

MT. SAN ANTONIO COLLEGE FOUNDATION
STATEMENT OF ASSETS, LIABILITIES,
AND NET ASSETS - CASH BASIS
JUNE 30, 2004

ASSETS

ASSETS:

Cash	\$ 29,368
Restricted cash	224,861
Investments	519,649
Collection	398,050
Other donated assets	<u>16,635</u>

Total assets	<u><u>\$1,188,563</u></u>
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LIABILITIES AND NET ASSETS

LIABILITIES:

Notes payable	<u>\$ 143,800</u>
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NET ASSETS:

Unrestricted	(99,374)
Temporarily restricted	591,279
Permanently restricted	<u>552,858</u>
	<u>1,044,763</u>

Total liabilities and net assets	<u><u>\$1,188,563</u></u>
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See Independent Auditor's Report and the accompanying notes which are
an integral part of this financial statement

MT. SAN ANTONIO COLLEGE FOUNDATION
STATEMENT OF REVENUES, EXPENSES, AND
OTHER CHANGES IN NET ASSETS - CASH BASIS
FOR THE YEAR ENDED JUNE 30, 2004

	<u>UNRESTRICTED</u>	<u>TEMPORARILY RESTRICTED</u>	<u>PERMANENTLY RESTRICTED</u>	<u>TOTAL</u>
REVENUES:				
Contributions, gifts and grants	\$ 51,068	\$ 112,343	\$ 49,162	\$ 212,573
Collection	-	-	398,050	398,050
Grants and allocations	91,815	50,000	-	141,815
Membership fees	510	-	-	510
Management fees	464	-	-	464
Golf tournament	47,786	-	-	47,786
Blues and Jazz	61,098	-	-	61,098
Small Business Center	-	12,579	-	12,579
Net Assets released from restrictions	<u>76,290</u>	<u>(26,290)</u>	<u>(50,000)</u>	<u>-</u>
 Total revenues	 <u>329,031</u>	 <u>148,632</u>	 <u>397,212</u>	 <u>874,875</u>
EXPENSES:				
Program services and fundraising-				
Scholarship and grants	88,840	-	-	88,840
Fundraising	<u>74,347</u>	<u>-</u>	<u>-</u>	<u>74,347</u>
Total program services and fundraising	<u>163,187</u>	<u>-</u>	<u>-</u>	<u>163,187</u>
Support services-				
General and administrative	<u>259,346</u>	<u>-</u>	<u>-</u>	<u>259,346</u>
Other income -				
Investment income	1,693	19,885	-	21,578
Realized gain on investments	-	4,774	-	4,774
Change in net unrealized gains on investments	<u>-</u>	<u>12,997</u>	<u>-</u>	<u>12,997</u>
Total other income	<u>1,693</u>	<u>37,656</u>	<u>-</u>	<u>39,349</u>
 Total expenses	 <u>420,840</u>	 <u>(37,656)</u>	 <u>-</u>	 <u>383,184</u>
 Excess of revenues over expenses	 <u>(91,809)</u>	 <u>186,288</u>	 <u>397,212</u>	 <u>491,691</u>
 Change in net assets	 <u>(91,809)</u>	 <u>186,288</u>	 <u>397,212</u>	 <u>491,691</u>
NET ASSETS, beginning of year	<u>(7,565)</u>	<u>404,991</u>	<u>155,646</u>	<u>553,072</u>
NET ASSETS, end of year	<u>\$ (99,374)</u>	<u>\$ 591,279</u>	<u>\$ 552,858</u>	<u>\$ 1,044,763</u>

See Independent Auditor's Report and the accompanying notes which are
an integral part of this financial statement

MT. SAN ANTONIO COLLEGE FOUNDATION
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2004

CASH FLOWS PROVIDED BY (USED FOR)

OPERATING ACTIVITIES:

Excess of revenues over expenses	\$ 491,691
Adjustments to reconcile excess of revenues over expenses to net cash provided by operating activities -	
Realized gain on investments	(4,774)
Unrealized gain on marketable securities	(12,997)
Donation of collection	(398,050)
Write-down of jewelry	20,865
Net cash provided by operating activities	96,735

CASH FLOWS PROVIDED BY (USED FOR)

INVESTING ACTIVITIES:

