

**RIVERSIDE COMMUNITY COLLEGE
DISTRICT FOUNDATION**

(A California Nonprofit Corporation)

ANNUAL FINANCIAL REPORT

JUNE 30, 2009 AND 2008

**RIVERSIDE COMMUNITY COLLEGE DISTRICT FOUNDATION
(A California Nonprofit Corporation)**

JUNE 30, 2009 AND 2008

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INDEPENDENT AUDITORS' REPORT

The Board of Directors
Riverside Community College Foundation
Riverside, California

We have audited the accompanying statements of financial position of Riverside Community College District Foundation (a California nonprofit corporation) as of June 30, 2009 and 2008, and the related statements of activities, cash flows, and functional expenses for the years then ended. These financial statements are the responsibility of Riverside Community College District Foundation's management. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audits in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States of America. Those standards require that we plan and perform the audits to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Riverside Community College District Foundation as of June 30, 2009 and 2008, and the changes in its net assets and its cash flows for the years then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated November 11, 2009, on our consideration of Riverside Community College District Foundation's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting and compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

Vavrinek, Trine, Day & Co., LLP

Rancho Cucamonga, California
November 11, 2009

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RIVERSIDE COMMUNITY COLLEGE DISTRICT FOUNDATION
(A California Nonprofit Corporation)

STATEMENTS OF FINANCIAL POSITION
JUNE 30,

	2009	2008
ASSETS		
Current Assets		
Cash and Cash Equivalents		
Unrestricted	\$ -	\$ 61,852
Restricted	2,437,711	1,972,479
Accounts receivable	2,545	267
Receivable due from unrestricted funds	13,841	-
Unconditional promises to give	122,940	72,607
Total Current Assets	2,577,037	2,107,205
Noncurrent Assets		
Investments - restricted	2,815,387	2,739,990
Long-term unconditional promises to give, net of allowance	362,729	276,585
Total Noncurrent Assets	3,178,116	3,016,575
Total Assets	\$ 5,755,153	\$ 5,123,780
 LIABILITIES AND NET ASSETS		
Current Liabilities		
Accounts payable	\$ 197,525	\$ 181,470
Borrowing from restricted funds	13,841	-
Refundable advances	-	77,148
Obligation to Riverside Community College District	346,478	-
Total Current Liabilities	557,844	258,618
Long-Term Liabilities		
Long-term obligation to Riverside Community College District	357,550	610,870
Total Long-Term Liabilities	357,550	610,870
Total Liabilities	915,394	869,488
 NET ASSETS		
Unrestricted		
Undesignated	(887,243)	(712,741)
Board designated	12,289	14,768
Total Unrestricted	(874,954)	(697,973)
Temporarily restricted	3,011,599	2,018,794
Permanently restricted	2,703,114	2,933,471
Total Net Assets	4,839,759	4,254,292
Total Liabilities and Net Assets	\$ 5,755,153	\$ 5,123,780

See the accompanying notes to financial statements.

RIVERSIDE COMMUNITY COLLEGE DISTRICT FOUNDATION
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STATEMENTS OF ACTIVITIES
FOR THE YEARS ENDED JUNE 30,

	2009			Total
	Unrestricted	Temporarily Restricted	Permanently Restricted	
REVENUES				
Donations	\$ 6,266	\$ 1,728,202	\$ 276,666	\$ 2,011,134
In-kind donations				
Donated assets	73,727	-	-	73,727
Donated material	45,310	-	-	45,310
Donated services	433,102	-	-	433,102
Assets released from restrictions	899,717	(685,482)	(214,235)	-
Total Revenues	<u>1,458,122</u>	<u>1,042,720</u>	<u>62,431</u>	<u>2,563,273</u>
EXPENSES				
Operating expenses	213,757	-	-	213,757
Program expenses	1,223,890	-	-	1,223,890
Fundraising expenses	127,734	-	-	127,734
Total Expenses	<u>1,565,381</u>	<u>-</u>	<u>-</u>	<u>1,565,381</u>
OTHER INCOME (EXPENSE)				
Realized gain (loss) on sale of investments	(8,429)	(7,933)	(33,219)	(49,581)
Unrealized loss on investments	(59,371)	(55,879)	(233,993)	(349,243)
Interest and dividends income	345	325	1,362	2,032
Interest expense	(15,633)	-	-	(15,633)
Transfers	13,366	13,572	(26,938)	-
Total Other Income (Expense)	<u>(69,722)</u>	<u>(49,915)</u>	<u>(292,788)</u>	<u>(412,425)</u>
CHANGE IN NET ASSETS	(176,981)	992,805	(230,357)	585,467
NET ASSETS, BEGINNING OF YEAR	<u>(697,973)</u>	<u>2,018,794</u>	<u>2,933,471</u>	<u>4,254,292</u>
NET ASSETS, END OF YEAR	<u>\$ (874,954)</u>	<u>\$ 3,011,599</u>	<u>\$ 2,703,114</u>	<u>\$ 4,839,759</u>

See the accompanying notes to financial statements.

2008

Unrestricted	Temporarily Restricted	Permanently Restricted	Total
\$ 38,274	\$ 629,173	\$ 197,254	\$ 864,701
21,044	-	-	21,044
50,146	-	-	50,146
406,859	-	-	406,859
702,196	(628,425)	(73,771)	-
<u>1,218,519</u>	<u>748</u>	<u>123,483</u>	<u>1,342,750</u>
287,705	-	-	287,705
1,120,991	-	-	1,120,991
133,856	-	-	133,856
<u>1,542,552</u>	<u>-</u>	<u>-</u>	<u>1,542,552</u>
138	70	1,583	1,791
(8,122)	(2,018)	(92,867)	(103,007)
5,887	62,676	67,306	135,869
(22,341)	-	-	(22,341)
31,054	(20,223)	(10,831)	-
<u>6,616</u>	<u>40,505</u>	<u>(34,809)</u>	<u>12,312</u>
(317,417)	41,253	88,674	(187,490)
(380,556)	1,977,541	2,844,797	4,441,782
<u>\$ (697,973)</u>	<u>\$ 2,018,794</u>	<u>\$ 2,933,471</u>	<u>\$ 4,254,292</u>

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RIVERSIDE COMMUNITY COLLEGE DISTRICT FOUNDATION
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STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED JUNE 30,

	2009	2008
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in Net Assets	\$ 585,467	\$ (187,490)
Adjustments to Reconcile Change in Net Assets to Net Cash Flows From Operating Activities		
Unrealized loss on investments	349,243	103,007
Contributions of long-term investments	(2,004,868)	(632,068)
Changes in Assets and Liabilities		
(Increase) decrease in accounts receivable	(2,278)	6,862
(Increase) decrease in unrestricted unconditional promises to give	71,501	(29,053)
Increase in accounts payable	16,055	67,570
Decrease in refundable advances	(77,148)	(72,852)
Net Cash Flows From Operating Activities	(1,062,028)	(744,024)
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of investments	(467,983)	(332,740)
Proceeds from sale of investments	629,867	380,568
Net Cash Flows From Investing Activities	161,884	47,828
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issuance of debt	93,158	189,502
Increase in long-term unconditional promises to give	(207,978)	(276,585)
Collections of contributions restricted for long-term purposes	953,112	632,068
Net Cash Flows From Financing Activities	838,292	544,985
NET CHANGE IN CASH AND CASH EQUIVALENTS	(61,852)	(151,211)
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	61,852	213,063
CASH AND CASH EQUIVALENTS, END OF YEAR	\$ -	\$ 61,852
REQUIRED DISCLOSURE		
Interest paid	\$ 15,633	\$ 22,341

See the accompanying notes to financial statements.

