pomona Foundation, Inc. (the "Foundation"), as of and for the year ended June 30, 2026, and the related notes to the financial statements, which collectively comprise the Foundation's basic financial statements, and have issued our report thereon dated [DATE].

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.*

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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.

Los Angeles, California
[DATE].

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Cal Poly Pomona
ENTERPRISES

Memorandum

Date: September 11, 2026

To: Board of Directors

From: Juan Hernandez, Chief Financial Officer
Michelle Cardona, Chair, Finance and Investment Committee

Subject: INVESTMENT ADVISOR SELECTION

Cal Poly Pomona Enterprises (CPPE) currently retains Graystone Consulting, a business of Morgan Stanley, to provide investment advisory services for its general investment portfolio. In 2026, Management initiated a competitive Request for Proposals for investment advisory and outsourced chief investment officer (OCIO) services. The Chief Financial Officer and Senior Director of Organizational Effectiveness and Strategy jointly administered the process, and six proposals were received and reviewed.

Following review of the written proposals, Graystone Consulting / Morgan Stanley, Goldman Sachs, and J.P. Morgan were selected as finalists and participated in interviews. The evaluation considered organizational capabilities, investment process and policy fit, fees and transparency, reporting and controls, relevant relationships and references, and the proposed OCIO service model.

Management and the Finance and Investment Committee recommend that the Board of Directors approve the selection of Graystone Consulting / Morgan Stanley as CPPE's investment advisor and OCIO. Graystone received the highest weighted evaluation score among the three finalists and demonstrated the strongest overall balance of investment capabilities, responsiveness, continuity, governance support, and cost. Based on a normalized $60 million portfolio, Graystone's estimated all-in cost is approximately 55 basis points, or $330,000 annually, and provides more favorable projected long-term economics than the other finalists.

Graystone's institutional team is supported by Morgan Stanley's research, manager due diligence, risk management, custody coordination, and implementation resources. The service model includes daily monitoring, institutional risk and performance tools, monthly reporting generally within 10 to 14 business days, and a local Los Angeles-based team. As the incumbent advisor, Graystone also provides implementation continuity and preserves CPPE's historical reporting and portfolio knowledge.

The evaluation identified benchmark-relative performance as an area requiring enhanced oversight. Before execution, Management will finalize a binding fee schedule and contract terms, complete legal and operational review, obtain written performance attribution, and document the recommended asset allocation, liquidity structure, implementation sequence, and treatment of alternative investments.

PROPOSED ACTION:

Management and the Finance and Investment Committee recommend that the Board of Directors approve Graystone Consulting / Morgan Stanley as CPPE's investment advisor and OCIO and authorize Management to complete contract negotiations and legal and operational review.

THEREFORE BE IT RESOLVED, that the Board of Directors accepts the recommendation of the Finance and Investment Committee and approves the selection of Graystone Consulting / Morgan Stanley as the investment advisor and outsourced chief investment officer for Cal Poly Pomona Enterprises' investment portfolio.

BE IT FURTHER RESOLVED, that Management is authorized to complete contract negotiations and legal and operational review and to recommend any required final agreement approval to the Board of Directors, subject to final terms that are not materially inconsistent with the proposal and approved fee schedule.

PASSED AND ADOPTED THIS 11th DAY OF SEPTEMBER 2026.

By: _____
Dr. Alison Baski, Secretary/Treasurer
Board of Directors

Memorandum

Date: September 11, 2026

To: Board of Directors

From: John McGuthry, Vice Chair
Thomas Sekayan, CEO

Subject: **Approval of Amendments to the Bylaws**

Cal Poly Pomona Enterprises ("Enterprises") is a legally separate nonprofit auxiliary organization established to support the educational mission of California State Polytechnic University, Pomona. Although Enterprises is governed by its own Board of Directors, California law and California State University regulations assign the University President specific responsibilities concerning the financial accountability, policy compliance, and overall operation of campus auxiliary organizations.

California Education Code section 89756 provides that the campus's chief administrative officer is responsible for "the propriety of all expenditures, and the integrity of the financial reporting, made by auxiliary organizations." The statute further identifies the University President as the campus's chief administrative officer for purposes of that responsibility.

Consistent with the Education Code, section 42402 of Title 5 of the California Code of Regulations requires the University President to ensure that auxiliary organizations "operate in conformity with policy of the Board of Trustees and the campus." The regulation also authorizes the University President to review auxiliary programs and budgets and to direct that programs or appropriations inconsistent with applicable CSU or campus policy not be implemented or be discontinued.

The proposed amendments align the Board's leadership structure with the responsibilities already assigned to the University President. Designating the individual serving as University President to serve ex officio as Chair provides a direct connection between the Board's governance of Enterprises and the President's responsibility for auxiliary financial accountability, policy compliance, and alignment with the University's educational mission.

The proposed amendments also clarify that the University President may designate the Vice President for Administration and Finance and Chief Financial Officer to coordinate the University's administrative and financial oversight of Enterprises. This designation facilitates consistent communication, monitoring, and coordination between the University and Enterprises. It does not transfer the University President's statutory responsibilities to the designee or displace the governing authority of the Board.

The Board will remain the governing body of Enterprises. California Corporations Code section 5210 provides that the activities and affairs of a nonprofit public benefit corporation must be conducted "by or under the direction of the board" and remain under the Board's "ultimate direction." California Education Code section 89904 similarly requires the governing board of an

auxiliary organization to approve the organization's expenditures and fund appropriations. The proposed amendments do not alter the voting rights or fiduciary duties of individual directors or authorize the Chair or the President's designee to override decisions of the Board.

The proposed amendments are intended to establish clear and durable lines of responsibility, strengthen coordination between Enterprises and the University, reduce the potential for conflicting or informal direction, and support consistent Board oversight of organizational performance. The amendments also restore the governance structure under which the University President previously served as Chair of the Board.

The proposed amendments are attached as **Exhibit A** for the Board's review and consideration.

WHEREAS, the Board of Directors is responsible for maintaining governance policies and procedures that support the effective administration of Enterprises; and

WHEREAS, California Education Code section 89756 assigns the University President responsibility for the propriety of auxiliary expenditures and the integrity of auxiliary financial reporting; and

WHEREAS, section 42402 of Title 5 of the California Code of Regulations requires the University President to ensure that campus auxiliary organizations operate in conformity with the policies of the California State University Board of Trustees and the campus; and

WHEREAS, the proposed amendments align the Board's leadership structure with the University President's existing statutory and regulatory responsibilities by designating the individual serving as University President to serve ex officio as Chair of the Board; and

WHEREAS, the proposed amendments authorize the University President to designate the Vice President for Administration and Finance and Chief Financial Officer to coordinate the University's administrative and financial oversight of Enterprises, without transferring the President's statutory responsibilities or displacing the governing authority of the Board; and

WHEREAS, California Corporations Code section 5210 provides that the activities and affairs of Enterprises shall remain under the ultimate direction of the Board of Directors; and

WHEREAS, the proposed amendments do not alter the voting rights or fiduciary duties of the individual directors, and the Board will remain the governing body of Enterprises; and

WHEREAS, management has presented the proposed amendments to the Board for its independent review and consideration; and

WHEREAS, the Board has reviewed the proposed amendments and determined that they clarify the governance structure of Enterprises, strengthen coordination with the University, and promote the effective administration of the organization;

NOW, THEREFORE, BE IT RESOLVED, that the Board of Directors hereby approves and adopts the amendments to the Bylaws in the form presented to the Board and attached to this resolution as Exhibit A; and

BE IT FURTHER RESOLVED, that the Chief Executive Officer, Secretary, and their respective designees are authorized to take the ministerial and administrative actions reasonably necessary to incorporate the approved amendments into the official Bylaws and maintain the amended Bylaws among the official records of Enterprises.

