

**ASSOCIATED STUDENTS, INCORPORATED
CALIFORNIA STATE UNIVERSITY, SAN BERNARDINO**

**FINANCIAL STATEMENTS AND
SUPPLEMENTARY INFORMATION**

**YEAR ENDED JUNE 30, 2023
(WITH COMPARATIVE TOTALS FOR JUNE 30, 2022)**



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CALIFORNIA STATE UNIVERSITY, SAN BERNARDINO
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YEAR ENDED JUNE 30, 2023**

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**ASSOCIATED STUDENTS, INCORPORATED
CALIFORNIA STATE UNIVERSITY, SAN BERNARDINO
ORGANIZATIONAL DATA
JUNE 30, 2023**

Date of Organization:

Organized on January 25, 1966 as an unincorporated association under the Education Code, State of California, Section 23801. The Association was incorporated in January 1988.

Nature and Purpose:

Associated Students, Incorporated (ASI) was formed to participate in shared governance with the campus representing the students. Furthermore, it is to provide essential co-curricular activities such as, leadership opportunities, social and educational programming, ticket office, graphic design services, as well as generate school spirit to strengthen the bond between the faculty, administrators, and the students of the University. ASI provides tremendous support to the Children's Center, Student Research and Travel, Intercollegiate Athletics, Presidential Academic Excellence Scholarship program, student scholarships and grant style funding for clubs and organizations.

Officers – 2022-2023:

Paola Galvez	President
Julia Ruiz	Executive Vice President
Catherine Orellana.....	Vice President of Finance

Faculty Advisors:

Daria Graham	ASI Advisor
<i>Vacant</i>	Faculty Representative
Paz Oliveriz, PhD.....	President's Representative

Executive Director:

Mike Rister



INDEPENDENT AUDITORS' REPORT

Board of Directors
Associated Students, Incorporated
California State University, San Bernardino
San Bernardino, California

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of Associated Students, Incorporated of California State University, San Bernardino (a nonprofit organization), which comprise the statement of financial position as of June 30, 2023, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Associated Students, Incorporated of California State University, San Bernardino, as of June 30, 2023, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Associated Students, Incorporated of California State University, San Bernardino and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about Associated Students, Incorporated of California State University, San Bernardino's ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of Associated Students, Incorporated of California State University, San Bernardino's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Associated Students, Incorporated of California State University, San Bernardino's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control related matters that we identified during the audit.

Supplementary Information

Our audit was conducted for the purpose of forming opinion on the financial statements as a whole. The schedule of net position, the schedule of revenues, expense, and changes in net position, and other information as listed in the table of contents is presented for purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with GAAS. In our opinion, the information is fairly stated, in all material respects, in relation to the financial statements as a whole.

Board of Directors
Associated Students, Incorporated
California State University, San Bernardino

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated **November 30, 2023** November 3, 2023, on our consideration of Associated Students, Incorporated of California State University, San Bernardino's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely 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 effectiveness of Associated Students, Incorporated of California State University, San Bernardino's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Associated Students, Incorporated of California State University, San Bernardino's internal control over financial reporting and compliance.

Report on Summarized Comparative Information

We have previously audited the Associated Students, Incorporated of California State University, San Bernardino's 2022 financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated October 12, 2022. In our opinion, the summarized comparative information presented herein as of and for the fiscal year ended June 30, 2022, is consistent, in all material respects, with the audited financial statements from which it has been derived.

A handwritten signature in cursive script that reads "CliftonLarsonAllen LLP".

CliftonLarsonAllen LLP

Glendora, California
November 3, 2023

ASSOCIATED STUDENTS, INCORPORATED
CALIFORNIA STATE UNIVERSITY, SAN BERNARDINO
STATEMENT OF FINANCIAL POSITION
JUNE 30, 2023
(WITH COMPARATIVE TOTALS FOR JUNE 30, 2022)

	<u>2023</u>	<u>2022</u>
ASSETS		
Cash and Cash Equivalents	\$ 147,576	\$ 133,695
Short-Term Investments	1,962,680	1,942,501
Interest Receivable	8,033	1,883
Accounts Receivable	226	226
Inventory	18,947	18,947
OPEB Asset	444,524	367,435
Total	<u>2,581,986</u>	<u>2,464,687</u>
Capital Assets		
Equipment, Furniture, and Fixtures	118,212	118,212
Less: Accumulated Depreciation	<u>(116,804)</u>	<u>(111,441)</u>
Total Capital Assets	<u>1,408</u>	<u>6,771</u>
 Total Assets	 <u><u>\$ 2,583,394</u></u>	 <u><u>\$ 2,471,458</u></u>
LIABILITIES		
Accounts Payable	\$ 34,896	\$ 5,854
Due To Related Parties	(1,422)	-
Accrued Liabilities	(100)	4,087
Accrued Compensated Absences	28,650	25,126
Liabilities for Pension Benefits	<u>174,069</u>	<u>140,458</u>
Total Liabilities	<u>236,093</u>	<u>175,525</u>
NET ASSETS		
Without Donor Restrictions		
Undesignated	938,222	886,854
Board-Designated	<u>1,409,079</u>	<u>1,409,079</u>
Total Without Donor Restrictions	<u>2,347,301</u>	<u>2,295,933</u>
Total Net Assets	<u>2,347,301</u>	<u>2,295,933</u>
 Total Liabilities and Net Assets	 <u><u>\$ 2,583,394</u></u>	 <u><u>\$ 2,471,458</u></u>

See accompanying Notes to Financial Statements.