RIVERSIDE COMMUNITY COLLEGE DISTRICT FOUNDATION
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STATEMENTS OF FUNCTIONAL EXPENSES
FOR THE YEARS ENDED JUNE 30,

	2009			
	Operating	Program	Fundraising	Total
In-Kind Distributions				
Donated assets	\$ -	\$ 73,727	\$ -	\$ 73,727
Donated services	-	478,412	-	478,412
Support - Instructional and student programs	109,898	224,986	1,080	335,964
Scholarships	5,000	435,354	-	440,354
Printing	17,815	-	127	17,942
Allowance for uncollected pledges	6,607	-	-	6,607
Investment fees	16,553	8,338	15,633	40,524
Office supplies	109	-	172	281
Postage	713	-	-	713
Other services	57,062	3,073	110,722	170,857
TOTAL EXPENSES	<u>\$ 213,757</u>	<u>\$ 1,223,890</u>	<u>\$ 127,734</u>	<u>\$ 1,565,381</u>

See the accompanying notes to financial statements.

2008

Operating	Program	Fundraising	Total
\$ -	\$ 21,044	\$ -	\$ 21,044
-	457,005	-	457,005
169,884	131,725	-	301,609
-	511,217	-	511,217
12,308	-	3,076	15,384
1,529	-	-	1,529
29,255	-	-	29,255
2,013	-	894	2,907
372	-	-	372
72,344	-	129,886	202,230
<u>\$ 287,705</u>	<u>\$ 1,120,991</u>	<u>\$ 133,856</u>	<u>\$ 1,542,552</u>

RIVERSIDE COMMUNITY COLLEGE DISTRICT FOUNDATION
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NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2009 AND 2008

NOTE 1 - ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Organization and Nature of Activities

The Riverside Community College District Foundation (the Foundation) was formed as a nonprofit corporation on October 21, 1975, to solicit funds, provide support for the programs and projects of the Riverside Community College District (the District), and to account for the issuance of scholarships to the students of the District. The Foundation also serves as a link between the District and the community. The Foundation is considered a Voluntary Health and Welfare Organization (VHWO) as defined by Statement of Financial Accounting Standard (SFAS) No. 117.

Basis of Accounting

The financial statements of the Foundation have been prepared in accordance with accounting principles generally accepted in the United States of America (US GAAP) on the accrual basis of accounting. The statement of activities is a statement of financial activities related to the current reporting period. Using this method, revenues are recognized when earned, and expenses are recognized when incurred.

Financial Statement Presentation

The Foundation presents its financial statements in accordance SFAS No. 117, *Financial Statements of Not-for-Profit Organizations*. Under SFAS No. 117, the Foundation is required to report information regarding its financial position and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets. In addition, the Foundation is required to present a statement of cash flows. As permitted by the statement, the Foundation does not use fund accounting. Revenues and expenses are recorded when incurred in accordance with the accrual basis of accounting.

The Foundation and the District are financial interrelated organizations as defined by SFAS No. 136, *Transfers of Assets to a Nonprofit or Charitable Trust that Holds Contributions for Others*. Under SFAS No. 136, the Foundation reflects contributions received for the benefit of the District as revenue in its financial statements. The expenses related to these contributions are accounted for under program and supporting services.

New Accounting Pronouncement

In September 2006, the Financial Accounting Standards Board (FASB) issued SFAS No. 157, *Fair Value Measurements*. This statement defines fair value, establishes a framework for measuring fair value, and expands disclosures about fair value measurements. This statement establishes a fair value hierarchy that distinguishes between valuations obtained from sources independent of the entity and those from the entity's own observable inputs that are not corroborated by observable market data. SFAS No. 157 expands disclosures about the use of fair value to measure assets and liabilities in interim and annual periods subsequent to initial recognition. This disclosure focuses on the inputs used to measure fair value and for recurring fair value measurements using significant unobservable inputs, the effect of the measurements on earnings, or changes in net assets for the period. SFAS No. 157 is effective for financial statements issued for fiscal years beginning after November 15, 2007.

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NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2009 AND 2008

The Foundation adopted SFAS No. 157 on July 1, 2008, and the adoption did not have a material impact on the Foundation's financial statements.

In August 2008, FASB issued SFAS No. 117-1, *Endowments of Not-for-Profit Organizations: Net Asset Classification of Funds Subject to an Enacted Version of the Uniform Prudent Management of Institutional Funds Act, and Enhanced Disclosures for All Endowment Funds*. This FASB Staff Position (FSP) provides guidance on the net asset classification of *donor-restricted endowment funds* for a not-for-profit organization that is subject to an enacted version of the Uniform Prudent Management of Institutional Funds Act of 2006 (UPMIFA). UPMIFA is a model act approved by the Uniform Law Commission (ULC) (formerly known as the National Conference of Commissioners on Uniform State Laws) that serves as a guideline for states to use in enacting legislation. This FSP also improves disclosures about an organization's *endowment funds* (both donor-restricted endowment funds and *board-designated endowment funds*), whether or not the organization is subject to UPMIFA. The provisions of this FSP shall be effective for fiscal years ending after December 15, 2008.

The Foundation adopted SFAS No. 117-1 on July 1, 2008, and the adoption did not have a material impact on the Foundation's financial statements.

Public Support and Revenue

The Foundation receives substantially all of its revenue from direct donations and pledges. Revenues are reported as increases in unrestricted net assets unless use of the related asset is limited by donor-imposed restrictions. Expenses are reported as decreases in unrestricted net assets. Realized gains/losses and unrealized gains/losses on investments and other assets or liabilities are reported as increases or decreases in unrestricted net assets unless their use is restricted by explicit donor stipulation or by law. Expiration of restrictions on net assets (i.e., the donor-stipulated purpose has been fulfilled and/or the stipulated time period has elapsed) is reported as assets released from restriction between the applicable classes of net assets.

Contributions, including unconditional promises to give, are recognized as revenues in the period received. Conditional promises to give are not recognized until they become unconditional, that is, when the conditions on which they depend are substantially met. Contributions of assets other than cash are recorded at their estimated fair value at the time of the gift.

Comparative Financial Information

Comparative financial information for the prior year has been presented for additional analysis; certain amounts presented in the prior year data have been reclassified in order to be consistent with the current year's presentation.

RIVERSIDE COMMUNITY COLLEGE DISTRICT FOUNDATION
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NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2009 AND 2008

Donated Assets, Service, and Facilities

The Foundation records the value of donated assets, services, and facilities when there is an objective basis available to measure their value. Donated facilities are reflected as support in the accompanying statements at their estimated values at date of donation and fair market value of facilities for the year. Donated assets are capitalized at the stated donated value and depreciated in accordance with Foundation policies, unless they are passed through to the District. Donated services are reflected in the accompanying statements when the criteria for recognition under SFAS No. 116 have been met and are recorded at fair value.

Use of Estimates

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

Income Taxes

The Foundation is a charitable, not-for-profit, tax-exempt organization qualified under provisions of Section 501(c)(3) of the Internal Revenue Code and corresponding California provisions. Accordingly, no provision for income taxes has been provided in the financial statements. The Foundation has also been classified as an entity that is not a private foundation within the meaning of Section 509(a). The Foundation annually files information returns, Forms 990, 199, and RRF-1, with the appropriate agencies. There were no unrelated business activities during the years ended June 30, 2009 and 2008.

Cash Equivalents for Statements of Cash Flows

For purposes of the statements of cash flows, the Foundation considers all highly liquid unrestricted investments available for current use purchased with an initial maturity of three months or less to be cash equivalents.

Investments

The Foundation has adopted SFAS No. 124, *Accounting for Certain Investments Held by Not-for-Profit Organizations*, as amended. Under SFAS No. 124, investments in marketable securities with readily determinable fair values are presented at their fair values in the statements of financial position. Unrealized gains and losses are included in the change in net assets.

Pledges Receivable

Contributions are recognized when the donor makes a promise to give to the Foundation that is, in substance, unconditional. Donor-restricted contributions are reported as increases in temporarily or permanently restricted net assets depending on the nature of the restrictions. When a restriction expires, temporarily restricted net assets are reclassified to unrestricted net assets.