PASSED AND ADOPTED THIS 11TH DAY OF SEPTEMBER 2026.

By: _____

Dr. Alison Baski
Secretary/Treasurer, Board of Directors

CAL POLY POMONA FOUNDATION, INC.

BYLAWS

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BYLAWS
OF
CAL POLY POMONA FOUNDATION, INC.

ARTICLE I
MISSION STATEMENT

The Cal Poly Pomona Foundation, Inc., established in 1966, is an integral component of the educational mission of the University. In pursuit of this mission, the Foundation is a partner in the University community which includes students, faculty, staff, administrators, alumni and members of the larger community. The Foundation exists to provide the highest level of service to these constituencies. The role of the Foundation is to provide appropriate goods and services at a reasonable and competitive price, to promote and celebrate the cultural diversity of the University, to help foster and maintain an effective learning environment, to provide educational opportunities, to reflect an institutional image of competence and quality, to encourage cooperative relations within the University community, to provide advice on services and resources appropriate to educational needs, to generate income that can augment University resources, to strengthen University identity and to recognize and provide visibility for the achievements of members of the University community.

Excellence in service to the University is the highest priority of the Foundation. The Foundation accomplishes this by:

- Operating in a professional and conscientious manner.
- Continually updating its planning for the future and emphasizing the importance of quality and excellence as it invests in the growing campus community.
- Maintaining high standards for ethics, honesty, competency and professionalism in all its employees.
- Encouraging its employees to express an entrepreneurial spirit by using creativity, innovation and initiative.
- Maintaining its commitment to the practice of affirmative action and equal opportunity.

The Cal Poly Pomona Foundation, Inc., is an equal opportunity, affirmative action employer. The Foundation subscribes to all state and federal regulations and prohibits discrimination based on sex, race, sexual orientation, national origin, handicap, marital status, age, religious creed, color, ancestry, medical condition, or veteran status. The Foundation hires only individuals lawfully authorized to work in the United States.

The Foundation operates as a public-benefit, charitable-educational organization under the provisions of the California Revenue and Taxation Code, Section 23701 (d) and the United States Internal Revenue Codes, Section 501 (c)(3). The Foundation is also classified as a public charity under section 509(a) (3) of the Internal Revenue code. As a recognized auxiliary of the California State University, the Foundation conforms to the California Code of Regulations, Title 5, Section 42400 et seq. established by the Trustees of the California State University. The University's administrative organization supervises the Foundation, as required by Title 5, California Code of Regulations, Section 42402.

ARTICLE II
PRINCIPAL

The principal office for the transaction of the business of this corporation is hereby fixed and located at the California State Polytechnic University, Pomona.

ARTICLE III
SEAL

The corporate seal shall consist of a circle, having at its circumference the words, "CAL POLY POMONA FOUNDATION, INC., CALIFORNIA," and inside the circle the date of the incorporation of this corporation.

ARTICLE IV
MEMBERSHIP

This corporation shall have no members other than the persons constituting its Board of

Directors. The persons constituting its Board of Directors shall, for the purpose of any statutory provision or rule of law relating to nonprofit corporations or otherwise, be taken to be the members of this corporation and shall experience all the rights and powers of members thereof.

ARTICLE V
BOARD OF DIRECTORS

Section 1. Number of Directors.

The maximum authorized number of voting Directors shall be twenty-four (24) until changed by amendment to these Bylaws as hereinafter provided.

Section 2. Power of Directors.

The corporation shall have such powers as are now or may hereafter be granted by the laws governing auxiliary organizations of the California State University and by the Nonprofit Corporation Law of the State of California, except as limited by the provisions of its Articles of Incorporation or these Bylaws.

Section 3. Selection of Directors.

The Directors of this corporation shall be drawn from the membership of the faculty, administration, staff and students of the University and the community and shall serve their designated terms, if any, or until the termination of their employment with the University or their death, resignation or removal or the expiration of their terms as provided below. The distribution of the membership shall be as follows unless there is an elimination of a position.

(a) Designated Directors (9)

The Designated Directors shall consist of the University President, the Vice President for Academic Affairs, the Vice President of Student Affairs, the Vice President for University Advancement, the Vice President for Administrative Affairs, the Vice President for Instructional & Information Technology, the Chair of the Academic Senate, the Chair of Staff

Council, and the President of the Associated Students, Inc.

In the event that a Designated Director ceases to hold the administrative office above described at the University, the duly appointed successor shall become a Designated Director of the corporation. In the event that a permanent successor is not immediately appointed, then the person who is appointed on an acting basis to fill such vacated office until the appointment of a permanent successor shall become a Designated Director of this corporation.

In the event that any Designated Director provided in this Section 3 of Article V fails, neglects, or refuses to act as such Designated Director, and so signifies this intention to the Directors of this corporation, the other Directors shall elect from the University staff or ASI appointee an interim Designated Director to serve in the place instead of the original Designated Director so failing to act. Such elected Designated Director shall serve until the original Designated Director consents to act as such Designated Director. In no event shall such elected Designated Director serve or more than one (1) year without re-election.

(b) Faculty Directors (2).

Two (2) faculty Directors shall be elected by the Board of Directors from person(s) nominated by the Academic Senate.

(c) Staff Directors (2).

Two (2) staff Directors shall be elected by the Board of Directors from person(s) nominated by the Staff Council for each position.

(d) Student Directors (2).

Two (2) student Directors shall be elected by the Board of Directors from person(s) nominated by the Associated Students Senate.

(e) Community Directors (3)

Three (3) community Directors shall be elected by the Board of Directors, upon the nomination of the President of the University.

(f) Dean Director (1)

One (1) dean Director shall be elected by the Board of Directors, upon nomination

of the Deans Action Council.

(g) At Large Director (5)

Five (5) at large Directors shall be elected by the Board of Directors, upon nomination by the University's President.

Section 4. Term of Office.

(a) Each member of the Board of Directors, except the Designated Directors, shall be elected by the Board of Directors, and all Director vacancies occurring by expiration of term of office, or otherwise, shall be filled by a majority vote of the remaining Directors at the annual meeting of the Board, or at a special meeting called for that purpose. The term of the office of a Director shall begin immediately after the election.

(b) The Designated Directors, shall serve until the termination of their employment with the University, their death or resignation.