ASSOCIATED STUDENTS, INCORPORATED
CALIFORNIA STATE UNIVERSITY, SAN BERNARDINO
STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2023
(WITH COMPARATIVE TOTALS FOR JUNE 30, 2022)

	Without Donor Restrictions	With Donor Restrictions	2023 Total	2022 Total
REVENUES				
Student Support Services (Student Fees)	\$ 1,706,033	\$ -	\$ 1,706,033	\$ 1,682,151
Investment Income, Net	27,490	-	27,490	18,621
Donated Facilities	74,251	-	74,251	71,957
Other	-	-	-	5,000
Total Revenues	1,807,774	-	1,807,774	1,777,729
EXPENSES				
Program Services	902,393	-	902,393	824,505
Management and General	854,013	-	854,013	574,547
Total Expenses	1,756,406	-	1,756,406	1,399,052
CHANGE IN NET ASSETS	51,368	-	51,368	378,677
Net Assets - Beginning of Year	2,295,933	-	2,295,933	1,917,256
NET ASSETS - END OF YEAR	<u>\$ 2,347,301</u>	<u>\$ -</u>	<u>\$ 2,347,301</u>	<u>\$ 2,295,933</u>

See accompanying Notes to Financial Statements.

ASSOCIATED STUDENTS, INCORPORATED
CALIFORNIA STATE UNIVERSITY, SAN BERNARDINO
STATEMENT OF FUNCTIONAL EXPENSES
YEAR ENDED JUNE 30, 2023
(WITH COMPARATIVE TOTALS FOR JUNE 30, 2022)

		Program Services						
	Management and General	Student Government	External Affairs	ASI Box Office	Legal Aid	Grant and Service Program	Public Relations	Club Allocation Budget
Wages	\$ 316,885	\$ 133,824	\$ 36,592	\$ -	\$ 1,674	\$ 9,161	\$ -	\$ -
Employee Benefits	88,148	1,599	474	-	92	-	-	-
Pension Contributions	29,230	-	-	-	-	-	-	-
Total Wages and Related Expenses	434,263	135,423	37,066	-	1,766	9,161	-	-
Accounting	-	-	-	-	-	-	-	-
Advertising	-	-	-	-	189	-	-	-
AOA Dues	620	-	-	-	-	-	-	-
AS Transition	-	4,880	-	-	-	-	-	-
Audit	23,025	-	-	-	-	-	-	-
Box Office Tickets	-	-	-	-	-	-	-	-
Building Equipment and Repairs	1,477	-	-	-	-	-	-	-
Campus Services	177,853	-	-	-	-	-	-	-
Depreciation	-	-	1,300	-	-	-	-	-
Donations	-	-	-	-	-	-	174,847	-
Donated Facilities	74,251	-	-	-	-	-	-	-
Dues and Subscriptions	-	-	-	-	-	-	-	-
Hospitality	1,952	1,326	-	-	-	-	-	-
Insurance	24,084	-	-	-	-	-	-	-
Legal	2,990	-	-	-	-	-	-	-
Orientation	4,375	-	-	-	-	-	-	-
Other Expense	44,884	5,638	1,582	-	-	73	-	-
Pension/OPEB Adjustments	(43,482)	-	-	-	-	-	-	-
Postage	163	-	-	-	-	-	-	-
Prizes	-	10,792	-	-	-	-	-	-
Scholarships and Stipends	-	-	-	-	-	-	-	110,000
Special Events	-	1,451	130,953	-	2,716	-	7,171	-
Student Union Custodian	-	-	-	-	-	-	-	-
Supplies and Services	68,618	579	4,449	-	1,116	-	7,515	-
Training	1,033	2,685	-	-	-	-	-	-
Travel	11,443	327	15,385	-	-	-	47,264	-
Utilities and Telephone	26,464	-	-	-	-	-	-	-
Total Expenses	\$ 854,013	\$ 163,101	\$ 190,735	\$ -	\$ 5,787	\$ 9,234	\$ 236,797	\$ 110,000

See accompanying Notes to Financial Statements.

ASSOCIATED STUDENTS, INCORPORATED
CALIFORNIA STATE UNIVERSITY, SAN BERNARDINO
STATEMENT OF FUNCTIONAL EXPENSES (CONTINUED)
YEAR ENDED JUNE 30, 2023
(WITH COMPARATIVE TOTALS FOR JUNE 30, 2022)

	Program Services					Total Program Services	Total Expenses	
	Activities Committee	Leadership Program	Election Committee	Palm Desert Campus	Production		2023	Comparative Totals 2022
Wages	\$ 15,286	\$ -	\$ 48,221	\$ -	\$ 4,278	\$ 249,036	\$ 565,921	\$ 536,763
Employee Benefits	182	-	719	-	-	3,067	91,215	82,972
Payroll Taxes	-	-	-	-	-	-	29,230	23,497
Total Wages and Related Expenses	15,468	-	48,940	-	4,278	252,102	686,365	643,232
Accounting	-	-	-	-	-	-	-	-
Advertising	9,354	-	-	-	915	10,458	10,458	10,757
AOA Dues	-	-	-	-	-	-	620	2,604
AS Transition	-	-	-	-	-	4,880	4,880	2,527
Audit	-	-	-	-	-	-	23,025	17,024
Box Office Tickets	-	-	-	-	-	-	-	-
Building Equipment and Repairs	-	-	-	-	-	-	1,477	28,733
Campus Services	-	-	-	-	-	-	177,853	133,390
Depreciation	-	-	-	4,063	-	5,363	5,363	5,363
Donations	-	-	-	-	-	174,847	174,847	176,479
Donated Facilities	-	-	-	-	-	-	74,251	71,957
Dues and Subscriptions	-	-	-	-	-	-	-	-
Hospitality	-	-	-	-	-	1,326	3,278	2,536
Insurance	-	-	-	-	-	-	24,084	18,839
Legal	-	-	-	-	-	-	2,990	2,735
Orientation	-	-	-	-	-	-	4,375	3,893
Other Expense	654	-	2,147	-	-	10,094	54,978	(0)
Pension/OPEB Adjustments	-	-	-	-	-	-	(43,482)	(165,264)
Postage	-	-	18	-	-	18	181	85
Prizes	-	-	-	-	-	10,792	10,792	3,106
Scholarships and Stipends	-	-	-	-	-	110,000	110,000	120,000
Special Events	-	6,346	74,857	-	3,375	226,869	226,869	194,434
Student Union Custodian	-	-	-	-	-	-	-	-
Supplies and Services	8,305	-	8,018	-	-	29,982	98,600	96,766
Training	-	-	-	-	-	2,685	3,718	1,795
Travel	-	-	-	-	-	62,976	74,419	24,882
Utilities and Telephone	-	-	-	-	-	-	26,464	3,179
Total Expenses	\$ 33,782	\$ 6,346	\$ 133,981	\$ 4,063	\$ 8,568	\$ 902,393	\$ 1,756,406	\$ 1,399,052

See accompanying Notes to Financial Statements.