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NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2009 AND 2008

The Foundation uses the allowance method to determine uncollectible unconditional promises receivable. The allowance is based on prior years' experience and management's analysis of specific promises made. Management has determined the amount of allowance for uncollectible promises to give at June 30, 2009 and 2008, to be \$25,561 and \$18,378, respectively.

Functional Allocation of Expenses

The costs of providing various programs and activities have been summarized on a functional basis. Accordingly, based upon management's estimates, certain costs have been allocated among the programs, support services, and fundraising activities.

NOTE 2 - CONCENTRATION OF RISK

Cash accounts maintained by the Foundation are insured up to \$250,000 by the Federal Deposit Insurance Corporation. Additionally, the Foundation deposits are covered under the collateralization of governmental funds agreement which provides for collateralization of deposits with eligible securities at a rate of 110 percent of the deposit on hand. As of June 30, 2009, the balances held in financial institutions of \$2,252,756 were not fully insured, but were collateralized with securities held by the financial institution, but not in the Foundation's name. Management reviews the balances and the financial condition of these financial institutions on a periodic basis.

NOTE 3 - RESTRICTIONS ON NET ASSETS

Permanently restricted net assets are gifts of cash and securities restricted by donors in ways that permit only the earnings to be used for specific programs, scholarships, and general operations of the Foundation. As restrictions on the net assets expire, due to time passing and earnings becoming available for expenditure, the funds are released to either temporarily restricted net assets or unrestricted net assets as applicable. Permanently restricted net assets consist of endowments to be held in perpetuity, the income in expendable for the donor's stated purpose.

Temporarily restricted net assets have donor-imposed restrictions that permit the Foundation to use up or expend the donated assets as specified and are satisfied either by the passage of time or by actions of the Foundation. As the restrictions expire and become available for expenditure, the funds are released to unrestricted net assets.

Temporarily restricted net assets are available for the following purposes:

	2009	2008
Riverside Community College District Programs	\$ 1,434,913	\$ 383,494
Scholarships	1,576,686	1,635,300
	\$ 3,011,599	\$ 2,018,794

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NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2009 AND 2008

NOTE 4 - UNCONDITIONAL PROMISES TO GIVE

Unconditional promises to give at June 30, 2009 and 2008, consists of pledges and are due within the following schedule:

	2009	2008
Unconditional promises to give - other	\$ 511,230	\$ 367,570
Less: Allowance for uncollectible promises to give	(25,561)	(18,378)
Total	\$ 485,669	\$ 349,192

	2009	2008
Due within 1 year	\$ 122,940	\$ 72,607
Due within 1 to 5 years	388,290	294,963
Less: Allowance for uncollectible promises to give	(25,561)	(18,378)
Total	\$ 485,669	\$ 349,192

Allowance for Uncollectible Promises to Give

	2009	2008
Beginning Balance	\$ 18,378	\$ 16,849
Additions	9,533	1,529
Write-offs	(2,350)	-
Ending Balance	\$ 25,561	\$ 18,378

RIVERSIDE COMMUNITY COLLEGE DISTRICT FOUNDATION
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NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2009 AND 2008

NOTE 5 - INVESTMENTS

Investments are presented at fair value in the financial statements and are composed of the following at June 30, 2009:

	Adjusted Cost	Fair Market Value	Unrealized Gain (Loss)
Equity	\$ 1,702,368	\$ 1,494,030	\$ (208,338)
Corporate bonds	685,003	543,974	(141,029)
Government bonds	697,259	697,383	124
Interest in the California Community Colleges Scholarship Osher Endowment Fund	80,000	80,000	-
	<u>\$ 3,164,630</u>	<u>\$ 2,815,387</u>	<u>\$ (349,243)</u>

Investments are presented at fair value in the financial statements and are composed of the following at June 30, 2008:

	Adjusted Cost	Fair Market Value	Unrealized Gain (Loss)
Equity	\$ 1,977,658	\$ 1,806,706	\$ (170,952)
Corporate bonds	465,581	533,526	67,945
Government bonds	399,758	399,758	-
	<u>\$ 2,842,997</u>	<u>\$ 2,739,990</u>	<u>\$ (103,007)</u>

The following schedule summarizes the investment return and its classification in the statement of activities for the year ended June 30, 2009:

	Unrestricted	Temporarily Restricted	Permanently Restricted	Total
Interest and dividends	\$ 345	\$ 325	\$ 1,362	\$ 2,032
Net realized and unrealized gains	(67,800)	(63,812)	(267,212)	(398,824)
	<u>\$ (67,455)</u>	<u>\$ (63,487)</u>	<u>\$ (265,850)</u>	<u>\$ (396,792)</u>

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NOTES TO FINANCIAL STATEMENTS
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The following schedule summarizes the investment return and its classification in the statement of activities for the year ended June 30, 2008:

	Unrestricted	Temporarily Restricted	Permanently Restricted	Total
Interest and dividends	\$ 5,887	\$ 62,676	\$ 67,306	\$ 135,869
Net realized and unrealized gains (losses)	(7,984)	(1,948)	(91,284)	(101,216)
	<u>\$ (2,097)</u>	<u>\$ 60,728</u>	<u>\$ (23,978)</u>	<u>\$ 34,653</u>

Fair Value Measurements

Effective January 1, 2008, the Foundation determines the fair market values of certain financial instruments based on the fair value hierarchy established in SFAS No. 157, *Fair Value Measurements*, which requires an entity to maximize the use of observable inputs and minimize the use of unobservable inputs when measuring fair value. The standard describes three levels of inputs that may be used to measure fair value.

The following provides a summary of the hierarchical levels, as defined by SFAS No. 157, used to measure fair value:

Level 1 - Quoted prices in active markets for identical assets or liabilities that the reporting entity has the ability to access at the measurement date. Level 1 assets and liabilities may include debt and equity securities that are traded in an active exchange market and that are highly liquid and are actively traded in over-the-counter markets.

Level 2 - Observable inputs other than Level 1 prices such as quoted prices for similar assets or liabilities; quoted prices in markets that are not active; or other inputs that are observable or can be corroborated by observable market data for substantially the full term of the assets or liabilities. Level 2 assets and liabilities may include debt securities with quoted prices that are traded less frequently than exchange-traded instruments and other instruments whose value is determined using a pricing model with inputs that are observable in the market or can be derived principally from or corroborated by observable market data. This category generally includes U.S. Government and agency mortgage-backed debt securities, and corporate debt securities.

Level 3 - Unobservable inputs that are supported by little or no market activity and that are significant to the fair value of the assets or liabilities. Level 3 assets and liabilities include financial instruments whose value is determined by means other than described above and require significant judgment or estimation. This category generally includes pledge receivables where independent pricing information was not able to be obtained for a significant portion of the underlying assets.

RIVERSIDE COMMUNITY COLLEGE DISTRICT FOUNDATION
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NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2009 AND 2008

The table below presents the balance of assets and liabilities measured at fair value.

