ANNUAL DISCLOSURE REPORT
OF
THE BOARD OF TRUSTEES OF THE LELAND STANFORD JUNIOR UNIVERSITY
FOR THE
FISCAL YEAR ENDED AUGUST 31, 2019

DATED JANUARY 24, 2020
ANNUAL DISCLOSURE REPORT
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FOR THE
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I. INTRODUCTION

Pursuant to the following Continuing Disclosure Agreements (collectively, the “Disclosure Agreements”) executed and delivered in connection with the following bond issues (collectively, the “Bonds”), The Board of Trustees of the Leland Stanford Junior University (the “University”) hereby provides its annual disclosure report for the fiscal year ended August 31, 2019 (the “Annual Disclosure Report”).

- Continuing Disclosure Agreement dated June 1, 2007 (the “Series T-1 Disclosure Agreement”) relating to the California Educational Facilities Authority Revenue Bonds (Stanford University) Series T-1 (the “Series T-1 Bonds”)

- Continuing Disclosure Agreement dated September 1, 2007 (the “Series T-3 Disclosure Agreement”) relating to the California Educational Facilities Authority Revenue Bonds (Stanford University) Series T-3 (the “Series T-3 Bonds”)

- Continuing Disclosure Agreement dated August 1, 2009 (the “Series T-5 Disclosure Agreement”) relating to the California Educational Facilities Authority Revenue Bonds (Stanford University) Series T-5 (the “Series T-5 Bonds”)

- Continuing Disclosure Agreement dated May 1, 2010 (the “Series U-1 Disclosure Agreement”) relating to the California Educational Facilities Authority Revenue Bonds (Stanford University) Series U-1 (the “Series U-1 Bonds”)

- Continuing Disclosure Agreement dated April 1, 2012 (the “Series U-2 Disclosure Agreement”) relating to the California Educational Facilities Authority Revenue Bonds (Stanford University) Series U-2 (the “Series U-2 Bonds”)

- Continuing Disclosure Agreement dated May 1, 2013 (the “Series U-3 and U-4 Disclosure Agreement”) relating to the California Educational Facilities Authority Revenue Bonds (Stanford University) Series U-3 and Series U-4 (the “Series U-3 and U-4 Bonds”)

- Continuing Disclosure Agreement dated May 1, 2013 (the “Series S-2 Disclosure Agreement”) relating to the California Educational Facilities Authority Revenue Bonds (Stanford University) Series S-2 (the “Series S-2 Bonds”)

- Continuing Disclosure Agreement dated May 1, 2014 (the “Series U-5 and U-6 Disclosure Agreement”) relating to the California Educational Facilities Authority Revenue Bonds (Stanford University) Series U-5 and Series U-6 (the “Series U-5 and U-6 Bonds”)

- Continuing Disclosure Agreement dated June 1, 2016 (the “Series U-7 Disclosure Agreement”) relating to the California Educational Facilities Authority Revenue Bonds (Stanford University) Series U-7 (the “Series U-7 Bonds”)

- Continuing Disclosure Agreement dated April 4, 2019 (the “Series V-1 Disclosure Agreement”) relating to the California Educational Facilities Authority Revenue Bonds (Stanford University) Series V-1 (the “Series V-1 Bonds”)
CUSIP Numbers

Each maturity of the Bonds is identified by the corresponding CUSIP Number set forth below:

<table>
<thead>
<tr>
<th>Maturity Date</th>
<th>Series</th>
<th>CUSIP</th>
</tr>
</thead>
<tbody>
<tr>
<td>05-01-2021</td>
<td>Series U-5</td>
<td>1301783X2</td>
</tr>
<tr>
<td>03-15-2023</td>
<td>Series T-5</td>
<td>130178TQ9</td>
</tr>
<tr>
<td>03-15-2026</td>
<td>Series T-3</td>
<td>130178JL1</td>
</tr>
<tr>
<td>05-01-2029</td>
<td>Series V-1</td>
<td>130179SC9</td>
</tr>
<tr>
<td>10-01-2032</td>
<td>Series U-2</td>
<td>130178M86</td>
</tr>
<tr>
<td>03-15-2039</td>
<td>Series T-1</td>
<td>130178JD9</td>
</tr>
<tr>
<td>11-01-2039</td>
<td>Series S-2</td>
<td>130178X68</td>
</tr>
<tr>
<td>04-01-2040</td>
<td>Series U-1</td>
<td>130178VU7</td>
</tr>
<tr>
<td>06-01-2043</td>
<td>Series U-3</td>
<td>130178X76</td>
</tr>
<tr>
<td>06-01-2043</td>
<td>Series U-4</td>
<td>130178X84</td>
</tr>
<tr>
<td>05-01-2045</td>
<td>Series U-6</td>
<td>1301783W4</td>
</tr>
<tr>
<td>06-01-2046</td>
<td>Series U-7</td>
<td>130179GV0</td>
</tr>
<tr>
<td>05-01-2049</td>
<td>Series V-1</td>
<td>130179SD7</td>
</tr>
</tbody>
</table>