ASSOCIATED STUDENTS, INCORPORATED
CALIFORNIA STATE UNIVERSITY, SAN BERNARDINO
STATEMENT OF CASH FLOWS
YEAR ENDED JUNE 30, 2023
(WITH COMPARATIVE TOTALS FOR JUNE 30, 2022)

	2023	2022
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in Net Assets	\$ 51,368	\$ 378,677
Adjustments to Reconcile Change in Net Assets to Net Cash Provided by Operating Activities:		
Depreciation	5,363	5,363
Actuarial Pension Related Items	33,611	(56,529)
(Increase) Decrease in Operating Assets:		
Accounts Receivable	-	(39)
Interest Receivable	(6,150)	(1,064)
Inventory	-	1
OPEB Asset	(77,089)	(108,735)
Increase (Decrease) in Operating Liabilities:		
Accounts Payable	29,042	(182,938)
Due to related parties	(1,422)	-
Accrued Expenses	(4,187)	(6,097)
Accrued Compensated Absences	3,524	(22,947)
Net Cash Provided by Operating Activities	<u>34,060</u>	<u>5,692</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Net Investment Income Reinvested	(21,340)	(18,621)
Sales of Investments	1,744,105	2,019,563
Purchases of Investments	<u>(1,742,944)</u>	<u>(1,940,070)</u>
Net Cash Provided (Used) by Capital and Related Financing Activities	<u>(20,179)</u>	<u>60,872</u>
NET INCREASE IN CASH	13,881	66,564
Cash - Beginning of Year	<u>133,695</u>	<u>67,131</u>
CASH - END OF YEAR	<u><u>\$ 147,576</u></u>	<u><u>\$ 133,695</u></u>

See accompanying Notes to Financial Statements.

ASSOCIATED STUDENTS, INCORPORATED
CALIFORNIA STATE UNIVERSITY, SAN BERNARDINO
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023
(WITH COMPARATIVE TOTALS FOR JUNE 30, 2022)

NOTE 1 DESCRIPTION OF ACTIVITIES

Associated Students, Incorporated, CSUSB (ASI) was formed for the purpose of providing to students essential social and recreational activities related to, but not normally included in, the University instructional program. These activities are primarily funded by fees charged to students each quarter. Tickets to local events are offered to students at cost by the ASI box office.

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Management 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 the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Basis of Accounting

ASI prepares its financial statements on the accrual basis of accounting in conformity with accounting principles generally accepted in the United States of America. The financial statements are presented in accordance with Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC) 958-205. Accordingly, information regarding financial position, revenues, expenses, gains, and losses are classified based on the existence or absence of donor-imposed restrictions. Accordingly, net assets of ASI and changes therein are classified and reported as follows:

Net Assets Without Donor Restrictions – Net assets that are not subject to donor-imposed stipulations, and which may be designated for specific purposes by action of the board of directors.

Net Assets With Donor Restrictions – Net assets subject to donor-imposed restrictions. Some donor-imposed restrictions are temporary in nature, such as those that will be met by the passage of time or other events specified by the donor. Other donor-imposed restrictions are perpetual in nature where the donor stipulates that resources be maintained in perpetuity. Donor-imposed restrictions are released when a restriction expires, that is, when the stipulated time has elapsed, when the stipulated purpose for which the resource was restricted has been fulfilled, or both.

ASSOCIATED STUDENTS, INCORPORATED
CALIFORNIA STATE UNIVERSITY, SAN BERNARDINO
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023
(WITH COMPARATIVE TOTALS FOR JUNE 30, 2022)

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Basis of Accounting (Continued)

Revenues are reported as increases in net assets without donor restrictions, unless use of the related assets is limited by donor-imposed restrictions. Expenses are reported as decreases in net assets without donor restrictions. Gains and losses on investments and other assets or liabilities, other than endowment and similar funds, are reported as increases or decreases in net assets without donor restrictions unless their use is restricted by explicit donor stipulation. Expirations of restrictions on net assets (i.e., the donor-stipulated purpose has been fulfilled and/or the stipulated time period has elapsed) are reported as reclassifications between the applicable classes of net assets; net assets released from restrictions.

Cash and Investments

For purposes of the statement of cash flows, cash and cash equivalents include all highly liquid investments with a maturity of three months or less from date of purchase. ASI maintains its cash balances in one financial institution. The Federal Deposit Insurance Corporation (FDIC) insures up to \$250,000 per depositor, per insured bank, for each account ownership category. These balances may at times exceed the FDIC limit. As of June 30, 2023, ASI is under the limit of FDIC coverage.

Investments in marketable securities with readily determinable fair values and all investments in debt securities are reported at their fair values in the statement of financial position. The fair value of investments in securities is based on the quoted market price of the underlying securities. Investments in real estate are stated at acquisition cost. Unrealized gains and losses are included in the change in net assets. Short-term investments consist of debt securities with original maturities of 12 months or less. Long-term investments consist of debt securities with original maturities greater than 12 months.

Financial Instruments

The carrying amount of all financial instruments approximates fair value. The carrying amounts for cash and cash equivalents, investments, accounts receivable and accounts payable approximate fair value because of the short maturity of these instruments.