Description of Assets	Carrying Value at June 30, 2009	Quoted Prices in Active Markets for Identical Assets Level 1	Significant Other Observable Inputs Level 2	Significant Unobservable Inputs Level 3
Investments - Bonds	\$ 1,241,357	\$ 492,650	\$ 748,707	\$ -
Investments - Equity	1,494,030	792,660	701,370	-
Interest in the California Community Colleges Scholarship Osher Endowment Fund	80,000	-	-	80,000
Unconditional promises to give	485,669	-	-	485,669
Total Assets	<u>\$ 3,301,056</u>	<u>\$ 1,285,310</u>	<u>\$ 1,450,077</u>	<u>\$ 565,669</u>
<u>Description of Liability</u>				
Obligation to Riverside Community College District	<u>\$ 704,028</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 704,028</u>

The following table presents changes in the Foundation's Level 3 assets and liabilities measured at fair value on a recurring basis for the year ending June 30, 2009:

Level 3	Assets
Balance, Beginning of Year	\$ 349,192
Additions	589,590
Allowance for uncollectible pledges	(7,183)
Deletions	(365,930)
Balance, End of Year	<u>\$ 565,669</u>
<u>Level 3</u>	
Balance, Beginning of Year	\$ 610,870
Additions	93,158
Balance, End of Year	<u>\$ 704,028</u>

RIVERSIDE COMMUNITY COLLEGE DISTRICT FOUNDATION
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NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2009 AND 2008

NOTE 6 - OBLIGATIONS PAYABLE TO DISTRICT

During the year ended June 30, 2006, the Foundation entered into an agreement with the District whereby the District will advance funds up to \$1.3 million to the Foundation to cover costs associated with the Major Gifts Campaign. Repayment of advances will be in equal semi-annual payments beginning July 1, 2009, with the final payment due on or before June 30, 2011. Balances accrue interest at the rate realized by the District from the Riverside County Treasurer, which is 3.15 percent at June 30, 2009. Total amounts due to the District at June 30, 2009 and 2008, is \$704,028 and \$610,870, respectively. The repayment schedule is presented below:

Year Ending June 30,	Principal	Interest	Total Payment
2010	\$ 346,478	\$ 19,598	\$ 366,076
2011	357,550	8,525	366,075
Total Due	<u>\$ 704,028</u>	<u>\$ 28,123</u>	<u>\$ 732,151</u>

NOTE 7 - RELATED PARTY TRANSACTIONS

The Foundation provides various levels of monetary support and service to the District. The transactions are recorded within the financial statements as instructional and student programs and scholarship expense. The District provides office space and other support to the Foundation. As described in Note 6, the Foundation has a long-term debt balance of \$704,028 at June 30, 2009, with the District. Interest expenses for the year ended June 30, 2009, was \$15,633. The Foundation office is currently housed in a building, which is owned by the District, and is jointly used by both the District and the Foundation. The Foundation leases the property at a cost of \$1.00 per year. This agreement expires November 30, 2018.

The Foundation received contributed employee services, other professional services, and materials valued at \$478,412 and \$457,005 from the District for the years ended June 30, 2009 and 2008, respectively. During the years ended June 30, 2009 and 2008, the Foundation also received donated assets of \$73,227 and \$21,044, respectively, which they passed through to the District for use in its facilities and programs.

NOTE 8 - COMMITMENTS

During the year ended June 30, 1997, the Foundation began the "Passport to College" program which was designed to encourage local elementary-age school children to pursue a college education. As part of this program, the Foundation guaranteed scholarships to eligible local elementary school students who would be beginning their first year of college at the District in the fall of 2005. At June 30, 2009, \$26,287 is remaining in the Passport to College scholarship fund in the Foundation's temporarily restricted scholarship funds. During the year ended June 30, 2009, the Foundation paid \$0 to the District for scholarships and expenses related to the program.

**RIVERSIDE COMMUNITY COLLEGE DISTRICT FOUNDATION
(A California Nonprofit Corporation)**

**NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2009 AND 2008**

The Foundation is the fiscal agent for a scholarship component of a District Gear-Up Grant through the Department of Education. As of June 30, 2009, the Foundation has received a total of \$1,289,400 for years one through five of the five-year grant. At June 30, 2009, the funds, including interest income less a small amount expended for investment management fees, are included in the Foundation's temporarily restricted scholarship funds and total \$1,033,731. The Foundation will hold the funds until the scholarships are distributed beginning in the summer of 2007. During the year ended June 30, 2009, the Foundation has expended \$99,177 in scholarships and expenses related to the program.

NOTE 9 - TRANSFERS BETWEEN FUNDS

During the year ended June 30, 2009, management reviewed donor instructions and determined donations in the amount of \$26,938 has been classified as permanently restricted when the donor's intent was to have the funds be temporary and unrestricted.

NOTE 10 - DEFICIT NET ASSETS

The unrestricted fund of the Foundation has incurred operating deficits in past years that created a net deficit ending balance. Management has increased unrestricted fundraising efforts and has reduced operating costs to correct this deficit. During the years ended June 30, 2009 and 2008, the unrestricted fund noted negative in ending balances of (\$851,137) and (\$697,973), respectively. The deficit account balance is a result of the Major Gift Campaign expenses which were \$127,733 and \$325,605 for the years ended June 30, 2009 and 2008, respectively. The Board has approved the deficit until such time as there are sufficient gifts from the Campaign. Management is continuing to address this deficit and will be developing a plan to be in a positive position.

NOTE 11 - BEQUESTS

The Foundation is involved in a bequest which is considered to be a special kind of pledge. The bequest received generally requires compliance with terms and conditions specified in the agreement. During the year ended June 30, 2009, the Foundation received a bequest which the donor bequeathed a life insurance policy to the Foundation which has a value of \$560,000. As this donation is conditional based on the terms of the bequest, it has not been recognized in the financial statements.

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

The Board of Directors
Riverside Community College District Foundation
Riverside, California

We have audited the financial statements of Riverside Community College District Foundation as of and for the year ended June 30, 2009. We conducted our audit 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.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered Riverside Community College District Foundation's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Riverside Community College District Foundation's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of Riverside Community College District Foundation's internal control over financial reporting.

A control deficiency 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 misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects Riverside Community College District Foundation's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of Riverside Community College District Foundation's financial statements that is more than inconsequential will not be prevented or detected by Riverside Community College District Foundation's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by Riverside Community College District Foundation's internal control.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

Compliance and Other Matters

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

We noted certain matters that we reported to management of Riverside Community College District Foundation in a separate letter dated November 11, 2009.

This report is intended solely for the information and use of the Board of Directors, Management, others within Riverside Community College District Foundation, and Federal awarding agencies, and is not intended to be and should not be used by anyone other than these specified parties.

Vauriac, June, Day & Co. LLP

Rancho Cucamonga, California
November 11, 2009

Supplementary Information

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RIVERSIDE COMMUNITY COLLEGE DISTRICT FOUNDATION
(A California Nonprofit Corporation)

SCHEDULE OF UNRESTRICTED NET ASSETS
FOR THE YEAR ENDED JUNE 30, 2009

	Balance July 1, 2008	Additions/ Transfers	Expenditures Transfers	Balance June 30, 2009
Unrestricted				
Undesignated	\$ 214,420	\$ 581,997	\$ (628,766)	\$ 167,651
Major Gifts Campaign	(927,161)	-	(127,733)	(1,054,894)
Total Unrestricted - Undesignated	<u>(712,741)</u>	<u>581,997</u>	<u>(756,499)</u>	<u>(887,243)</u>
Unrestricted - Board Designated				
Powell, Berkeley Douglas Endowment	14,768	(2,031)	(448)	12,289
Total Board Designated	<u>14,768</u>	<u>(2,031)</u>	<u>(448)</u>	<u>12,289</u>
Total Unrestricted	<u>\$ (697,973)</u>	<u>\$ 579,966</u>	<u>\$ (756,947)</u>	<u>\$ (874,954)</u>

See accompanying notes to supplementary information.

