



The California State University
OFFICE OF THE CHANCELLOR

MEMORANDUM

Benjamin F. Quillian, Ph.D.
Executive Vice Chancellor and
Chief Financial Officer

BAKERSFIELD

CHANNEL ISLANDS

CHICO

DATE: July 2, 2009

DOMINGUEZ HILLS

TO: To Whom It May Concern

EAST BAY

FROM: Benjamin F. Quillian *B.F.Q.*
Executive Vice Chancellor and
Chief Financial Officer

FRESNO

FULLERTON

SUBJECT: Payment to Vendors

HUMBOLDT

LONG BEACH

The State Controller has announced that he will begin issuing registered warrants (also called I.O.U's) for some state payments in the absence of credible action by the Legislature to close the state's \$26.3 billion budget gap. This announcement does not affect state appropriations to the CSU and does not affect CSU cash reserves or financial management of its funds.

LOS ANGELES

MARITIME ACADEMY

MONTEREY BAY

However, CSU campuses have been directed to limit new purchases and contracts to minimize expenditures. California State University (CSU) campuses will meet all authorized vendor obligations and its vendors will continue to be paid as normal. CSU will not use IOUs for payments.

NORTHRIDGE

POMONA

This assurance is backed by the Chancellor's Office, which has fiscal administrative authority over the entire CSU system and is in force through the month of September.

SACRAMENTO

SAN BERNARDINO

SAN DIEGO

SAN FRANCISCO

SAN JOSÉ

SAN LUIS OBISPO

SAN MARCOS

SONOMA

STANISLAUS