Accounts Receivable

Accounts receivable are primarily from student fees. Receivables are recorded when a student registers for courses and are presented in the statement of financial position net of the allowance for doubtful accounts. Accounts receivable are written off when they are deemed to be uncollectible. Any allowance for doubtful accounts is based on historical loss experience. There was no allowance for doubtful accounts as of June 30, 2023.

Inventory

Inventory is valued at the lower of cost or net realizable value, determined on the first-in, first-out basis.

ASSOCIATED STUDENTS, INCORPORATED
CALIFORNIA STATE UNIVERSITY, SAN BERNARDINO
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023
(WITH COMPARATIVE TOTALS FOR JUNE 30, 2022)

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Equipment and Furniture

It is the policy of ASI to capitalize equipment, furniture, and fixture additions over \$5,000. Equipment and furniture are stated at cost and depreciation is calculated using the straight-line method over the estimated useful lives. Total depreciation expense for the year ended June 30, 2023 was \$5,363.

Program Fees

The student body fee is a mandatory fee required to enroll or attend the University. Any student body fees earned by the University during the year, net of waivers and allowance for doubtful accounts are transferred over to ASI to fund student programming and provide essential activities closely related but not normally included as part of the regular instructional program.

Designated Net Assets

Designated net assets include amounts set aside for emergency, administrative, equipment, and operational reserves as required by the California State University Manual of Policies and Procedures for Auxiliary Organizations.

Donated Facilities

ASI leases space from the Student Union under a lease agreement with annual payments of \$1 through December 31, 2026. The premise is used for management operations. The fair value of the premise used is determined annually based on the estimated fair value per square foot for similar space rented by the University.

Expense Allocation

The cost of providing various programs and other activities has been summarized on a functional basis in the statement of activities. Directly identifiable expenses are charged to relevant programs and supporting services. Indirect expenses are allocated to the programs on various bases established by management.

Income Tax Status

ASI is exempt from federal income taxes as a nonprofit organization under Section 501(c)(3) of the Internal Revenue Code. A comparable exemption has been granted by the state of California for ASI's Form 990, Return of Organization Exempt from Income Tax.

Comparative Totals

The financial statements and notes include certain prior year summarized comparative information in total, but not by net assets class. Such information does not include sufficient detail to constitute a presentation in conformity with GAAP. Accordingly, such information should be read in conjunction with the ASI's financial statements for the fiscal year ended June 30, 2022, from which the summarized information was derived.

ASSOCIATED STUDENTS, INCORPORATED
CALIFORNIA STATE UNIVERSITY, SAN BERNARDINO
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023
(WITH COMPARATIVE TOTALS FOR JUNE 30, 2022)

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Reclassifications

Certain amounts in the June 30, 2022 comparative totals have been reclassified to conform to current year classifications.

Subsequent Events

Management has evaluated subsequent events through November 3, 2023, the date on which the financial statements were available to be issued.

NOTE 3 INVESTMENTS AND FAIR VALUE MEASUREMENTS

Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC) Topic 820, *Fair Value Measurements and Disclosures*, provides the framework for measuring fair value. That framework provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (level 1 measurements) and the lowest priority to unobservable inputs (level 3 measurements). The three levels of the fair value hierarchy are described as follows:

Level 1 – Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that the plan has the ability to access.

Level 2 – Inputs to the valuation methodology include:

- quoted prices for similar assets or liabilities in active markets;
- quoted prices for identical or similar assets or liabilities in inactive markets;
- inputs other than quoted prices that are observable for the asset or liability;
- inputs that are derived principally from or corroborated by observable market data by correlation or other means.

If the asset or liability has a specified (contractual) term, the Level 2 input must be observable for substantially the full term of the asset or liability.

Level 3 – Inputs to the valuation methodology are unobservable and significant to the fair value measurement.

The asset or liability's fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques used need to maximize the use of observable inputs and minimize the use of unobservable inputs.

ASSOCIATED STUDENTS, INCORPORATED
CALIFORNIA STATE UNIVERSITY, SAN BERNARDINO
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023
(WITH COMPARATIVE TOTALS FOR JUNE 30, 2022)

NOTE 3 INVESTMENTS AND FAIR VALUE MEASUREMENTS (CONTINUED)

The following is a description of the valuation methodologies used for assets measured at fair value:

SWIFT Investment Pool: The pool investment is reported at fair value as provided by the University System.

LAIF Investment Pool: The pool investment is reported at fair value as reported by the state.

The preceding methods described may produce a fair value calculation that may not be indicative of net realizable value or reflective of future fair values. Furthermore, although ASI believes its valuation methods are appropriate and consistent with other market participants, the use of different methodologies or assumptions to determine the fair value of certain financial instruments could result in a different fair value measurement at the reporting date.

The fair value measurements and levels within the fair value hierarchy of those measurements for the assets reported at fair value on a recurring basis at June 30, 2023 are as follows:

Type	Fair Value	Fair Value Measurements at June 30, 2023		
		Level 1	Level 2	Level 3
SWIFT Investments	\$ 939,557	\$ -	\$ 939,557	\$ -
LAIF	1,023,123	-	1,023,123	-
Total Investments	<u>\$ 1,962,680</u>	<u>\$ -</u>	<u>\$ 1,962,680</u>	<u>\$ -</u>

ASI has pooled investments with the State of California State Treasurer's Local Agency Investment Fund (LAIF). LAIF is a governmental investment pool managed and directed by the California State Treasurer and is not registered with the Securities and Exchange Commission. An oversight committee, comprised of California State officials and various participants, provides oversight to the management of the fund. The daily operations and responsibilities of LAIF fall under the auspices of the State Treasurer's office. ASI is a voluntary participant in the investment pool.