RIVERSIDE COMMUNITY COLLEGE DISTRICT FOUNDATION
(A California Nonprofit Corporation)

SCHEDULE OF TEMPORARILY RESTRICTED NET ASSETS
FOR THE YEAR ENDED JUNE 30, 2009

	Balance July 1, 2008	Additions/ Transfers	Expenditures Transfers	Balance June 30, 2009
TEMPORARY RESTRICTED PROGRAMS				
Alumni House Bricks	\$ (15,866)	\$ 500	\$ (229)	\$ (15,595)
Alumni House Library	14,559	-	-	14,559
Advanced Technology Center - Norco	10,481	50	57	10,588
Alumni House Program	74,666	(11,121)	(179)	63,366
Art Gallery	535	-	-	535
Annual Recognition Event	628	25,375	(13,664)	12,339
Airey, Wilfred J. Library Fund	650	-	-	650
RCC Associates	9,569	2,998	(3,043)	9,524
Arbor Fund	8,000	5,000	(5,000)	8,000
African American Heritage Fund	4,968	79	(196)	4,851
Art Department Supply Fund	1,169	-	11	1,180
Aquatics Complex	66,659	1,014,791	(23,802)	1,057,648
Athletics	14,625	3,000	(2,589)	15,036
Baseball Program Fund	200	-	-	200
Best Technician Academy	347	-	-	347
Campus Account - Moreno Valley	905	-	-	905
Basic Skills and Readiness - Riverside	3,738	-	(58)	3,680
Basic Skills and Readiness - Norco	570	-	5	575
Basic Skills and Readiness - Moreno Valley	1,846	-	16	1,862
Center for Primary Education La Sierra	1,957	-	30	1,987
Chancellor Retirement	4,002	-	-	4,002
Chemistry Department Equipment	419	-	4	423
Chemistry Instructional Improvements (Bond)	306	-	-	306
College Safety and Police	98	-	-	98
Community Events	131	-	-	131
Construction Technology	2,000	-	-	2,000
Culinary Arts	21	-	-	21
Dance Studio Renovation	195	-	(195)	-
DSP&S	209	-	-	209
Dental Assisting Program	427	-	-	427
Dental Hygiene Grant	264	-	-	264
Dental Hygiene Program	21,886	71,705	(87,075)	6,516
Dental Hygiene Clinic	1,025	-	(1,025)	-

See accompanying notes to supplementary information.

RIVERSIDE COMMUNITY COLLEGE DISTRICT FOUNDATION
(A California Nonprofit Corporation)

SCHEDULE OF TEMPORARILY RESTRICTED NET ASSETS, CONTINUED
FOR THE YEAR ENDED JUNE 30, 2009

	Balance July 1, 2008	Additions/ Transfers	Expenditures Transfers	Balance June 30, 2009
Digital Library Opening	\$ 3,199	\$ -	\$ (3,199)	\$ -
Early Childhood Studies	6,456	174	-	6,630
Early Childhood Studies - Moreno Valley	2,330	600	(956)	1,974
EMS Program	775	984	-	1,759
Faculty Association - Riverside	-	8,849	-	8,849
Faculty Association - Norco	-	1,249	-	1,249
Faculty Association - Moreno Valley	-	1,666	-	1,666
Faculty Development - Moreno Valley	1,454	-	15	1,469
Ford Asset	96	-	-	96
Forensics	40,264	17,195	(6,687)	50,772
Foundation Restricted	255	-	-	255
Guthrie Insurance Policy Gift	22,428	20,000	(741)	41,687
Handicapped Students	1,164	-	-	1,164
Instructional Media Services	79	-	-	79
International Students Program	250	-	-	250
Journalism Department	1,635	-	-	1,635
Library Acquisition	1,354	3,000	(138)	4,216
Library, Moreno Valley	153	-	-	153
Loma Linda Toy Project	283	-	-	283
Machine Shop	604	-	-	604
McGaugh Building Fund	4,000	2,000	-	6,000
Men's Tennis Program	3,160	-	(653)	2,507
Moreno Valley Outreach	60	-	-	60
Music Department	3,340	1,000	-	4,340
Musical Theater Conservatory	100	-	-	100
Moreno Valley Campus Grounds Beautification	1,902	-	16	1,918
Moreno Valley Music Department	692	-	(142)	550
New Nursing Prep Program - Moreno Valley	754	-	6	760
Norco Children's Playground	154	-	-	154
Norco ECS Fund	840	-	(48)	792
Norco Campus Fund	-	4,024	(150)	3,874
Norco Student Service	-	200	(200)	-
Norco Student Success	-	400	(400)	-
Nursing Immersion	4,357	-	-	4,357

See accompanying notes to supplementary information.

RIVERSIDE COMMUNITY COLLEGE DISTRICT FOUNDATION
(A California Nonprofit Corporation)

SCHEDULE OF TEMPORARILY RESTRICTED NET ASSETS, CONTINUED
FOR THE YEAR ENDED JUNE 30, 2009

	Balance July 1, 2008	Additions/ Transfers	Expenditures Transfers	Balance June 30, 2009
Off-Broadway	\$ 509	\$ -	\$ -	\$ 509
Okubo, Mine Memorial Fund	3,770	-	-	3,770
Passport Plus	260	-	-	260
Performance Riverside	10,776	60,803	(60,404)	11,175
Physician Assistant Program	1,009	11,344	(11,081)	1,272
Planetarium Development	934	-	-	934
President's Discretionary	149	-	-	149
Professional Auto Tech Center	1,090	-	10	1,100
Public Art - Norco	3,000	500	-	3,500
Public Safety and Homeland Security	2,125	-	(297)	1,828
Puente Alumni Fund	493	422	-	915
Retiree Luncheon	175	-	-	175
Riverside Master Chorale	1,145	350	-	1,495
RSA Rotella Fund	5,245	-	-	5,245
School of Nursing	11,134	1,000	(115)	12,019
Showcase Singers	200	-	-	200
Stover Fund for Music and Arts	100	265	-	365
Study Abroad Program	500	-	-	500
Teacher Prep Program	600	150	-	750
Theatre Department	135	-	-	135
Toyota T-Ten	3,131	987	(987)	3,131
Toyota T-Ten Books	2,999	-	-	2,999
Toyota T-Ten Regionals	518	-	-	518
Wells Fargo Grant	-	25,000	-	25,000
Young at Heart	170	425	(462)	133
Total Temporarily Restricted - Programs	\$ 383,494	\$ 1,274,964	\$ (223,545)	\$ 1,434,913

See accompanying notes to supplementary information.

RIVERSIDE COMMUNITY COLLEGE DISTRICT FOUNDATION
(A California Nonprofit Corporation)

SCHEDULE OF TEMPORARILY RESTRICTED NET ASSETS, CONTINUED
FOR THE YEAR ENDED JUNE 30, 2009

	Balance July 1, 2008	Additions/ Transfers	Expenditures Transfers	Balance June 30, 2009
TEMPORARY RESTRICTED SCHOLARSHIPS				
AAUW Scholarship	\$ 350	\$ -	\$ -	\$ 350
Aiko, Dora Katono Scholarship	-	150	(150)	-
Air Force Association Scholarship	1,250	1,000	(500)	1,750
Allied Health Scholarship	200	-	-	200
Alpha Delta Kappa Iota Chapter Scholarship	3,610	2,000	(200)	5,410
American Legion Scholarship	300	200	(300)	200
Angel, Nicholas Scholarship	668	332	(1,000)	-
Applied Technology Scholarship	3,765	68	(600)	3,233
Art Club Scholarship	-	250	-	250
Ayres, Tillie Scholarship	505	500	(500)	505
Anderberg Nursing Scholarship	3,109	1,481	(1,529)	3,061
Armstrong, Devonne Music Scholarship	1,000	1,000	(1,000)	1,000
Baum, Drs. Bradley and Carla Lidner	1,000	-	-	1,000
Bigbee, Elizabeth Scholarship	25	-	-	25
Belote, Roberta Memorial Scholarship	2,007	10	(971)	1,046
Best, Patricia Leigh	-	100	-	100
Business Office Scholarship	1,446	-	(391)	1,055
Blaker, Bill Memorial Scholarship	1,220	-	-	1,220
Boyd, Allan Memorial Scholarship	800	-	(500)	300
Courbat, Thomas Citizen Activist Scholarship	1,000	1,000	(1,000)	1,000
Corona Rotary Textbook Scholarship	1,862	96	(1,958)	-
Communication Department Scholarship - Norco	1,613	-	20	1,633
Cancer Federation Award Scholarship	500	250	(250)	500
Carnes, Carl and Margaret Scholarship	250	-	-	250
Carranza, Rosalie Memorial Scholarship	692	120	(198)	614
Clark, Christopher A. Scholarship	250	-	-	250
Thomas/Vallejo Family Scholarship	5,232	170	(925)	4,477
Clark, Megan E. Memorial Scholarship	3,766	-	(500)	3,266
College for Kids Scholarship	3,102	240	-	3,342
Community Foundation Scholarship	15,323	35,227	(35,227)	15,323
Community Foundation Designated Scholarship	500	3,000	(1,000)	2,500
Community Foundation Edna Bailey Lockhart	-	3,181	(1,211)	1,970
Creative Writing Scholarship	4,971	450	(388)	5,033
Cutter, Albert B. Memorial Scholarship	-	1,800	(1,350)	450
Deutsch, Osker Memorial Nursing	-	250	(250)	-

See accompanying notes to supplementary information.