(c) The term of office of the two elected faculty Directors shall be for a period of three (3) years. The term of office of the two elected staff Directors shall be for a period of three (3) years.

(d) The term of office of the two elected student Directors shall be for a period of two (2) years.

(e) The term of office of the three elected community Directors shall be for a period of three (3) years.

(f) The term of office for the one elected dean Director shall be for a period of three (3) years.

(g) The term of office for the five elected at large Directors shall be for a period of two (2) years.

These Directors shall continue to serve until their successors are elected.

Section 5. Voting.

Each member of the Board of Directors shall have one vote. There shall be no proxy voting permitted for the transaction of any of the business of this corporation.

A representative of a Director may attend Board or Executive Committee meetings, but is not permitted to vote.

Section 6. Annual Meeting.

There shall be an annual meeting of the Board of Directors held each year in May, unless otherwise designated by the Board of Directors. Such meeting shall be for the purpose of electing Directors and Officers of the corporation and for the transaction of such other business as may come before the Board.

Section 7. Regular Meetings.

The Chair or a majority of the members of the Board may call at any time a Regular Meeting of the Board of Directors to conduct any business of the Foundation. and to approve all financial obligations and modifications to Foundation policy. Regular Meetings shall be held at least quarterly upon notice in accordance with Article V, Section 9. The Regular Meetings should be scheduled in advance for the year.

Section 7a. Special Meetings.

Special meetings of the Board may be called in order to transact specific business of the Corporation prior to the next regular meeting, as is necessary, and within the provisions of this Section, on seven (7) days written notice by first-class mail, postage prepaid, or on at least twenty-four (24) hours notice delivered personally or by mail, or by telephone, including a voice messaging system or other system or technology designed to record and communicate messages, facsimile, electronic mail or other electronic means. The notice of any special meeting shall state the time of the meeting, and the place, and the business to be transacted. No other business shall be considered at such special meeting by the Board. Notice of any special meeting need not be given to any Director who signs a waiver of notice of the meeting prior to or at commencement of such meeting, waiving the lack of such notice to such Director. The waiver of notice of the meeting may be given by telegram, email, fax or other electronic means. All such waivers, consents, and approvals of minutes shall be filed with the corporate records or made a part of the minutes of the meeting.

Section 8. Place of Meetings.

(a) Meetings of the Board of Directors shall be held at any place within this State which has been designated from time to time by resolution of the Board or by written consent of all members of the Board. In the absence of such designation, regular meetings shall be held at the principal office of this corporation.

(b) Meetings Via Electronic Communications. Any meeting may be held by conference telephone, through the Internet or by means of any other electronic communications equipment, as long as all Directors participating in the meeting can hear one another, and any members of the public in attendance can hear all of the Directors. All such Directors shall be deemed to be present in person at such meetings.

Section 9. Notices.

Written notice of the time and place of meetings shall be delivered personally to each Director or sent to each Director by first-class mail, postage prepaid, or delivered personally or by telephone, including a voice messaging system or other system or technology designed to record and communicate messages, facsimile, electronic mail or other electronic means at his/her address as shown in the records of the corporation. Such notices shall be transmitted in such a manner that they be delivered at least seven (7) calendar days prior to the day of the meeting. If mailed, such notice shall be deemed to be delivered the next day during which regular mail deliveries are made after the day such notice is deposited in the United States Postal Service in a sealed envelope so addressed, with postage thereon prepaid. If notice is given by facsimile or telephone, including a voice messaging system or other system or technology designed to record and communicate messages, electronic mail or other electronic means, such notice shall be deemed delivered when transmitted. The business to be transacted at any regular or special meeting of the Board shall be specified in the notice of any such meeting.

Section 10. Quorum & Adjourned Meetings

A majority of the number of voting Directors in office shall constitute a quorum of the Board of Directors for the transaction of business, except to adjourn. A meeting at which a quorum is initially present may continue to transact business not withstanding the withdrawal of a Director or Directors, if any action taken is approved by at least a majority of the required quorum for that meeting. A quorum of the Directors may adjourn any Directors' meeting to meet again at a stated date, time and place, provided, however, in the absence of a quorum, a majority of the Directors present at any regular or special meeting may adjourn the meeting to reconvene later. Notice of the date, time, place and business to be transacted at such meeting shall be given to any Directors who were not present at the time the meeting was adjourned.

Section 11. Resignation and Removal of Directors.

Any Director may resign from the Board at any time by giving written notice to the President or the Secretary of the Corporation and, unless otherwise specified therein, the acceptance of such resignation shall not be necessary to make it effective. Subject to any requirements of the California Corporation Code, the Directors of this corporation, excluding Designated Directors or Directors appointed by the President, may be removed at any time by a two-thirds vote of the whole number of voting Directors.

Section 12. Compensation.

No Director shall receive any salary or other similar compensation for any services as a Director; however, the Board of Directors may authorize the reimbursement of actual and necessary expenses incurred by individual Directors performing duties as Directors.

Section 13. Inspection by Directors.

Each Director shall have the right at any reasonable time to inspect all books, records, and documents of every kind and the physical properties of the corporation for a purpose reasonably related to each person's interest as a Director, provided that the Director shall not have the right to inspect those books, records or documents made privileged or confidential by law. This inspection may be made by the Director, the

Director's agent or attorney, and the right of inspection includes the right to copy and make extracts of documents. Nothing in this section shall affect the right of the Board of Directors to conduct the business of the corporation as set forth in these Bylaws.

ARTICLE VI
OFFICERS

Section 1. Officers.

The officers of this corporation shall be a Chair, Vice Chair, Secretary, Treasurer, and such other officers as the Board of Directors may appoint. The University President shall serve as the Chair of the Board or his/her designee.

The offices of Secretary and Treasurer may be held concurrently by the same person. Any number of offices may be held by the same person, except that neither the Secretary nor the Treasurer may serve concurrently as the Chair.

Section 2. Election and Term of Office.

The Chair of the Board of Directors shall select and appoint three (3) Board members to serve on a Nominating Committee to propose a slate of Officers (other than the Chair position) for the Board. The Board of Directors shall then elect the ~~Chair,~~ Vice Chair, Secretary and Treasurer of this corporation for terms of one (1) year, or until their successors are elected and qualified, unless he or she shall sooner resign, be removed, or become ineligible to continue to serve in such capacity. The election shall be held at the annual meeting. Vacancies may be filled or new offices created and filled at any meeting of the Board of Directors. Elected Officers may serve as many successive one (1) year terms as the Board of Directors deems appropriate.

Section 3. Committees.

(a) There shall be seven (7) standing committees to the Board. Those committees shall be: Executive, Finance, Investment, Nominating, Personnel, Program, and Audit. Selection of appointment of Board members to these committees shall be annually and voted on by the Board. The committee size is not limited. The Chair of the Board shall appoint the Chair of each committee. Non-Board members may serve on Committees if the Committee is not authorized to act on behalf of the Board.