ASI relies upon information provided by the State Treasurer in estimating the fair value position of its holdings in LAIF. ASI's holdings in LAIF had a value of \$1,023,123 as of June 30, 2023. LAIF is not subject to a credit quality rating.

ASSOCIATED STUDENTS, INCORPORATED
CALIFORNIA STATE UNIVERSITY, SAN BERNARDINO
NOTES TO FINANCIAL STATEMENTS
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NOTE 3 INVESTMENTS AND FAIR VALUE MEASUREMENTS (CONTINUED)

ASI has pooled investments with the CSU Systemwide Investment Fund Trust (SWIFT). As a result of a 2007 change in Education Code 89721(l) that allowed CSU to self-manage student tuition and fees, CSU created a central banking system and created the SWIFT investment portfolio for the purpose of enhancing centralized cash and investment management. Because the central banking system and SWIFT are inextricably linked, each member in the central banking system is also a member in SWIFT, also referred to collectively as The Bank of CSU. These funds are reported as a short-term investment. The SWIFT consists of investments of cash on an overnight and/or short-term basis, the funds representing the float on funds collected from all eligible sources prior to their use for payment of accounts payable and payroll. Excess cash over and above what is needed to fund short-term payables and payroll are transferred to medium or longer term investments.

ASI relies upon information provided by the SWIFT in estimating the fair value position of its holdings in it. ASI's holdings in SWIFT had a value of \$939,557 as of June 30, 2023.

NOTE 4 DONATED FACILITIES

ASI, as lessee, has a lease agreement with the Student Union for exclusive use of four rooms. The leased space consists of approximately 3,587 square feet and is used by ASI for management operations. Provisions of the lease agreement include annual payments of \$1 through December 31, 2026. However, ASI has to bear the expense for janitorial/custodial costs. The lease may be terminated by either party giving 30 days written notice to the other party. The donated facilities for the fiscal year ended June 30, 2023 were valued at \$74,251 and recognized in the financial statements as donated facilities.

NOTE 5 RELATED PARTY TRANSACTIONS

ASI is an auxiliary organization of California State University, San Bernardino (CSUSB). CSUSB advances funds on behalf of ASI, all of which are considered current, and it provides accounting services to ASI. Also, the CSUSB Foundation provides services for the benefit of ASI's employees. ASI leases its office space from the Student Union as described in Note 4. ASI also co-sponsors events and activities with the Student Union for which ASI reimburses some of the expenses incurred by the Student Union.

ASSOCIATED STUDENTS, INCORPORATED
CALIFORNIA STATE UNIVERSITY, SAN BERNARDINO
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NOTE 5 RELATED PARTY TRANSACTIONS (CONTINUED)

A schedule of related party transactions between ASI, University, and other auxiliary organizations is as follows:

For the Year Ended June 30, 2023	CSUSB	Philanthropic Foundation	Santos Manual Student Union	University Enterprise Corporation	Total
<u>Expenses</u>					
Payments to Univ/Aux for salaries of personnel working on contracts, grants, and other programs	\$ 224,869	\$ -	\$ -	\$ -	\$ 224,869
Payments to Univ/Aux for other than salaries of personnel	32,800	110,000	43,495	162,000	348,296
<u>Revenues</u>					
Payments received from Univ/Aux for services, space, and programs	30,952	-	715	-	31,667
<u>Due to</u>					
Accounts Payable due to Univ/Aux as of June 30, 2023	-	-	1,422	-	1,422
<u>Due from</u>					
Accounts Receivable due from Univ/Aux as of June 30, 2023	-	-	-	-	-

NOTE 6 DEFINED-BENEFIT PENSION PLAN

Plan Description

ASI contributes to CalPERS, a cost-sharing multiple-employer public employee defined-benefit pension plan. CalPERS provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. CalPERS acts as a common investment and administrative agent for participating public entities within the state of California. A menu of benefit provisions, as well as other requirements, is established by state statutes within the Public Employees' Retirement Law. ASI selects optional benefit provisions from the benefit menu by contract with CalPERS. CalPERS issues a separate comprehensive annual financial report. Copies of CalPERS' annual financial report may be obtained from the CalPERS's website, at www.calpers.ca.gov.

ASSOCIATED STUDENTS, INCORPORATED
CALIFORNIA STATE UNIVERSITY, SAN BERNARDINO
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NOTE 6 DEFINED-BENEFIT PENSION PLAN (CONTINUED)

Funding Policy

Participants are required to contribute 5% of their annual covered salary. ASI is required to contribute the actuarially determined remaining amounts necessary to fund the benefits for its members. The actuarial methods and assumptions used are those adopted by the CalPERS Board of Administration. The required employer contribution rates for the fiscal year 2022-2023 were 11.3% and 7.76% for Classic CalPERS members and PEPRA CalPERS members, respectively. The contribution requirements of the plan members are established by state statute, and the employer contribution rate is established and may be amended by CalPERS.

Annual Pension Cost

For the year ended June 30, 2023, employer contributions of \$26,368 for CalPERS were equal to ASI's required contributions. Total employee contributions were \$19,532.

The following table presents a reconciliation of the net pension liability:

	Plan Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Plan Net Pension Liability (c) = (a) - (b)
Miscellaneous Plan	\$ 1,349,199	\$ 1,071,646	\$ 277,553

Plan assets and funded status of the plan:

Valuation Date	Measurement Date	Accrued Liability	Actuarial Value of Assets (AVA)	Funding Actuarial Excess	Funded Ratio AVA
6/30/2021	6/30/2022	\$ 1,349,199	\$ 1,071,646	\$ 277,553	79.43%

Items not yet recognized as a component of net periodic pension cost during the year are as follows:

	Cost Outflows	Cost Inflows
Changes of Assumptions	\$ 28,441	\$ -
Differences between Expected and Actual Experience	5,574	3,733
Differences between Projected and Actual Investment Earnings	50,837	-
Differences between Employer's Contributions and Proportionate Share of Contributions	-	28,534
Change in Employer's Proportion	24,531	-
Pension Contributions Made Subsequent to Measurement Date	26,368	-
Total	<u>\$ 135,751</u>	<u>\$ 32,267</u>