RIVERSIDE COMMUNITY COLLEGE DISTRICT FOUNDATION
(A California Nonprofit Corporation)

SCHEDULE OF TEMPORARILY RESTRICTED NET ASSETS, CONTINUED
FOR THE YEAR ENDED JUNE 30, 2009

	Balance July 1, 2008	Additions/ Transfers	Expenditures Transfers	Balance June 30, 2009
Dance Department Scholarship	\$ 4,207	\$ 850	\$ (700)	\$ 4,357
Dassow Memorial Scholarship	86	-	-	86
Dance - Dorella Anderson Scholarship	1,000	1,000	(500)	1,500
Deluhery, James Memorial Scholarship	500	-	(500)	-
Dieguez, Alcira Memorial Scholarship	1,472	-	(238)	1,234
DLLRC Scholarship	500	500	(500)	500
Dyer, Bob Memorial Scholarship	1,575	-	-	1,575
Ehret, Dr. Charles F. Memorial Scholarship	932	470	(528)	874
Ellis, Robert Memorial Scholarship	50	-	-	50
EOPS Scholarship Fund	2,907	-	30	2,937
Eslamidoust, Pouran Memorial Scholarship	295	-	-	295
Exchange Club Scholarship	3,500	2,000	(2,500)	3,000
Faculty Memorial Scholarship	10,876	1,711	(14)	12,573
Farmer, William M. (Max) Memorial	-	785	-	785
Foreman Scholarship	1,000	-	(1,000)	-
Gateway to College	26,124	-	(11,247)	14,877
Gear-Up Scholarship	1,110,859	22,049	(99,177)	1,033,731
Gentry Scholarship	500	-	-	500
Gospel Singers Scholarship	805	-	(250)	555
Grant, David Memorial Scholarship	169	-	1	170
Griffin, Dale and Theresa	104,792	-	-	104,792
Guzman, Manuel F. Scholarship	-	1,600	-	1,600
Hanson, Paul Memorial EMT/Paramedic	-	1,000	(1,000)	-
History Department Scholarship	1,050	-	(500)	550
Hispanic Educators Scholarship	380	-	(380)	-
History Day Scholarship	75	-	-	75
Honore, Annie and Raymond Scholarship	-	500	-	500
International Student Scholarship	401	-	6	407
Iravani, Roya Telecom Scholarship	300	-	(300)	-
Irvine, James Foundation Fund	54,804	77,148	(117,955)	13,997
Jackson, Henry Welding Scholarship	-	1,685	(56)	1,629
Jacobs, Doug Memorial Scholarship	1,516	120	6	1,642
Kaiser Hospital Volunteer Scholarship	500	-	(500)	-

See accompanying notes to supplementary information.

RIVERSIDE COMMUNITY COLLEGE DISTRICT FOUNDATION
(A California Nonprofit Corporation)

SCHEDULE OF TEMPORARILY RESTRICTED NET ASSETS, CONTINUED
FOR THE YEAR ENDED JUNE 30, 2009

	Balance July 1, 2008	Additions/ Transfers	Expenditures Transfers	Balance June 30, 2009
Kinser, William M. Nursing Scholarship	\$ 5,667	\$ 1,177	\$ (500)	\$ 6,344
Kirkpatrick, Jeanne N. Nursing Scholarship	-	570	-	570
Latino Network Leadership Institution	300	300	(300)	300
Locke Family Scholarship	6,003	-	(6,003)	-
Locke, Owen Memorial Scholarship	10,000	100,000	(31,000)	79,000
Maghroori, Ray Scholarship	-	100	(100)	-
Maguire Family Scholarship	1,100	-	-	1,100
Medrano, Martin J. Memorial Scholarship	1,611	-	(592)	1,019
Mehegan, Dr. James Memorial Scholarship	3,067	745	(192)	3,620
Mosaic Scholars Foster Youth	662	-	12	674
Moors, Susen Study Abroad Scholarship	2,049	-	15	2,064
Moreno Valley Middle College HS Program	290	-	-	290
Music Department Faculty Scholarship	2,200	-	(600)	1,600
Moreno Valley Math/Science Scholarship	5,424	-	6	5,430
Nightingales, Memorial Scholarship	500	500	(500)	500
Norco Campus Student Book Scholarship	1,575	1,750	-	3,325
Norco Math Tutor Scholarship	1,000	1,000	(500)	1,500
Nursing Leadership Scholarship	2,305	350	(1,000)	1,655
Ogata-Sarafian Family Memorial	100	100	(100)	100
Oksman, Dr. Linda Cosmetology	300	-	(150)	150
Panhellenic Association Scholarship	600	500	(500)	600
Pardee, Dr. Ron Scholarship	-	500	-	500
Parker, Chrystine Memorial Scholarship	1,445	975	(100)	2,320
Passport to College Program	30,556	(4,269)	-	26,287
Pauley, Blaga S. Memorial	4,557	70	(163)	4,464
Perkic, Alex Memorial Telecom Scholarship	3,117	-	-	3,117
Pepsi Bottling Group Scholarship	750	-	(750)	-
Pond, Lena T. Scholarship	-	18,098	(18,098)	-
Quin Piano Scholarship	100	850	(350)	600
RCC Moreno Valley Campus Student Services	6,289	100	3	6,392
Renaissance Scholars - Moreno Valley	961	-	10	971
Richards, Regina Education Scholarship	1,000	1,000	(750)	1,250
Rickson, Roger Memorial Scholarship	3,804	-	(500)	3,304
Riverside Community Hospital Auxiliary Nursing Scholarship	3,000	2,000	(3,500)	1,500

See accompanying notes to supplementary information.