Proceeds from sale of marketable securities	324,327
Purchase of marketable securities	(406,694)
Net cash used for investing activities	(82,367)

CASH FLOWS PROVIDED BY

FINANCING ACTIVITIES:

Proceeds from the issuance of notes payable	38,925
Net increase in cash	53,293

CASH, beginning of year	200,936
CASH, end of year	\$ 254,229

SUPPLEMENTAL DISCLOSURE OF CASH FLOW
INFORMATION:

Noncash transactions during the year for:	
Donation of collection	\$ 398,050
Write-down of jewelry	\$ (20,865)
Unrealized gain on marketable securities	\$ 12,997

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an integral part of this financial statement

MT. SAN ANTONIO COLLEGE FOUNDATION
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2004

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

Nature of Activities

The Mt. San Antonio College Foundation (Foundation) was formed as a nonprofit corporation for the purpose of receiving and expending funds for assisting in the achievement and maintenance of superior public education at Mt. San Antonio College. It acts as custodian for funds, receiving and expending those funds in accordance with the respective agreements under which those funds were received.

Basis of Accounting

The financial statements of the Foundation have been prepared on the modified cash basis of accounting, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America. Accordingly, revenue and related assets are recorded when received rather than earned and certain expenses are recognized when paid rather than when obligations are incurred. Modifications to the cash basis of accounting include recording investments at fair market value.

Sources of Support

The Foundation receives contributions from donors on a voluntary basis and organizes various events to raise funds.

Revenue Recognition

Contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted support, depending on the existence or nature of any donor restriction.

All donor-restricted support is reported as an increase in temporarily or permanently restricted net assets, depending on the nature of the restriction. When a restriction expires (that is, when a stipulated time restriction ends or purpose restriction is accomplished), temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities as net assets released from restrictions.

See Independent Auditors' Report

MT. SAN ANTONIO COLLEGE FOUNDATION
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2004

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES: (Continued)

Basis of Presentation

Financial statement presentation follows the recommendation of the Financial Accounting Standards Board in its Statement of Financial Accounting Standards (SFAS) No. 117, Financial Statements of Not-for-Profit Organizations. Under SFAS No. 117, the Organization 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.

Unrestricted net assets generally result from revenues from receiving unrestricted contributions and receiving dividend and interest income, less expenses incurred in raising contributions and performing administrative functions. The only limits on the use of unrestricted net assets are the broad limits resulting from the Foundation's mission as defined in its articles of incorporation and bylaws.

Temporarily restricted net assets are those whose use by the Foundation has been limited by donors to a specific time period or purpose. When a donor restriction expires, that is when a stipulated time restriction ends or purpose restriction is accomplished, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statements of activities as net assets released from restrictions.

Permanently restricted net assets have been restricted by donors to be maintained in perpetuity, the income from which is expendable to support program activities of the Foundation.

The following is a brief description of the Foundation's temporarily and permanently restricted net assets:

Scholarship Fund

This fund consists of gifts received by the Foundation, which are temporarily and permanently restricted for scholarships for students in need. The permanently restricted endowments for the year ended June 30, 2004 amounted to \$154,808.

See Independent Auditors' Report

MT. SAN ANTONIO COLLEGE FOUNDATION
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2004

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES: (Continued)

Other Fund

This fund is permanently restricted and consists of an animal trophy collection appraised upon donation at \$398,050. The use of this collection is restricted by the donor to exhibition in the premises of Mt. San Antonio College.

Title V Challenge Grant Fund

This fund is temporarily restricted for scholarships for students in need. The fund of \$50,000 was invested under federal guidelines and neither the principal nor the interest can be used for the next twenty years. The foundation also invested \$50,000 as a match to the grant. The match principal cannot be used for twenty years; however, the interest can be used for scholarships for students in need.

E.L.A. Small Business Center Fund

This fund is temporarily restricted for receipts and disbursements made on behalf of the Small Business Center.

Income Taxes

The Foundation is organized as a California nonprofit public benefit corporation exempt from income tax under Section 501(c) (3) of the Internal Revenue Code and California Franchise Tax Code sections. Accordingly, no provision for income taxes has been made in the accompanying financial statements.

Restricted Cash

Cash contributions that are temporarily or permanently restricted based on donor stipulations are maintained in separate bank accounts.

See Independent Auditors' Report