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CALIFORNIA STATE UNIVERSITY, SAN BERNARDINO
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NOTE 6 DEFINED-BENEFIT PENSION PLAN (CONTINUED)

Annual Pension Cost (Continued)

Components of net actuarial pension expenses recognized as expenses in the statement of activities for the year are as follows:

Actuarial pension expense (income)	\$	33,607
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Other deferred outflows of resources and deferred inflows of resources related to pension will be recognized in pension expense as following:

Fiscal Year Ending June 30,	Miscellaneous
2024	\$ 17,751
2025	17,621
2026	10,652
2027	31,096
2028	-
Thereafter	-
Total	\$ 77,119

Total liabilities for pension benefits recognized in the statement of financial position:

Net Pension Liability	\$	277,553
Future Pension Cost Outflows		(135,751)
Future Pension Cost Inflows		32,267
Total Liabilities for Pension Benefits	\$	174,069

Assumptions:

	Miscellaneous Plan
Valuation Date	June 30, 2021
Actuarial Cost Method	Entry Age Normal
Asset Valuation Method	Actuarial Value of Assets
Amortization Method	Level of Percent of Payroll
Actuarial Assumptions:	
Discount Rate	6.90% (net of admin expenses)
Inflation Rate	2.30%
Projected Salary Growth	Varies by Entry-Age and Service

ASSOCIATED STUDENTS, INCORPORATED
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NOTES TO FINANCIAL STATEMENTS
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NOTE 7 OTHER POSTEMPLOYMENT BENEFITS

ASI has a fully funded Supplemental Retirement Benefit Plan that provides medical benefits to retired employees and their dependents. Medical plan assets are accumulated and benefits are paid from a voluntary employees' beneficiary association (VEBA) trust established by the trustee of the Auxiliaries Multiple Employer VEBA. ASI currently pays the full medical plan premium for employees and their dependents not to exceed caps based on the level of coverage. Retiring employees age 50 or older with at least 5 years of service are eligible for benefits provided they elect to commence their retirement benefit within 120 days of their retirement date. At June 30, 2023, ASI has \$861,261 in plan assets invested in an irrevocable trust.

Disclosures about the plan, based on an independent actuarial valuation as of June 30, 2022 (the latest required valuation date), are shown below:

Change in accumulated postemployment benefit obligation (APBO)

APBO at beginning of year	\$ 426,184
Service cost (excluding expenses)	10,577
Interest cost	18,554
Actuarial (gain) loss	(28,923)
Benefits paid	(9,655)
APBO at end of year	<u>416,737</u>

Change in plan assets

Fair value of assets at beginning of year	793,619
Actual return on assets (net of expenses)	67,642
Employer contribution	9,655
Benefits paid	(9,655)
Fair value of plan assets at end of year	<u>861,261</u>

<i>Funded status</i>	<u><u>\$ 444,524</u></u>
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Amounts recognized in the statement of financial position consist of:

Noncurrent assets	<u><u>\$ 444,524</u></u>
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ASSOCIATED STUDENTS, INCORPORATED
CALIFORNIA STATE UNIVERSITY, SAN BERNARDINO
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023
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NOTE 7 OTHER POSTEMPLOYMENT BENEFITS (CONTINUED)

Components of net periodic postretirement benefit cost (NPPBC)

Service cost (including expenses)	\$ 10,577
Interest cost	18,554
Expected return on plan assets	(47,617)
Amortization of unrecognized net (gain) loss	(8,852)
Net periodic postretirement benefit cost	<u>(27,338)</u>

Other changes in plan assets and benefit obligations recognized in AOCI

Net actuarial (gain) loss	303,405
Amortization of actuarial (gain) loss	-
Total recognized	<u>\$ 303,405</u>

The assumptions used in the measurement of ASI's benefit obligation and net periodic postemployment benefit cost included a 4.85% weighted-average discount rate as of and for the year ended June 30, 2023. The 4.85% discount rate represented a 0.45% increase from the 4.40% weighted-average discount rate used for as of and for the year ended June 30, 2022.

Healthcare premiums and ASI's maximum monthly subsidy towards the cost of coverage are assumed to increase once each year. The increases of the prior year's levels are assumed to be effective to the dates shown in the following table:

Healthcare Trend:

Year	Rate	Year	Rate
2023	5.80%	2028-2029	5.10%
2024	5.60%	2030-2038	5.00%
2025	5.40%	2039	4.90%
2026-2027	5.20%	2040-2043	4.80%

Assumed healthcare cost trend rates have a significant effect on the amounts reported for the healthcare plan. A one percent increase in the assumed healthcare trend rates would have the following effects:

Sensitivity Analysis:

	Dollar Increase	Percent Increase
Effect on service cost component of net periodic benefit cost	\$ 4,381	50.59%
Effect on interest cost component of net periodic benefit cost	3,713	18.00%
Accumulated postemployment benefit obligation	72,173	17.32%

ASSOCIATED STUDENTS, INCORPORATED
CALIFORNIA STATE UNIVERSITY, SAN BERNARDINO
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023
(WITH COMPARATIVE TOTALS FOR JUNE 30, 2022)

NOTE 7 OTHER POSTEMPLOYMENT BENEFITS (CONTINUED)

The Plan is funded on a pay-as-you-go basis; the expected contribution for the following year is the same as the expected future benefit payments for such year. ASI paid \$9,655 during the year ended June 30, 2023, for current benefit costs.

The expected benefits to be paid are as follows:

Expected Benefit Payments:	
Year Ending June 30,	Amount
2024	\$ 9,532
2025	9,603
2026	9,578
2027	48,346
2028	33,828
Thereafter	149,934

NOTE 8 AVAILABLE RESOURCES AND LIQUIDITY

In addition to financial assets available to meet general expenditures over the next 12 months, ASI operates with a balanced budget and anticipates collecting sufficient revenue to cover general expenditures. Refer to the statement of cash flows which identifies the sources and uses of ASI's cash.