(b) (1) There shall be an Executive Committee of the Board. The Executive Committee shall be made up of the Chair of the Board, the Vice Chair of the Board, the Academic Senate Chair, the Staff Council Chair, the ASI President, and one Community representative Director selected by the President. ~~If the University President chooses not to be the Chair of the Board, the University President shall serve as a member of the Executive Committee.~~

(2) The Executive Committee shall have and exercise the authority of the Board in the management of the corporation, approval of emergency financial matters, except the power and authority to adopt, amend or repeal these Bylaws, or such other powers as may be prohibited by law, by the Articles of Incorporation or by these Bylaws.

(3) The Executive Committee shall have and exercise such specific powers and perform such specific duties as prescribed by these Bylaws or as the Board of Directors shall from time to time prescribe or direct; provided, however, the Executive Committee may not authorize the expenditure of more than $100,000 without the prior approval of the Board of Directors.

(4) All members of the Foundation Board shall receive notice of Executive Committee meetings and may attend such meetings with voting status.

(5) An Executive Committee member may send a proxy from the Foundation seated membership if he/she is unable to attend the scheduled meeting. The proxy shall not vote on any matter considered by the Executive Committee.

(6) All Executive Committee meetings shall be open to the public and shall require a quorum in attendance for action to be taken. A quorum is defined as 1/2 of the Executive Committee, plus one. Any action taken requires a two-thirds (2/3) affirmative vote of these members present.

(7) The Executive Committee shall provide to the Board of Directors information regarding any actions taken by the Executive Committee at the next regularly scheduled Board meeting.

(c) The Audit Committee is established in compliance with the Nonprofit Integrity Act (Act). The Committee is responsible for assuring compliance with the Act, including but not limited to, recommending to the Board of Directors the retention and termination of independent auditors; negotiating the independent auditors' compensation;

conferring with the auditors to satisfy committee members that the financial affairs of the Foundation are in order; reviewing and determining whether to accept the audit; assuring that any nonaudit services performed by the auditing firm conform with the standards for auditor independence set forth in the latest revision of the Government Auditing Standards issued by the Comptroller General of the United States; and approving performance of nonaudit services by the auditing firm.

(d) From time to time, the Board may create other committees as necessary.

Section 4. Vacancies.

A vacancy in any office because of termination of employment with the University, death, resignation, removal or otherwise, shall be filled by the remaining members of the Board of Directors in accordance with the provision of these Bylaws.

Section 5. Chair.

The Chair shall have general supervision, direction and control of the business and affairs of this corporation, shall preside at all meetings of the Board of Directors, Executive Committee and shall have such other powers and duties as may be prescribed from time to time by the Board of Directors.

Section 6. Vice Chair.

In the absence or disability of the Chair, the Vice Chair shall perform all the duties of the Chair, and in so acting shall have all the powers of the Chair. The Vice Chair shall have such other powers and perform such other duties as may be prescribed from time to time by the Board of Directors.

Section 7. Secretary.

The Secretary shall keep a full and complete record of the proceedings of the Board of Directors; shall keep the seal of this corporation and affix the same to such papers and instruments as may be required in the regular course of business; shall make service of such notices as may be necessary or proper; shall supervise the keeping of the books of this corporation; and shall discharge such other duties as pertain to the office or

as prescribed by the Board of Directors. In case of the absence or disability of the Secretary or his or her refusal or neglect to act, notices may be given and served by the Chair , or by the Vice Chair or by any person thereunto authorized by the Chair , or by the Vice Chair or by the Board of Directors.

Section 8. Treasurer.

The Treasurer shall serve as the chief financial officer of the corporation and shall supervise the deposit of all funds of this corporation in such bank or banks as may be designated by the Board of Directors. Such funds shall be paid out only on the check of this corporation signed as directed by the Board of Directors. The Treasurer shall have such other powers and perform such other duties as may be prescribed from time to time by the Board of Directors.

ARTICLE VII
INDEMNIFICATION

Section 1. Right of Indemnity.

To the fullest extent permitted by law, the corporation shall indemnify its Directors, Officers, employees, and other persons described in Section 5238(a) of the California Corporations Code, including persons formerly occupying any such position, against all expenses, judgments, fines, settlements and other amounts actually and reasonably incurred by them in connection with any 'proceeding: as that term is used in that Section, and including an action by or in the right of the corporation, by reason of the fact that the person is or was a person described in that section. "Expenses", as used in these Bylaws, shall have the same meaning as in Section 5238(a) of the California Corporations Code.

Section 2. Approval of Indemnity.

On written request to the Board by any person seeking indemnification under Section 5238(b) or Section 5238(c) of the California Corporations Code, the Board shall promptly determine under Section 5238(e) of the California Corporations Code whether

the applicable standard of conduct set forth in Section 5238(b) or Section 5238 (c) has been met and, if so, the Board shall authorize indemnification.

Section 3. Advancement of Expenses.

To the fullest extent permitted by law and except as otherwise determined by the Board in a specific instance, expenses incurred by a person seeking indemnification under these Bylaws in defending any proceeding covered by those sections shall be advanced by the corporation before final disposition of the proceeding, on receipt by the corporation of an undertaking by or on behalf of that person that the advance shall be repaid unless it is ultimately determined that the person is entitled to be indemnified by the corporation for those expenses.

Section 4. Insurance.

The corporation shall have the right to purchase and maintain insurance to the full extent permitted by law on behalf of its Officers, Directors, employees, and other agents, against any liability asserted against or incurred by any Officer, Director, employee, or agent in such capacity or arising out of the Officers, Directors employee's or agent's status as such.

ARTICLE VIII
AMENDMENT OF BYLAWS

The Bylaws may be amended or repealed and new Bylaws adopted by the vote of a majority of the members of the Board of Directors at any Directors meeting, except that a Bylaw fixing or changing the number of Directors may be adopted, amended or repealed only by the vote or written consent of two-thirds of the total number of voting members currently on the Board of Directors. In addition, all amendments to the Bylaws require the approval of the University President.

The undersigned, do hereby certify that I am the duly elected and acting Secretary/Treasurer of the CAL POLY POMONA FOUNDATION, INC., a California nonprofit corporation, and that the foregoing Bylaws comprising fourteen (14) pages, constitute the Bylaws of the corporation as duly attended at a meeting of the ~~Boatd~~Board of_ Directors thereof duly held on May 24, 2012.

IN WITNESS WHEREOF, I have hereunto subscribed my name and affixed the seal of said corporation this May 24, 2012.

_____

(Name)

Secretary/Treasurer

Memorandum

Date: September 11, 2026

To: Board of Directors

From: John McGuthry, Vice Chair – CPP Enterprises Board of Directors

Subject: Chief Executive Officer Reporting and Administrative Coordination Policy

The proposed policy (Exhibit A) clarifies that the Chief Executive Officer reports to and is supervised by the Board of Directors while maintaining an administrative liaison relationship with the University Vice President for Administration and Finance/Chief Financial Officer, or the University President's designee.