RIVERSIDE COMMUNITY COLLEGE DISTRICT FOUNDATION
(A California Nonprofit Corporation)

SCHEDULE OF TEMPORARILY RESTRICTED NET ASSETS, CONTINUED
FOR THE YEAR ENDED JUNE 30, 2009

	Balance July 1, 2008	Additions/ Transfers	Expenditures Transfers	Balance June 30, 2009
Riverside Library Scholarship	\$ -	\$ 500	\$ (500)	\$ -
Riverside School for the Arts	22,371	70	(2,397)	20,044
Riverside Scholars Scholarship	31,500	20,000	(13,500)	38,000
Riverside Women's Club Scholarship	-	2,000	(2,000)	-
Roby, Paul Memorial Nursing Scholarship	1,750	500	(500)	1,750
Rotary Club of Magnolia Center Scholarship	1,550	2,050	(3,225)	375
Rotary Club of Norco Scholarship	375	2,700	(1,700)	1,375
Russell, Hazel M. Hawkins Scholarship	372	-	-	372
Ruiz, Shawn Marie Memorial CIS Scholarship	3,792	38	(474)	3,356
Ryan Memorial Scholarship	2,705	500	(800)	2,405
Scandura, Al Scholarship	50	-	-	50
Schmitt, Chuck Memorial Scholarship	138	-	-	138
Scileppi, Professor Patricia Interpersonal Communication Scholarship	-	1,165	-	1,165
Smith, Brodie James Scholarship	6,237	310	-	6,547
Smith, V.C. "Smitty" Memorial Scholarship	-	350	-	350
So Cal Restaurant Writers Scholarship	1,000	500	(1,000)	500
Spoto, Luciana Memorial Scholarship	590	-	(200)	390
Spencer, Mary Jo Memorial Scholarship	-	100	-	100
Stalder, Cecil Scholarship	1,000	500	(500)	1,000
Stalder, Evelyn RN Scholarship	500	500	(500)	500
Strickland, Dean E. Memorial Scholarship	6,650	1,000	(500)	7,150
Student Financial Aid Scholarship	239	-	-	239
Student Equity Scholarship	17,540	(925)	(1,283)	15,332
Student Insurance Age	-	300	-	300
Tassari, Patrick Memorial	250	-	(250)	-
Taylor, Gary and Patty	-	2,000	(38)	1,962
Telecom Award Fund	800	-	(800)	-
Textbook Assistance	2,021	-	-	2,021
Thompson, Wilson Memorial	-	1,000	-	1,000
Tolson, Jay Memorial Scholarship	125	-	(125)	-
Tworek, Dr. R K President Scholarship	11,964	-	91	12,055
Ursua, Genera Memorial Scholarship	250	-	(250)	-
Ursua, Joseph and Jacob Memorial Scholarship	500	250	(750)	-
RCC Norco Campus Faculty Scholarship	788	298	(1,005)	81
Vargas, Gina Memorial Scholarship	9,560	2,050	(241)	11,369

See accompanying notes to supplementary information.

RIVERSIDE COMMUNITY COLLEGE DISTRICT FOUNDATION
(A California Nonprofit Corporation)

SCHEDULE OF TEMPORARILY RESTRICTED NET ASSETS, CONTINUED
FOR THE YEAR ENDED JUNE 30, 2009

	Balance July 1, 2008	Additions/ Transfers	Expenditures Transfers	Balance June 30, 2009
Victor, Lucille Book Fund	\$ 10,800	\$ -	\$ -	\$ 10,800
Veltum, Ann Memorial Scholarship	1,482	-	-	1,482
Vocational/Occupational Scholarship	2,123	-	-	2,123
Voiture 394 Scholarship	1,625	2,500	(1,500)	2,625
Walsh, Bonita Scholarship	2,230	-	-	2,230
Wilds, Dr. Dennis and Leilani	-	1,300	(1,300)	-
Wright Family Scholarship	-	250	-	250
Zimmerman Family Scholarship	600	-	-	600
Total Temporarily Restricted Scholarships	<u>1,635,300</u>	<u>332,515</u>	<u>(391,129)</u>	<u>1,576,686</u>
GRAND TOTAL TEMPORARY RESTRICTED NET ASSETS	<u>\$ 2,018,794</u>	<u>\$ 1,607,479</u>	<u>\$ (614,674)</u>	<u>\$ 3,011,599</u>

See accompanying notes to supplementary information.

RIVERSIDE COMMUNITY COLLEGE DISTRICT FOUNDATION
(A California Nonprofit Corporation)

SCHEDULE OF PERMANENTLY RESTRICTED NET ASSETS
FOR THE YEAR ENDED JUNE 30, 2009

	Balance July 1, 2008	Additions/ Transfers	Transfers and Losses	Balance June 30, 2009
Arlington/Riverside Gakuen Endowment	\$ 12,560	\$ (1,737)	\$ (276)	\$ 10,547
ASRCC Endowment	207,037	(27,656)	(11,020)	168,361
Alan and Jan Pauw FOF Endowment	11,256	(1,580)	(112)	9,564
Alan and Jan Pauw Endowment	63,577	(1,913)	(836)	60,828
Angrimson, Sharon Evans Nursing Endowment	-	13,231	(179)	13,052
Barron, Paul Memorial Endowment	30,072	(4,210)	(601)	25,261
Bates, Cheri Jo Endowment	11,987	(1,683)	(120)	10,184
Birren, Coach Don Endowed Scholarship	9,787	(1,305)	119	8,601
Blakely, Marjorie C. Memorial Endowed	10,017	(1,107)	159	9,069
Board of Realtors/Devonne Armstrong Endowment	30,155	(3,645)	(851)	25,659
Brauti, T. Martin Memorial Endowment	18,430	(2,538)	(534)	15,358
Brown, Bartholomew Endowed Memorial	12,379	1,034	(435)	12,978
Bushman, Fran Memorial Endowment	-	14,621	-	14,621
Castro, Rodolpho Endowment	94,311	(13,150)	(3,333)	77,828
Chemistry/Allied Health Endowment	10,160	(1,081)	(803)	8,276
Chin, Harry S.P. Endowment	15,557	(2,128)	(556)	12,873
Coil, Horace O. Endowment	15,516	(2,205)	(555)	12,756
Coil, James L. Endowment	16,466	(2,256)	(565)	13,645
Corona, Frank and Mary Endowment	21,537	(2,982)	(831)	17,724
Coudures, John M. Health Sciences Endowed	39,658	3,162	(2,293)	40,527
Coudures, John M. Health Sciences Endowed - OSHER	-	35,000	-	35,000
Day, Betty Endowed Scholarship	17,393	8,900	(624)	25,669
DeAro, Steven Memorial Endowment	12,365	(1,658)	(349)	10,358
DeFrancisco, Nate Endowment	16,780	(1,969)	(394)	14,417
Diederich, Antoinette "Tony" Endowment	-	8,714	-	8,714
Distribution Management Association Endowment	26,306	4,022	(763)	29,565
Faculty Memorial Endowment	50,984	(6,516)	(3,085)	41,383
Fauth, Bette Memorial Endowment	26,189	(3,611)	(1,262)	21,316
Ferne McCoy FOF Endowment	12,635	(1,727)	(126)	10,782
Finch, Vernon and Sylvia Endowment	20,237	(2,826)	(603)	16,808
Ford, Charles and Elaine Endowment	124,500	(15,721)	(2,745)	106,034
Foster, Sandra Filion Memorial Endowment	10,032	(1,421)	(301)	8,310
Hawkins-Newstead Endowed Scholarship	104,025	(13,501)	(2,040)	88,484
Hayashi, Norio Endowed Scholarship	11,609	(1,268)	(416)	9,925
Hockett, Bruce Memorial Directors Choice Award	10,906	1,161	(468)	11,599
Hord, Roy Athletic Endowed Scholarship	17,358	(2,405)	(399)	14,554

See accompanying notes to supplementary information.