As of June 30, 2022 and 2023, the following tables show the total financial assets held by ASI and the amounts of those financial assets could readily be made available within one year of the balance sheet date to meet general expenditures. None of the financial assets are subject to donor or other contractual restrictions that make them unavailable for general expenditures within one year of the statement of financial position date.

Financial Assets:	2023	2022
Cash and Cash Equivalents	\$ 147,576	\$ 133,695
Investments Convertible to Cash in the Next 12 Months	1,962,680	1,942,501
Accounts Receivable	226	226
Other Receivables	8,033	1,883
Other Long-Term Assets	464,879	393,153
Total	<u>\$ 2,583,394</u>	<u>\$ 2,471,458</u>

ASSOCIATED STUDENTS, INCORPORATED
CALIFORNIA STATE UNIVERSITY, SAN BERNARDINO
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023
(WITH COMPARATIVE TOTALS FOR JUNE 30, 2022)

NOTE 8 AVAILABLE RESOURCES AND LIQUIDITY (CONTINUED)

Financial Assets Available to Meet General

Expenditures Over the Next 12 Months:

	2023	2022
Cash and Cash Equivalents	\$ 147,576	\$ 133,695
Investments Convertible to Cash in the Next 12 Months	1,962,680	1,942,501
Accounts Receivable	226	226
Other Receivables	8,033	1,883
Total	<u>\$ 2,118,515</u>	<u>\$ 2,078,305</u>

NOTE 9 BOARD-DESIGNATED AND DONOR-RESTRICTED NET ASSETS

ASI's governing board has designated, from net assets without donor restrictions of \$2,347,301, net assets for the following purposes as of June 30, 2023:

Board-Designated Net Assets

Emergency Reserve	\$ 100,000
Administrative Reserve	400,000
Equipment Reserve	100,000
Operations Reserve	300,000
PDC Reserve	109,079
Construction Reserve	200,000
Contingency Reserve	200,000
Total Board-Designated Net Assets	<u>\$ 1,409,079</u>

There were no net assets with donor restrictions at June 30, 2023.

ASSOCIATED STUDENTS, INCORPORATED
CALIFORNIA STATE UNIVERSITY, SAN BERNARDINO
SCHEDULE OF NET POSITION
JUNE 30, 2023
(FOR INCLUSION IN THE CALIFORNIA STATE UNIVERSITY)

Assets:

Current assets:

Cash and cash equivalents	\$ 147,576
Short-term investments	1,962,680
Accounts receivable, net	8,259
Lease receivables, current portion	-
P3 receivable, current portion	-
Notes receivable, current portion	-
Pledges receivable, net	-
Prepaid expenses and other current assets	18,947

Total current assets	2,137,462
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Noncurrent assets:

Restricted cash and cash equivalents	-
Accounts receivable, net	-
Lease receivables, net of current portion	-
P3 receivable, net of current portion	-
Notes receivable, net of current portion	-
Student loans receivable, net	-
Pledges receivable, net	-
Endowment investments	-
Other long-term investments	-
Capital assets, net	1,408
Other assets	444,524

Total noncurrent assets	445,932
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Total assets	2,583,394
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Deferred outflows of resources:

Unamortized loss on debt refunding	-
Net pension liability	135,754
Net OPEB liability	-
Leases	-
P3	-
Others	-

Total deferred outflows of resources	135,754
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Liabilities:

Current liabilities:

Accounts payable	33,474
Accrued salaries and benefits	-
Accrued compensated absences, current portion	17,190
Unearned revenues	-
Lease liabilities, current portion	-
SBITA liabilities - current portion	-
P3 liabilities - current portion	-
Long-term debt obligations, current portion	-
Claims liability for losses and loss adjustment expenses, current portion	-
Depository accounts	-
Other liabilities	(100)

Total current liabilities	50,564
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See accompanying Independent Auditors' Report.

ASSOCIATED STUDENTS, INCORPORATED
CALIFORNIA STATE UNIVERSITY, SAN BERNARDINO
SCHEDULE OF NET POSITION (CONTINUED)
JUNE 30, 2023
(FOR INCLUSION IN THE CALIFORNIA STATE UNIVERSITY)

Noncurrent liabilities:

Accrued compensated absences, net of current portion	11,460
Unearned revenues	-
Grants refundable	-
Lease liabilities, net of current portion	-
SBITA liabilities, net of current portion	-
P3 liabilities, net of current portion	-
Long-term debt obligations, net of current portion	-
Claims liability for losses and loss adjustment expenses, net of current portion	-
Depository accounts	-
Net other postemployment benefits liability	-
Net pension liability	277,556
Other liabilities	-

Total noncurrent liabilities	289,016
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Total liabilities	339,580
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Deferred inflows of resources:

Service concession arrangements	-
Net pension liability	32,267
Net OPEB liability	-
Unamortized gain on debt refunding	-
Nonexchange transactions	-
Leases	-
P3	-
Others	-

Total deferred inflows of resources	32,267
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Net position:

Net investment in capital assets	1,408
Restricted for:	
Nonexpendable – endowments	-
Expendable:	
Scholarships and fellowships	-
Research	-
Loans	-
Capital projects	-
Debt service	-
Others	-
Unrestricted	2,345,893

Total net position	\$ 2,347,301
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See accompanying Independent Auditors' Report.