Note: The CUSIP Numbers above are provided for the convenience of Bondholders. The University is not responsible for the accuracy or completeness of such numbers.

Annual Disclosure Report


In addition, the University’s affiliates Stanford Health Care (“SHC”) and Lucile Salter Packard Children’s Hospital at Stanford (“LPCH” and together with SHC, the “Hospitals”) have each undertaken to file continuing disclosure reports (collectively, the “Hospital Disclosure Reports”). Based on the fact that the University is not an obligor or guarantor with respect to any debt obligations of either SHC or LPCH, the Hospital Disclosure Reports are not included herein. The Hospitals post the Hospital Disclosure Reports on EMMA.
Other Matters

This Annual Disclosure Report is provided solely pursuant to the Disclosure Agreements. The filing of this Annual Disclosure Report does not constitute or imply any representation (i) that all of the information provided is material to investors, (ii) regarding any other financial, operating or other information about the University or the Bonds, or (iii) that no changes, circumstances or events have occurred since the end of the fiscal year to which this Annual Disclosure Report relates (other than as contained in this Annual Disclosure Report), or any other date specified with respect to any of the information contained in this Annual Disclosure Report, or that no other information exists, which may have a bearing on the security for the Bonds, or an investor’s decision to buy, sell or hold the Bonds. The information contained in this Annual Disclosure Report has been obtained from sources which are believed to be reliable. No statement in this Annual Disclosure Report should be construed as a prediction or representation about future financial performance of the University.

This Annual Disclosure Report, which includes the University’s FY2019 Annual Financial Report, contains certain forward-looking statements that involve risks and uncertainties. Any statements that express, or involve discussions as to expectations, beliefs, plans, objectives, assumptions, future events or performance (often, but not always, through the use of words or phrases such as “will result,” “expect to,” “will continue,” “anticipates,” “plans,” “intends,” “estimated,” “projects,” and “outlook”) are not historical and may be forward-looking. Forward-looking statements are subject to known and unknown risks, uncertainties and other factors which may cause actual results to be materially different from those expressed or implied by such forward-looking statements. Although the University believes that the expectations reflected in the forward-looking statements are reasonable, the University cannot guarantee future results, levels of activity, performance or achievements. Moreover, neither the University nor any other person assumes responsibility for the accuracy or completeness of these statements. Accordingly, investors should not rely on forward-looking statements in this Annual Disclosure Report. The University undertakes no obligation to publicly update or revise any forward-looking statements in this Annual Disclosure Report, whether as a result of new information, future events or otherwise.

Dated: January 24, 2020

THE BOARD OF TRUSTEES OF THE LELAND STANFORD JUNIOR UNIVERSITY

By ____________________________

Randall S. Livingston
Vice President for Business Affairs
and Chief Financial Officer
II. CONSOLIDATED FINANCIAL STATEMENTS OF THE UNIVERSITY
FOR THE FISCAL YEAR ENDED AUGUST 31, 2019

The University’s FY2019 Annual Financial Report, which includes the University’s FY2019 Audited
Financial Statements, has been posted on EMMA at http://emma.msrb.org/. The University’s FY2019 Audited
Financial Statements includes the separate legal entities of The Leland Stanford Junior University, Stanford Health
Care and Lucile Packard Children’s Hospital at Stanford and other majority-owned or controlled entities of
these organizations.

III. FACULTY AND STAFF

For the 2019 fall quarter, the Stanford professoriate had 2,276 members. Of those, 53% hold tenure, and
99% hold the highest degrees in their respective fields. The Academic Council comprises the main body of the
faculty. Of its 1,701 members, 1,553 are tenure-line faculty, and 148 are non-tenure line faculty such as Senior
Fellows and those holding teaching, research, clinical or performance titles. The student-Academic Council ratio
(including only matriculated undergraduate and graduate students) is approximately 9.6 to 1.