This structure preserves the Board's governance and supervisory responsibilities while recognizing the University President's responsibility under Title 5, California Code of Regulations, section 42402 to ensure that auxiliary operations conform to CSU and campus policies.

WHEREAS, the Board of Directors desires to clearly define the Chief Executive Officer's reporting relationship and distinguish the Board's supervision of the CEO from the University President's oversight of the auxiliary organization; and

WHEREAS, the proposed policy is intended to strengthen accountability, facilitate effective coordination with the University, and support compliance with applicable CSU and campus requirements;

NOW, THEREFORE, BE IT RESOLVED, that the Board of Directors hereby approves and adopts the Chief Executive Officer Reporting and Administrative Coordination Policy, establishing that the Chief Executive Officer reports to and serves at the pleasure of the Board while maintaining an administrative liaison relationship with the University Vice President for Administration and Finance/Chief Financial Officer, or the University President's designee.

Passed and adopted this 11th day of September 2026.

By:

Dr. Alison Baski
Secretary/Treasurer
Board of Directors

Subject: Chief Executive Officer Reporting and Administrative Coordination

Policy No.: 128
Date: September 11, 2026
Revision:

Last Revision Date(s):

A. Purpose

To establish the reporting relationship, supervisory authority, and administrative coordination responsibilities applicable to the Chief Executive Officer (CEO) of Cal Poly Pomona Enterprises (Corporation).

B. Background

The Corporation is governed by its Board of Directors and operates as an auxiliary organization of California State Polytechnic University, Pomona (University). Clear delineation of the Board's supervisory authority and the CEO's administrative coordination with the University supports sound governance, accountability, compliance, and effective operations.

C. Policy

The CEO is accountable to the Board of Directors for the management, operations, and performance of the Corporation and shall manage the day-to-day affairs of the Corporation within the program and fiscal policies as determined by the Board of Directors. The CEO shall report to and serve at the pleasure of the Board of Directors, which retains full authority and responsibility for the appointment, evaluation, supervision, and removal of the CEO.

To support effective coordination with University operations, compliance with California State University (CSU) policies, and implementation of the operating agreement between the Corporation and the University, the CEO shall maintain an administrative liaison relationship with the University Vice President for Administration and Finance/Chief Financial Officer, or the University President's designated representative.

The administrative liaison relationship is intended to facilitate communication, coordination, policy compliance, and alignment between the Corporation and the University. Nothing in this policy shall be interpreted to diminish, transfer, or supersede the Board of Directors' statutory authority, fiduciary responsibilities, or supervisory authority over the CEO.

D. Responsibilities

1. The Board of Directors shall maintain sole authority for the selection, evaluation, compensation, discipline, and removal of the CEO.
2. The CEO shall provide regular reports to the Board of Directors regarding the operations and performance of the Corporation.
3. The CEO shall work collaboratively with the University Vice President for Administration and Finance/Chief Financial Officer, or the President's designee, regarding University operational coordination, CSU policy and regulatory compliance, matters delegated by the University President, and administration of

the Corporation's operating agreement with the University.

4. The administrative liaison relationship established through this policy shall not constitute a direct employment reporting relationship and shall not alter the Board's authority over the CEO.

E. Authority

This policy is adopted by the Board of Directors on September 11, 2026, and shall be reviewed periodically by the Personnel Committee and the Board to ensure continued alignment with applicable CSU policies, University requirements, and Corporation governance practices.

Memorandum

Date: September 11, 2026

To: Board of Directors

From: Shari Benson, CHRO

Attached: CalPERS Job Title List

Subject: **Job Title & Position List for CalPERS**

The CalPERS Job Title and Position list is being updated with the new rates, effective date of December 20, 2026. Minimum wage is adjusted typically around late December based on an effective date of January 1, of each year. Therefore, the Job Title and Position List must reflect the current rates and effective date. During this revision of the listing, "HR Default" titles have been consolidated to simply the listing and the Enterprises will use "Payroll Job Title" for more specific information. Additionally, titles that are geared toward Grants and Campus programs have been adjusted to a listing specific for Grants and Campus programs. This will alleviate some of the confusion with titles and job duties that are relevant only to Grants and Campus programs.

This revised listing has been reviewed by a CalPERS account manager and meets requirements for posting and for CalPERS use.

PROPOSED ACTION:
The following resolution is recommended for approval:

WHEREAS Management is requesting the Board of Directors approve the CalPERS listing with an effective date of December 20, 2026.

BE IT RESOLVED that the Board of Directors has reviewed and approved the Annual Update to Position List for CalPERS, as presented.

BE IT FURTHER RESOLVED, that upon approval of this resolution by the Board of Directors, the CEO and CHRO are authorized and directed to take any appropriate action necessary to implement this Resolution.

PASSED AND ADOPTED THIS 11TH DAY OF SEPTEMBER 2025.

_____

John McGuthry, Vice Chair

CAL POLY POMONA ENTERPRISE SALARY GRADES WITH JOB TITLES

Effective December 20, 2026

	Minimum	Midpoint	Maximum	HR Default Job Title	Pay Type	Pay Frequency
Salary Grade						
Grade 7	$17.40	$23.49	$29.58	Cook	Hourly Non Exempt	Biweekly
	$17.40	$23.49	$29.58	Crew Member	Hourly Non Exempt	Biweekly
	$17.40	$23.49	$29.58	Office Support	Hourly Non Exempt	Biweekly
	$17.40	$23.49	$29.58	Specialist I	Hourly Non Exempt	Biweekly
Grade 8	$20.62	$27.98	$35.05	Admin Asst I	Hourly Non Exempt	Biweekly
	$20.62	$27.98	$35.05	Coordinator II	Hourly Non Exempt	Biweekly
	$20.62	$27.98	$35.05	Facilities Worker I	Hourly Non Exempt	Biweekly
	$20.62	$27.98	$35.05	General Maintenance I	Hourly Non Exempt	Biweekly
	$20.62	$27.98	$35.05	Specialist II	Hourly Non Exempt	Biweekly
	$20.62	$27.98	$35.05	Supervisor I	Hourly Non Exempt	Biweekly
	$20.62	$27.98	$35.05	Technician	Hourly Non Exempt	Biweekly
Grade 9	$24.43	$32.99	$41.54	Admin Asst II	Hourly Non Exempt	Biweekly
	$24.43	$32.99	$41.54	Assistant Manager I	Hourly Non Exempt	Biweekly
	$24.43	$32.99	$41.54	Coordinator III	Hourly Non Exempt	Biweekly
	$24.43	$32.99	$41.54	Facilities Maintenance II	Hourly Non Exempt	Biweekly
	$24.43	$32.99	$41.54	Lead	Hourly Non Exempt	Biweekly
	$24.43	$32.99	$41.54	Sous Chef	Hourly Non Exempt	Biweekly
	$24.43	$32.99	$41.54	Specialist III	Hourly Non Exempt	Biweekly
	$24.43	$32.99	$41.54	Supervisor II	Hourly Non Exempt	Biweekly
Grade 10 - Hourly	$28.95	$39.09	$49.22	Accountant	Hourly Non Exempt	Biweekly
	$28.95	$39.09	$49.22	Administrative Assistant III	Hourly Non Exempt	Biweekly
	$28.95	$39.09	$49.22	Technician II	Hourly Non Exempt	Biweekly
	$28.95	$39.09	$49.22	Manager I	Hourly Non Exempt	Biweekly
Grade 10 - Exempt	$2,784	$3,361	$3,938	Coordinator IV	Salaried Exempt	Biweekly
	$2,784	$3,361	$3,938	Manager II	Salaried Exempt	Biweekly
Grade 11	$2,799	$3,779	$4,758	Executive Assistant	Salaried Exempt	Biweekly
	$2,799	$3,779	$4,758	Manager III	Salaried Exempt	Biweekly
Grade 12	$3,345	$4,515	$5,686	Assistant Director	Salaried Exempt	Biweekly
	$3,345	$4,515	$5,686	Sr. Manager	Salaried Exempt	Biweekly
Grade 13	$3,997	$5,396	$6,795	Associate Director	Salaried Exempt	Biweekly
Grade 14	$4,776	$6,448	$8,120	Director	Salaried Exempt	Biweekly
Grade 15	$5,708	$7,706	$9,703	Sr. Director	Salaried Exempt	Biweekly
Grade 16	$6,821	$9,208	$11,596	Chief Executive Officer	Salaried Exempt	Biweekly

