



The California State University
OFFICE OF THE CHANCELLOR

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To: Vice Presidents for Administration/Finance

From: George V. Ashkar
Interim Assistant Vice Chancellor, Controller
Financial Services, Accounting

Subject: 2009/10 Centrally Paid Indirect Costs – Housing Program

Each year, the Chancellor's Office allocates both Direct and Indirect costs to campuses; Direct charges include Systemwide Revenue Bond debt service, and Indirect charges are made up of State Prorata costs and Chancellor's Office Prorata costs. Commencing 2009/10, Financial Services will be communicating to campuses the Indirect charges, as noted on the attached worksheet. Any direct charges specific to a housing program will be communicated separately by Financing and Treasury.

The greatest portion of the State Prorata, which is the health benefit costs, is passed on to campuses based on where retirement expenses were recorded two fiscal years ago. The total of State Prorata charges for 2009/10 is slightly lower than prior year. With respect to the Chancellor's Office Prorata, the total charges for 2009/10 are the same as last year. We will continue to make an effort to minimize the Indirect charges to campuses by reevaluating State Prorata expenditures and Chancellor's Office Prorata charges.

For the distribution of the State Prorata and Chancellor's Office Prorata costs, the methodology will remain unchanged from prior years. Campuses are classified into two groups: Large and Medium/Small based on prior year revenues for the enterprise programs. The ten campuses with higher revenue bases will be allocated three-quarters of the Indirect Prorata charges. The Medium/Small campuses will be allocated the remaining one-quarter of the costs. Please note that the State Prorata and Chancellor's Office Prorata costs will be charged to all enterprise funds. Auxiliary organizations that have debt, whether that debt is issued through the Systemwide

CSU Campuses
Bakersfield
Channel Islands
Chico
Dominguez Hills
East Bay

Fresno
Fullerton
Humboldt
Long Beach
Los Angeles
Maritime Academy

Monterey Bay
Northridge
Pomona
Sacramento
San Bernardino
San Diego

San Francisco
San José
San Luis Obispo
San Marcos
Sonoma
Stanislaus



Revenue Bond program or through the auxiliary itself, will also be allocated a portion of the costs.

The Indirect costs (both State Prorata and Chancellor's Office Prorata) will be "passed down" to campuses through quarterly Systemwide Investment Fund-Trust (SWIFT) transfers as initiated by the Chancellor's Office via a Cash Posting Order. While the charges will pass through the Trust Fund (#948), we request that each campus take responsibility for posting the indirect cost assessment to the appropriate program, State/CSU fund, and campus accounts. Please ensure that the appropriate fiscal personnel at your campus have this information as they will need it to develop and account for next year's operating budget.

Please contact Terri Williams at (562) 951-4386 or Dagoberto Escobedo at (562) 951-4561 for questions regarding the accounting process. Regarding the State Prorata or Chancellor's Office Prorata costs, contact Jean Gill at (562) 951-4318. Thank you for your assistance in the process.

GVA:RE:RHR:as

Attachment

Distribution:	Vice Presidents for Student Affairs	(with attachment)
	Business Managers	(with attachment)
	Housing Officers	(with attachment)
	Budget Officers	(with attachment)
	Accounting Officers	(with attachment)
	Benjamin Quillian	(with attachment)
	Robert Eaton	(with attachment)
	Jean Gill	(with attachment)
	Ben Cheng	(with attachment)
	Kelly Cox	(with attachment)
	Rosa H. Renaud	(with attachment)
	Kathy Skara	(with attachment)
	Terri Williams	(with attachment)
	Dagoberto Escobedo	(with attachment)
	Brian Lee	(with attachment)
	Angelique Sutanto	(with attachment)

THE CALIFORNIA STATE UNIVERSITY
HOUSING PROGRAM
2009/10 Centrally Paid Indirect Costs (1)

	Chancellor's Office	State Prorata (Health Benefit Portion)	State Prorata (Admin. Portion)	Total 2009/10 Indirect Cost Allocation	Quarterly Amount (2)
Bakersfield	12,274	19,700	3,194	35,168	8,792.00
Channel Islands	12,274	-	3,194	15,468	3,867.00
Chico	12,274	205,292	3,194	220,760	55,190.00
Dominguez Hills	12,274	60,487	3,194	75,955	18,988.75
East Bay	12,274	45,051	3,194	60,519	15,129.75
Fresno (3)	-	-	-	-	-
Fullerton	38,268	48,367	9,957	96,592	24,148.00
Humboldt	12,274	163,658	3,194	179,126	44,781.50
Long Beach	38,268	193,120	9,957	241,345	60,336.25
Los Angeles	12,274	60,978	3,194	76,446	19,111.50
Maritime Academy	-	20,825	-	20,825	5,206.25
Monterey Bay (3)	-	-	-	-	-
Northridge	38,268	238,756	9,957	286,981	71,745.25
Pomona	38,268	154,197	9,957	202,422	50,605.50
Sacramento	38,268	133,397	9,957	181,622	45,405.50
San Bernardino	12,274	101,747	3,194	117,215	29,303.75
San Diego	38,268	272,727	9,957	320,952	80,238.00
San Francisco	38,268	390,682	9,957	438,907	109,726.75
San Jose	38,268	328,844	9,957	377,069	94,267.25
San Luis Obispo	38,268	426,680	9,957	474,905	118,726.25
San Marcos (3)	-	-	-	-	-
Sonoma	38,268	34,180	9,957	82,405	20,601.25
Stanislaus	12,274	39,296	3,194	54,764	13,691.00
	493,146	2,937,984	128,316	3,559,446	889,861.50

(1) A separate coded memo for centrally paid direct housing program costs will be issued by Financing and Treasury (Note: Transfer dates are different).

(2) Transfers to occur **September 15, November 15, February 15 and May 15.**

(3)The housing facilities at this campus are managed by an auxiliary organization. There will be a separate coded memo for auxiliary organization centrally paid indirect costs for this campus.