As of August 31, 2019, the University, including the SLAC National Accelerator Laboratory, employed
15,208 non-academic staff members. Of these employees, 1,245 were represented by the Service Employees
International Union, and 23 were police officers represented by the Stanford Deputy Sheriffs’ Association.
Contracts between the University and those unions expire on August 31, 2024 and July 31, 2020, respectively.

IV. STUDENTS

For the 2019 fall quarter, the University enrolled 6,994 undergraduate and 9,390 graduate students. During
academic year 2018-2019, 1,893 bachelor degrees and 3,433 advanced degrees were conferred. The following table
provides a summary for the last five academic years of undergraduate and graduate applications, admissions and
enrollment.

<table>
<thead>
<tr>
<th>Academic Year</th>
<th>Undergraduate(1)(2)</th>
<th>Graduate(3)</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Applications</td>
<td>Admissions</td>
</tr>
<tr>
<td>2015-16</td>
<td>44,520</td>
<td>2,160</td>
</tr>
<tr>
<td>2016-17</td>
<td>45,956</td>
<td>2,160</td>
</tr>
<tr>
<td>2017-18</td>
<td>46,307</td>
<td>2,116</td>
</tr>
<tr>
<td>2018-19</td>
<td>49,804</td>
<td>2,098</td>
</tr>
<tr>
<td>2019-20</td>
<td>49,961</td>
<td>2,086</td>
</tr>
</tbody>
</table>

(1) Includes both freshman and transfer students.
(2) Fall only.

V. CAPITAL IMPROVEMENT PROGRAM

The University makes a significant investment in its facilities for teaching, research and related activities.
The University’s Capital Budget and three-year Capital Plan are based on projections of the major capital projects
that the University plans to pursue in support of its academic mission. The fiscal year 2020 Capital Budget
approved by the Board of Trustees is approximately $908 million and represents the anticipated capital expenditures
in the first year of the rolling three-year Capital Plan. The fiscal year 2020-2022 Capital Plan includes projects with
estimated total costs of over $3.7 billion and represents one of the largest capital programs in Stanford’s history.
Estimated funding sources for projects under the current Capital Plan consist of $1.5 billion in debt, $1.3 billion in
reserves and other funds, $676 million in gifts, and $317 million of resources to be identified in the course of annual capital planning. Additional debt will be required to bridge timing differences between project expenditures and the receipt of gifts. The Capital Budget and the Capital Plan are both subject to change based on funding availability, budget affordability and university priorities.

The use and development of University land within the County of Santa Clara ("Santa Clara County") are governed by a General Use Permit and the related Stanford University Community Plan (together, the "2000 GUP"), which have been in force since they were approved in 2000 by the Santa Clara County Board of Supervisors. The 2000 GUP permits Stanford to develop 2,035,000 square feet of net new academic facilities and 4,468 new housing units for students, faculty and staff. Although the 2000 GUP limits the amount of new development, it does not restrict removal, renovation or rehabilitation of existing facilities. Through August 31, 2019, projects using approximately 1,838,000 of net new gross square feet were completed or under construction and approximately 2,400 housing units have been added, with another 2,020 net new units under construction. Stanford filed an application with Santa Clara County in 2016 for a new GUP that was projected to last 17-20 years, but withdrew the application on November 1, 2019, determining instead to address academic space and housing needs by, for example, making use of the remaining allotments under the 2000 GUP, renovating and rehabilitating existing facilities in the main campus land in Santa Clara County, and developing facilities on University land in other jurisdictions, including the University’s new campus in Redwood City. It is also possible that Stanford could seek to amend the current GUP to obtain approvals for smaller projects at some time in the future.

VI. SELECTED FINANCIAL DATA

The University’s FY2019 Audited Financial Statements were prepared in accordance with accounting principles generally accepted in the United States of America. See Note 1 to the University’s FY2019 Audited Financial Statements for a discussion of the University's significant accounting policies. The Selected Financial Data described in certain of the Disclosure Agreements can be found in the University’s FY2019 Annual Financial Report.
VII. INVESTMENTS

At August 31, 2019, the University held investments with a fair value of approximately $35.3 billion. The tables below should be read in conjunction with the University’s FY2019 Audited Financial Statements and prior years’ financial statements. The following table summarizes the fair value of the University’s investments for each of the past five fiscal years. This investment values are being presented in this manner for the first time in 2019, reflecting current requirements of Generally Accepted Accounting Principles.