GRANTS/CAMPUS PROGRAMS - SPECIFIC POSITIONS

	Minimum	Midpoint	Maximum	HR Default Job Title	Pay Type	Pay Frequency
Salary Grade						
G3	$3,997.00	$5,396.00	$6,795.00	Ex Director_Grants	Salaried Exempt	Biweekly
	$3,997.00	$5,396.00	$6,795.00	Ex Director_CPrograms	Salaried Exempt	Biweekly
	$3,345.00	$4,515.00	$5,686.00	Associate Director_CPrograms	Salaried Exempt	Biweekly
G2	$3,345.00	$4,515.00	$5,686.00	Director_Grants II	Salaried Exempt	Biweekly
	$3,345.00	$4,515.00	$5,686.00	Director_CPrograms	Salaried Exempt	Biweekly
G1	$2,799.00	$3,779.00	$4,758.00	Assistant Director_UB Programs	Salaried Exempt	Biweekly
	$2,799.00	$3,779.00	$4,758.00	Director_Grants I	Salaried Exempt	Biweekly
	$2,799.00	$3,779.00	$4,758.00	Manager_CPrograms	Salaried Exempt	Biweekly
	$2,799.00	$3,779.00	$4,758.00	Research Associate_CPrograms	Salaried Exempt	Biweekly
	$2,799.00	$3,779.00	$4,758.00	Coordinator IV_CPrograms	Salaried Exempt	Biweekly
	$2,799.00	$3,779.00	$4,758.00	Digital Content Strategist	Salaried Exempt	Biweekly
Grade 10-H	$29.11	$39.29	$49.48	Advisor IV	Hourly Non Exempt	Biweekly
	$29.11	$39.29	$49.48	Coordinator IV	Hourly Non Exempt	Biweekly
Grade 9	$24.56	$33.16	$41.76	Advisor III	Hourly Non Exempt	Biweekly
	$24.43	$32.99	$41.54	Coordinator III	Hourly Non Exempt	Biweekly
	$20.62	$27.98	$35.05	Web Developer	Hourly Non Exempt	Biweekly
Grade 7	$17.49	$23.61	$29.74	Advisor I	Hourly Non Exempt	Biweekly
	$17.40	$23.49	$29.58	Assistant	Hourly Non Exempt	Biweekly
	$17.40	$23.49	$29.58	Farm Labor I	Hourly Non Exempt	Biweekly

CAL POLY POMONA ENTERPRISE SALARY GRADES WITH JOB TITLES

Effective December 20, 2026

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Salary Grade						
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	$17.40	$23.49	$29.58	Crew Member	Hourly Non Exempt	Biweekly
	$17.40	$23.49	$29.58	Office Support	Hourly Non Exempt	Biweekly
	$17.40	$23.49	$29.58	Specialist I	Hourly Non Exempt	Biweekly
Grade 8	$20.62	$27.98	$35.05	Admin Asst I	Hourly Non Exempt	Biweekly
	$20.62	$27.98	$35.05	Coordinator II	Hourly Non Exempt	Biweekly
	$20.62	$27.98	$35.05	Facilities Worker I	Hourly Non Exempt	Biweekly
	$20.62	$27.98	$35.05	General Maintenance I	Hourly Non Exempt	Biweekly
	$20.62	$27.98	$35.05	Specialist II	Hourly Non Exempt	Biweekly
	$20.62	$27.98	$35.05	Supervisor I	Hourly Non Exempt	Biweekly
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Grade 9	$24.43	$32.99	$41.54	Admin Asst II	Hourly Non Exempt	Biweekly
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	$24.43	$32.99	$41.54	Sous Chef	Hourly Non Exempt	Biweekly
	$24.43	$32.99	$41.54	Specialist III	Hourly Non Exempt	Biweekly
	$24.43	$32.99	$41.54	Supervisor II	Hourly Non Exempt	Biweekly
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	$28.95	$39.09	$49.22	Administrative Assistant III	Hourly Non Exempt	Biweekly
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GRANTS/CAMPUS PROGRAMS - SPECIFIC POSITIONS

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G2	$3,345.00	$4,515.00	$5,686.00	Director_Grants II	Salaried Exempt	Biweekly
	$3,345.00	$4,515.00	$5,686.00	Director_CPrograms	Salaried Exempt	Biweekly
G1	$2,799.00	$3,779.00	$4,758.00	Assistant Director_UB Programs	Salaried Exempt	Biweekly
	$2,799.00	$3,779.00	$4,758.00	Director_Grants I	Salaried Exempt	Biweekly
	$2,799.00	$3,779.00	$4,758.00	Manager_CPrograms	Salaried Exempt	Biweekly
	$2,799.00	$3,779.00	$4,758.00	Research Associate_CPrograms	Salaried Exempt	Biweekly
	$2,799.00	$3,779.00	$4,758.00	Coordinator IV_CPrograms	Salaried Exempt	Biweekly
	$2,799.00	$3,779.00	$4,758.00	Digital Content Strategist	Salaried Exempt	Biweekly
Grade 10-H	$29.11	$39.29	$49.48	Advisor IV	Hourly Non Exempt	Biweekly
	$29.11	$39.29	$49.48	Coordinator IV	Hourly Non Exempt	Biweekly
Grade 9	$24.56	$33.16	$41.76	Advisor III	Hourly Non Exempt	Biweekly
	$24.43	$32.99	$41.54	Coordinator III	Hourly Non Exempt	Biweekly
	$20.62	$27.98	$35.05	Web Developer	Hourly Non Exempt	Biweekly
Grade 7	$17.49	$23.61	$29.74	Advisor I	Hourly Non Exempt	Biweekly
	$17.40	$23.49	$29.58	Assistant	Hourly Non Exempt	Biweekly
	$17.40	$23.49	$29.58	Farm Labor I	Hourly Non Exempt	Biweekly