RIVERSIDE COMMUNITY COLLEGE DISTRICT FOUNDATION
(A California Nonprofit Corporation)

SCHEDULE OF PERMANENTLY RESTRICTED NET ASSETS, CONTINUED
FOR THE YEAR ENDED JUNE 30, 2009

	Balance July 1, 2008	Additions/ Transfers	Transfers and Losses	Balance June 30, 2009
Hunt, Debby R.N. Endowed Nursing Scholarship	\$ 25,357	\$ (1,956)	\$ (1,254)	\$ 22,147
Information Services Endowed Scholarship	20,898	(2,120)	(802)	17,976
Jaeger, Edmund Endowment	15,469	(2,140)	(304)	13,025
Kincell, Dorothy - Foreign Language Endowment	29,486	(4,062)	(834)	24,590
Kincell, Dorothy - Spanish Endowment	28,737	(3,957)	(838)	23,942
Knox, Harley Endowed Scholarship	104,049	(14,596)	(881)	88,572
Friends of Forensics Endowment	16,137	(2,223)	(461)	13,453
Geluso, Annie Memorial Endowment	1,502	28	(1,530)	-
General Scholarship Endowment	114,043	(11,459)	(6,520)	96,064
General Scholarship Endowment - Moreno Valley	54,346	(7,574)	(503)	46,269
General Scholarship Endowment - Norco	40,597	(5,557)	(2,091)	32,949
General Scholarship Endowment - Riverside	63,754	(6,270)	(3,146)	54,338
Grindstaff, Leonard Memorial Endowment	11,580	(1,591)	(366)	9,623
Groves, Eleanore Endowed Nursing	16,429	(2,275)	(629)	13,525
Heers, John C. Memorial Endowment	18,277	(2,531)	(433)	15,313
Holmes, Clifford W., Jr. Endowment	21,992	(2,777)	(620)	18,595
Holmes, Dale S. Endowment	23,234	(3,262)	(232)	19,740
Hunt, Glenn Endowment	4,835	4,617	(597)	8,855
John W. and Dina Stallings FOF Endowment	13,018	(1,825)	(130)	11,063
Johnson, Tom Memorial Endowed Scholarship	14,025	(1,494)	(888)	11,643
Kaiser Allied Health Endowment	-	24,467	-	24,467
Kaiser Permanente Nursing Endowment	92,839	(12,856)	(2,928)	77,055
Kane, Charles A. Endowment	28,886	(3,985)	(789)	24,112
Kinnear, Ellen Ed.D Endowment	-	10,995	(500)	10,495
Kipper, Daniel J. Memorial Civil Engineering Endowment	32,669	(3,746)	(827)	28,096
Kiwanis Club of Riverside Endowment	36,383	(5,135)	(789)	30,459
Knopf, Arthur C. Memorial Endowment	47,258	(6,331)	(1,472)	39,455
Knopf, Dorothy Memorial Endowment	29,359	(3,891)	(844)	24,624
L.P.E.C. Club Endowed Scholarship	13,735	(1,511)	(137)	12,087
Lamar, Margaret Farr Endowment	14,791	(2,027)	(498)	12,266
Leila Vahdani FOF Endowment	20,615	(2,908)	(412)	17,295
Leonard, John L. Memorial Endowment	24,193	(3,368)	(442)	20,383
Lionel Rentschler FOF Endowment	11,075	(1,555)	(111)	9,409
Locke Family Endowed	-	10,661	-	10,661
Louise Griffiths FOF Endowment	10,086	(1,409)	(14)	8,663
MacDonald Family Endowed Scholarship	9,838	1,066	(197)	10,707
Management Association Endowment	16,509	(2,293)	(340)	13,876
Marsh, Jack and Jean Endowment	20,590	(2,835)	(606)	17,149

See accompanying notes to supplementary information.

RIVERSIDE COMMUNITY COLLEGE DISTRICT FOUNDATION
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SCHEDULE OF PERMANENTLY RESTRICTED NET ASSETS, CONTINUED
FOR THE YEAR ENDED JUNE 30, 2009

	Balance July 1, 2008	Additions/ Transfers	Transfers and Losses	Balance June 30, 2009
McCoy, Ferne Future Teachers	\$ 17,568	\$ (2,496)	\$ (626)	\$ 14,446
McCroskey, Alyssa Rayne "Aly" Memorial Endowment	-	12,182	(26)	12,156
Moeller, Karen/Harold Memorial Endowment	153,257	(21,334)	(5,033)	126,890
Moors/Goodwill Memorial Endowment	12,696	(1,747)	(377)	10,572
Kathleen Gonzales Puente Program Book Fund	16,485	(1,558)	(530)	14,397
Moreno Valley Community Partners Endowment	11,488	385	(9,580)	2,293
Moreno Valley Community Health Fnd Endowment	-	3,810	-	3,810
Moreno Valley Community Health Fnd Endowment - OSHER	-	45,000	-	45,000
Nursing Faculty Endowed Scholarship	15,428	2,129	(723)	16,834
Patterson, Lewis/Jessie Memorial Endowment	15,259	(1,977)	(353)	12,929
Performance Riverside	-	5,329	-	5,329
Playday for Women Endowment	23,679	(3,308)	(687)	19,684
Poison Garden Endowment	12,180	(1,718)	(243)	10,219
Ramirez Family Endowment	11,387	(1,564)	(364)	9,459
Riemer, Judith Endowment	-	9,310	(375)	8,935
RCC Associates Endowment	54,749	(5,923)	(1,798)	47,028
Riverside Public Utilities Energy Tech Endowment	44,552	(4,437)	(1,646)	38,469
Riverside Sunrise Rotary Endowment	18,040	(2,507)	(880)	14,653
Roberts, Dell Endowed Scholarship	24,011	(2,848)	(440)	20,723
Rotary Club of Riverside Endowment	15,384	(2,160)	(154)	13,070
Schlein, David and Sadie Memorial Endowment	11,095	(828)	(1,111)	9,156
Singletary Family Endowment	19,103	(2,633)	(541)	15,929
Soroptimist Intl Corona/Norco Endowment	16,834	(2,351)	(493)	13,990
Stover Fellowship Endowment	50,995	(7,159)	(510)	43,326
Swoffer, Betty J. and Gordon N. Endowment	9,758	(1,349)	(247)	8,162
Taber Family Endowment	19,731	(2,700)	(697)	16,334
Thompson and Colegate Endowment	15,546	(2,168)	(555)	12,823
Thonis Family Endowment Scholarship	10,402	15	(608)	9,809
Toro Company Endowment	16,051	(2,197)	(561)	13,293
Tworek, Dr. Richard K. Health Services Endowment	-	1,211	(20)	1,191
Virginia Blumenthal FOF Endowment	10,446	(1,474)	(209)	8,763
Wadding, Richard Nursing Endowment	12,582	(1,455)	(360)	10,767
Waite, Martha/Ernest K. Endowment	26,742	(3,736)	(767)	22,239
Wecksler, Becky Endowment	13,341	910	(2,633)	11,618
Western Community Bank Endowment	16,379	(2,368)	(263)	13,748
Williams, Clarence R. Memorial Endowment	5,874	(828)	(211)	4,835

See accompanying notes to supplementary information.

RIVERSIDE COMMUNITY COLLEGE DISTRICT FOUNDATION
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SCHEDULE OF PERMANENTLY RESTRICTED NET ASSETS, CONTINUED
FOR THE YEAR ENDED JUNE 30, 2009

	Balance July 1, 2008	Additions/ Transfers	Transfers and Losses	Balance June 30, 2009
Willmon, David C., Jr. Endowment	\$ 16,098	\$ (2,245)	\$ (561)	\$ 13,292
Wilson, Dorcas B. Nursing Endowment	26,585	(2,851)	(1,307)	22,427
Woodruff, Timilie Endowment	10,166	204	(203)	10,167
Ybarra, Cecil and Mildred Endowment	12,917	(1,772)	(429)	10,716
Young, Arthur Edward Memorial Endowment	3,274	5,970	(65)	9,179
Yount, Gwen Endowment	13,612	(1,911)	(136)	11,565
Zonta Club of Riverside Endowment	11,405	(609)	(1,478)	9,318
Total Permanently Restricted	<u>\$ 2,933,471</u>	<u>\$ (121,395)</u>	<u>\$ (108,962)</u>	<u>\$ 2,703,114</u>

See accompanying notes to supplementary information.

RIVERSIDE COMMUNITY COLLEGE DISTRICT FOUNDATION
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NOTE TO SUPPLEMENTARY INFORMATION
JUNE 30, 2009

NOTE 1 - SCHEDULES OF UNRESTRICTED, TEMPORARILY RESTRICTED, AND PERMANENTLY RESTRICTED NET ASSETS

These schedules are presented as optional schedules at the request of management. The schedules show the changes under the various funds within the larger classifications. These schedules are prepared on the same basis as the financial statements.