STANFORD UNIVERSITY
INVESTMENTS
Years Ended August 31
(in thousands of dollars)

<table>
<thead>
<tr>
<th></th>
<th></th>
<th></th>
<th></th>
<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>Level 1 - Investments that trade in active markets.</td>
<td>$3,520,698</td>
<td>$3,658,388</td>
<td>$3,329,418</td>
<td>$3,906,609</td>
<td>$4,625,346</td>
</tr>
<tr>
<td>Valuations based on quoted prices</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Level 2 - Investments that trade in markets that are not actively traded. Valuations based on quotes or alternative pricing sources</td>
<td>2,257,730</td>
<td>3,203,176</td>
<td>3,913,615</td>
<td>1,793,566</td>
<td>1,451,472</td>
</tr>
<tr>
<td>Level 3 - Investments that trade infrequently or not at all. Valuation based on the best information available and management judgment.</td>
<td>7,768,337</td>
<td>6,801,900</td>
<td>6,336,163</td>
<td>5,779,580</td>
<td>5,333,376</td>
</tr>
<tr>
<td>Investments measured using Net Asset Value (NAV)</td>
<td>23,977,352</td>
<td>22,978,977</td>
<td>21,686,554</td>
<td>19,524,444</td>
<td>19,668,587</td>
</tr>
<tr>
<td>Total</td>
<td>37,524,117</td>
<td>36,642,441</td>
<td>33,265,750</td>
<td>31,004,199</td>
<td>31,078,781</td>
</tr>
<tr>
<td>Less Hospitals' funds invested in the University's investment pools</td>
<td>(2,232,489)</td>
<td>(2,125,005)</td>
<td>(1,968,257)</td>
<td>(1,918,412)</td>
<td>(2,312,541)</td>
</tr>
<tr>
<td>University investments at fair value</td>
<td>$35,291,628</td>
<td>$34,517,436</td>
<td>$33,297,493</td>
<td>$29,085,787</td>
<td>$28,766,240</td>
</tr>
</tbody>
</table>

1 Entities may estimate the fair value of certain investments by using NAV as a practical expedient as of the measurement date. The NAV is based on information reported by external investment managers in accordance with their policies as described in their respective financial statements and offering memoranda.

As disclosed in Note 1 to the University’s FY2019 Audited Financial Statements, the University adopted Accounting Standards Update (ASU) 2016-14. The ASU modified Not-for-Profit (NFP) reporting requirements and changed the way NFPs classify net assets, and resulted in significant changes to financial reporting and disclosures for NFPs. The standard required Stanford to reclassify its net assets (i.e., unrestricted, temporarily restricted, and permanently restricted) into two categories: net assets without donor restrictions and net assets with donor restrictions, among other requirements. The guidance also enhanced disclosures about the composition of net assets, liquidity and expenses by both natural and functional classification. There was no significant impact to total net assets or total expenses from these changes.
The following table summarizes the fair value of the University's investments in the manner included in the Annual Disclosure Reports for the four prior years. As of August 31, 2019, due to the adoption of ASU 2016-14 described above, this information will no longer be generated.

**STANFORD UNIVERSITY**
**INVESTMENTS**
**YEARS ENDED AUGUST 31**
(in thousands of dollars)

<table>
<thead>
<tr>
<th></th>
<th>2018</th>
<th>2017</th>
<th>2016</th>
<th>2015</th>
</tr>
</thead>
<tbody>
<tr>
<td>Total Investments</td>
<td>$34,517,436</td>
<td>$33,297,493</td>
<td>$29,085,787</td>
<td>$28,766,240</td>
</tr>
<tr>
<td>Less: Permanently Restricted Investments</td>
<td>$7,418,610</td>
<td>7,082,379</td>
<td>6,703,622</td>
<td>6,281,590</td>
</tr>
<tr>
<td>Unrestricted and Temporarily Restricted Investments</td>
<td>$27,098,826</td>
<td>$26,215,114</td>
<td>$22,382,165</td>
<td>$22,484,650</td>
</tr>
</tbody>
</table>

Information related to investments is required for Stanford's bond series T-5, and will be discontinued when those bonds are no longer outstanding.