CAL POLY POMONA ENTERPRISE SALARY GRADES WITH JOB TITLES

Salary Grade	Minimum	Midpoint	Maximum	HR Default Job Title	Pay Type	Pay Frequency	Notes
Grade 7	~~$17.40~~	~~$23.49~~	~~$29.58~~	~~Advisor I~~	~~Hourly Non Exempt~~	~~Biweekly~~	Campus/Grant
	$17.40	$23.49	$29.58	Assistant Project Coordinator I	Hourly Non Exempt	Biweekly	
	~~$17.40~~	~~$23.49~~	~~$29.58~~	~~Assistant~~	~~Hourly Non Exempt~~	~~Biweekly~~	Campus/Grant
	$17.40	$23.49	$29.58	Cook	Hourly Non Exempt	Biweekly	
	~~$17.40~~	~~$23.49~~	~~$29.58~~	Coordinator I	~~Hourly Non Exempt~~	~~Biweekly~~	
	$17.40	$23.49	$29.58	Crew Member	Hourly Non Exempt	Biweekly	
	~~$17.40~~	~~$23.49~~	~~$29.58~~	~~Facilities Worker I~~	Hourly Non Exempt	Biweekly	Moved to G9
	$17.40	$23.49	$29.58	Farm Labor I	Hourly Non Exempt	Biweekly	
	$17.40	$23.49	$29.58	Office Support	Hourly Non Exempt	Biweekly	
	$17.40	$23.49	$29.58	Specialist I	Hourly Non Exempt	Biweekly	
	~~$17.40~~	~~$23.49~~	~~$29.58~~	~~Vault Cashier~~	Hourly Non Exempt	Biweekly	Wkg Title - HR= Spec I
Grade 8	$20.62	$27.98	$35.05	Admin Asst I	Hourly Non Exempt	Biweekly	
	~~$20.62~~	~~$27.98~~	~~$35.05~~	~~Advisor II~~	~~Hourly Non Exempt~~	~~Biweekly~~	Campus/Grant
	$20.62	$27.98	$35.05	Coordinator II	Hourly Non Exempt	Biweekly	
	$20.62	$27.98	$35.05	Facilities Worker I	Hourly Non Exempt	Biweekly	
	$20.62	$27.98	$35.05	General Maintenance I	Hourly Non Exempt	Biweekly	
	$20.62	$27.98	$35.05	Specialist II	Hourly Non Exempt	Biweekly	
	$20.62	$27.98	$35.05	Supervisor I	Hourly Non Exempt	Biweekly	
	$20.62	$27.98	$35.05	Technician	Hourly Non Exempt	Biweekly	
	~~$20.62~~	~~$27.98~~	~~$35.05~~	~~Web Developer~~	Hourly Non Exempt	Biweekly	Campus/Grant
Grade 9	$24.43	$32.99	$41.54	Admin Asst II	Hourly Non Exempt	Biweekly	
	$24.43	$32.99	$41.54	~~Agriculture Laborer Lead~~	Hourly Non Exempt	Biweekly	Wkg Title- HR= Lead
	$24.43	$32.99	$41.54	~~Analyst~~	Hourly Non Exempt	Biweekly	Wkg Title- HR=Analyst
	$24.43	$32.99	$41.54	Assistant Manager I	Hourly Non Exempt	Biweekly	
	$24.43	$32.99	$41.54	Coordinator III	Hourly Non Exempt	Biweekly	
	$24.43	$32.99	$41.54	~~Dietician~~	Hourly Non Exempt	Biweekly	Spec III - Wkg title =Dietician
	$24.43	$32.99	$41.54	~~Facilities Lead~~	Hourly Non Exempt	Biweekly	Wkg Title- HR= Lead
	$24.43	$32.99	$41.54	Facilities Maintenance II	Hourly Non Exempt	Biweekly	
	~~$24.43~~	~~$32.99~~	~~$41.54~~	~~Generalist~~	~~Hourly Non Exempt~~	~~Biweekly~~	Title removed
	$24.43	$32.99	$41.54	Lead	Hourly Non Exempt	Biweekly	
	$24.43	$32.99	$41.54	Sous Chef	Hourly Non Exempt	Biweekly	
	$24.43	$32.99	$41.54	Specialist III	Hourly Non Exempt	Biweekly	
	$24.43	$32.99	$41.54	Supervisor II	Hourly Non Exempt	Biweekly	
	$28.95	$39.09	$49.22	Accountant	Hourly Non Exempt	Biweekly	
Grade 10 - Hourly	$28.95	$39.09	$49.22	Administrative Assistant III	Hourly Non Exempt	Biweekly	
	~~$28.95~~	~~$39.09~~	~~$49.22~~	~~Advisor IV~~	~~Hourly Non Exempt~~	~~Biweekly~~	Campus/Grant
	~~$28.95~~	~~$39.09~~	~~$49.22~~	~~Coordinator IV~~	~~Hourly Non Exempt~~	~~Biweekly~~	Campus/Grant
	$28.95	$39.09	$49.22	~~HVAC~~ Technician II	Hourly Non Exempt	Biweekly	Wkg Title - HR = Tech II
	$28.95	$39.09	$49.22	Manager I	Hourly Non Exempt	Biweekly	
Grade 10 - Exempt	$2,784	$3,361	$3,938	Coordinator IV	Salaried Exempt	Biweekly	
	~~$2,784~~	~~$3,361~~	~~$3,938~~	~~Digital Content Strategist~~	~~Salaried Exempt~~	~~Biweekly~~	
	$2,784	$3,361	$3,938	Manager II	Salaried Exempt	Biweekly	
	~~$2,784~~	~~$3,361~~	~~$3,938~~	~~Research Associate~~	~~Salaried Exempt~~	~~Biweekly~~	
	~~$2,784~~	~~$3,361~~	~~$3,938~~	~~Sr. Asst Manager~~	~~Salaried Exempt~~	~~Biweekly~~	Ttile Not in Use
Grade 11	$2,799	$3,779	$4,758	Executive Assistant	Salaried Exempt	Biweekly	
	$2,799	$3,779	$4,758	Manager III	Salaried Exempt	Biweekly	
Grade 12	$3,345	$4,515	$5,686	Assistant Director	Salaried Exempt	Biweekly	
	$3,345	$4,515	$5,686	~~Executive Chef~~	Salaried Exempt	Biweekly	Working Title - HR = Sr Mgr
	$3,345	$4,515	$5,686	Sr. Manager	Salaried Exempt	Biweekly	
	~~$3,345~~	~~$4,515~~	~~$5,686~~	~~Staff / Research Scientist~~	~~Salaried Exempt~~	~~Biweekly~~	Campus/Grant
Grade 13	$3,997	$5,396	$6,795	Associate Director	Salaried Exempt	Biweekly	
	~~$3,997~~	~~$5,396~~	~~$6,795~~	~~Project Administrator~~	~~Salaried Exempt~~	~~Biweekly~~	Not in Use
Grade 14	$4,776	$6,448	$8,120	Director	Salaried Exempt	Biweekly	
	~~$4,776~~	~~$6,448~~	~~$8,120~~	~~Chief of Staff~~	~~Salaried Exempt~~	~~Biweekly~~	Not in Use
	~~$4,776~~	~~$6,448~~	~~$8,120~~	~~Chief Human Resources Officer~~	~~Salaried Exempt~~	~~Biweekly~~	Grade Adj, Sr Director HR Title
Grade 15	$5,708	$7,706	$9,703	Sr. Director	Salaried Exempt	Biweekly	
	~~$5,708~~	~~$7,706~~	~~$9,703~~	~~Chief Financial Officer~~	~~Salaried Exempt~~	~~Biweekly~~	Wkg Ttile HR = Sr Director
	~~$5,708~~	~~$7,706~~	~~$9,703~~	~~Chief Operating Officer~~	~~Salaried Exempt~~	~~Biweekly~~	Wkg Ttile HR = Sr Director
Grade 16	$6,821	$9,208	$11,596	Chief Executive Officer	Salaried Exempt	Biweekly	

Memorandum

Date: September 11, 2026

To: Board

From: Shari Benson, CHRO

Subject: **Holiday Schedule for 2027**

Attachment: Holiday Calendar 2027

Each year, the Cal Poly Pomona Foundation's holiday calendar closely mirrors that of the University. This method has proven effective as the demand for most of our services is reliant upon campus foot traffic. One minor variation on the schedule involves continuing the practice of designating a Cal Poly Pomona Foundation Holiday in place of the (possible) day granted by the Governor and CPP President to state-side employees.

This resolution calls for approval of the 2027 holiday calendar.

PROPOSED ACTION:
Management recommends the following resolution for approval:

BE IT RESOLVED, that the Board of Directors approves the Holiday Calendar 2027, as presented.

BE IT FURTHER RESOLVED that upon approval of this resolution by the Board of Directors, the Chief Executive Officer and Chief Human Resources Officer are authorized and directed to take any and all action as may be necessary to effectuate this Resolution.

PASSED AND ADOPTED THIS 11th DAY OF SEPTEMBER 2026.

_____
John McGuthry, Vice Chair

HOLIDAY CALENDAR
2027

MONTH	DATE	HOLIDAY
January	01	New Year's Day 2027
January	18	Martin Luther King, Jr. Day
March	31	Cesar Chavez Day
May	31	Memorial Day
June	18	Juneteenth (Observed)
July	05	Independence Day (Observed)
September	06	Labor Day
November	11	Veteran's Day
November	25	Thanksgiving Day
November	26	Foundation Holiday
December	24	Foundation Holiday
December	27	Foundation Holiday
December	28	Foundation Holiday
December	29	Foundation Holiday
December	30	Foundation Holiday
December	31	Campus Closed (Use Personal Holiday or Vacation Hours)
January	01	New Year's Day 2028

Memorandum

Date: September 11, 2026

To: Board of Directors

From: Shari Benson - CHRO

Subject: **Minimum Wage Adjustment Effective December 20, 2026**

Attachment: Salary Grade Ranges (Current)
Salary Grade Ranges with Revised Minimum Rates

Each year, management reviews its compensation policies and practices. An essential tool used in compensation administration is a current, relevant, and accurate salary scale.

Effective on or before January 1, 2027, the minimum wage for hourly employees will increase. This impacts our payroll period beginning December 20, 2026. The minimum wage has been set for $17.40. California law also calls for the minimum wage for exempt positions of two times the minimum hourly wage ($72,384 annually). Management is requesting updates to the salary scale by increasing all grades to account for the new minimum wage for 2027. These changes are necessary to help ensure our salaries are consistent with current wage orders and aligned with the market while mitigating the long-term effects of salary compression. These updates also support the Enterprises' requirement to meet comparability standards with the university.

This information has been updated on the CalPERS position list and will be posted on our company website, meeting California Government Code transparency regulations via a publicly available pay schedule.

SALARY GRADE RANGES EFFECTIVE DECEMBER 20, 2026

$17.40/HR MINIMUM WAGE

GRADE	HOURLY RANGE SPREAD			BI-WEEKLY PAY PERIOD			ANNUAL RANGE SPREAD		
#	*MIN*	*MID*	*MAX*	*MIN*	*MID*	*MAX*	*MIN*	*MID*	*MAX*
16				$6,821	$9,208	$11,596	$177,344	$239,414	$301,484
15				$5,708	$7,706	$9,703	$148,405	$200,346	$252,288
14				$4,776	$6,448	$8,120	$124,188	$167,654	$211,120
13				$3,997	$5,396	$6,795	$103,923	$140,296	$176,669
12				$3,345	$4,515	$5,686	$86,965	$117,403	$147,840
11				$2,799	$3,779	$4,758	$72,774	$98,245	$123,716
10S				$2,784	$3,361	$3,938	$72,384	$87,382	$102,380
10H	$28.95	$39.09	$49.22	$2,316	$3,127	$3,938	$60,224	$81,302	$102,380
9	$24.43	$32.99	$41.54	$1,955	$2,639	$3,323	$50,822	$68,609	$86,397
8	$20.62	$27.84	$35.05	$1,650	$2,227	$2,804	$42,888	$57,898	$72,909
7	$17.40	$23.49	$29.58	$1,392	$1,879	$2,366	$36,192	$48,859	$61,526

GRANTS/CAMPUS PROGRAMS - EXEMPT POSITIONS								
GRADE								
G4	$4,776	$6,448	$8,120	$124,188	$167,654	$211,120		
G3	$3,997	$5,396	$6,795	$103,923	$140,296	$176,669		
G2	$3,345	$4,515	$5,686	$86,965	$117,403	$147,840		
G1	$2,799	$3,779	$4,758	$72,774	$98,245	$123,716		

Memorandum

Date: September 11, 2026

To: Board of Directors

From: Shari Benson, Chief Human Resources Officer

Attached: 2027 Medical Benefits Structure

Subject: HEALTHCARE 2027 BENEFITS RENEWAL

The overall benefit renewal rate increase for the 2027 calendar year is 5.9% for Kaiser and 7.5% for United Healthcare. Due to the rising costs of medical insurance and newly enacted requirements, this increase was anticipated and budgeted.

RATE INFORMATON:

	Kaiser 2026	Kaiser 2027	UHC 2026	UHC 2027
Employee Only	$839.00	$888.88	$746.00	$802.00
Employee +1	$1,679.00	$1,778.00	$1,493.00	$1,606.00
Family	$2,375.00	$2,514.00	$2,110.00	$2,269.00

Note: The PPO rates are same as the UHC HMO rates shown. The PPO is a “buy-up” plan, employees pay the difference between the HMO and PPO premiums.

All other plans – vision, dental, life and LTD did not see a rate increase due to the lock-in rate negotiated in previous years.