ASSOCIATED STUDENTS, INCORPORATED
CALIFORNIA STATE UNIVERSITY, SAN BERNARDINO
SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
YEAR ENDED JUNE 30, 2023
(FOR INCLUSION IN THE CALIFORNIA STATE UNIVERSITY)

Revenues:

Operating revenues:

Student tuition and fees, gross	\$ -
Scholarship allowances (enter as negative)	-

Grants and contracts, noncapital:

Federal	-
State	-
Local	-
Nongovernmental	-
Sales and services of educational activities	-
Sales and services of auxiliary enterprises, gross	-
Scholarship allowances (enter as negative)	-
Other operating revenues	1,706,033

Total operating revenues	1,706,033
---------------------------------	------------------

Expenses:

Operating expenses:

Instruction	-
Research	-
Public service	-
Academic support	-
Student services	1,641,043
Institutional support	-
Operation and maintenance of plant	-
Student grants and scholarships	110,000
Auxiliary enterprise expenses	-
Depreciation and amortization	5,363

Total operating expenses	1,756,406
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Operating income (loss)	(50,373)
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See accompanying Independent Auditors' Report.

ASSOCIATED STUDENTS, INCORPORATED
CALIFORNIA STATE UNIVERSITY, SAN BERNARDINO
SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION (CONTINUED)
YEAR ENDED JUNE 30, 2023
(FOR INCLUSION IN THE CALIFORNIA STATE UNIVERSITY)

Nonoperating revenues (expenses):	
State appropriations, noncapital	-
Federal financial aid grants, noncapital	-
State financial aid grants, noncapital	-
Local financial aid grants, noncapital	-
Nongovernmental and other financial aid grants, noncapital	-
Other federal nonoperating grants, noncapital	-
Gifts, noncapital	-
Investment income (loss), net	27,490
Endowment income (loss), net	-
Interest expense	-
Other nonoperating revenues (expenses) - excl. interagency transfers	74,251
	<hr/>
Net nonoperating revenues (expenses)	101,741
	<hr/>
Income (loss) before other revenues (expenses)	51,368
	<hr/>
State appropriations, capital	-
Grants and gifts, capital	-
Additions (reductions) to permanent endowments	-
	<hr/>
Increase (decrease) in net position	51,368
Net position:	
Net position at beginning of year, as previously reported	2,295,933
Restatements	-
	<hr/>
Net position at beginning of year, as restated	2,295,933
	<hr/>
Net position at end of year	\$ 2,347,301
	<hr/>

See accompanying Independent Auditors' Report.

ASSOCIATED STUDENTS, INCORPORATED
CALIFORNIA STATE UNIVERSITY, SAN BERNARDINO
OTHER INFORMATION
JUNE 30, 2023
(FOR INCLUSION IN THE CALIFORNIA STATE UNIVERSITY)

1 Cash and cash equivalents:

Portion of restricted cash and cash equivalents related to endowments

All other restricted cash and cash equivalents

Noncurrent restricted cash and cash equivalents

Current cash and cash equivalents

Total

	-
	147,576
\$	147,576

2.1 Composition of investments:

Investment Type	Current	Noncurrent	Fair Value
Money market funds			-
Repurchase agreements			-
Certificates of deposit			-
U.S. agency securities			-
U.S. treasury securities			-
Municipal bonds			-
Corporate bonds			-
Asset backed securities			-
Mortgage backed securities			-
Commercial paper			-
Supranational			-
Mutual funds			-
Exchange traded funds			-
Equity securities			-
Alternative investments:			
Private equity (including limited partnerships)			-
Hedge funds			-
Managed futures			-
Real estate investments (including REITs)			-
Commodities			-
Derivatives			-
Other alternative investment			-
Other external investment pools			-
CSU Consolidated Investment Pool (formerly SWIFT)	939,557		939,557
State of California Local Agency Investment Fund (LAIF)	1,023,123		1,023,123
State of California Surplus Money Investment Fund (SMIF)			-
Other investments:			-
			-
			-
			-
			-
Total Other investments	-	-	-
Total investments	1,962,680	-	1,962,680
Less endowment investments (enter as negative number)			-
Total investments, net of endowments	\$ 1,962,680	-	1,962,680

See accompanying Independent Auditors' Report.

ASSOCIATED STUDENTS, INCORPORATED CALIFORNIA STATE UNIVERSITY, SAN BERNARDINO
OTHER INFORMATION (CONTINUED)
JUNE 30, 2023
(FOR INCLUSION IN THE CALIFORNIA STATE UNIVERSITY)

2.2 Fair value hierarchy in investments:

Investment Type	Fair Value	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)	Net Asset Value (NAV)
Money market funds	\$ -				
Repurchase agreements	-				
Certificates of deposit	-				
U.S. agency securities	-				
U.S. treasury securities	-				
Municipal bonds	-				
Corporate bonds	-				
Asset backed securities	-				
Mortgage backed securities	-				
Commercial paper	-				
Supranational	-				
Mutual funds	-				
Exchange traded funds	-				
Equity securities	-				
Alternative investments:					
Private equity (including limited partnerships)	-				
Hedge funds	-				
Managed futures	-				
Real estate investments (including REITs)	-				
Commodities	-				
Derivatives	-				
Other alternative investment	-				
Other external investment pools	-				
CSU Consolidated Investment Pool (formerly SWIFT)	939,557				939,557
State of California Local Agency Investment Fund (LAIF)	1,023,123				1,023,123
State of California Surplus Money Investment Fund (SMIF)	-				
Other investments:					
	-				
	-				
	-				
	-				
	-				
Total Other investments	\$ -	-	-	-	-
Total investments	1,962,680	-	-	-	1,962,680

2.3 Investments held by the University under contractual agreements:

	Current	Noncurrent	Total
Investments held by the University under contractual agreements e.g - CSU Consolidated Investment Pool (formerly SWIFT):	939,557	\$ -	939,557

See accompanying Independent Auditors' Report.

ASSOCIATED STUDENTS, INCORPORATED CALIFORNIA STATE UNIVERSITY, SAN BERNARDINO
OTHER INFORMATION (CONTINUED)
JUNE 30, 2023
(FOR INCLUSION IN THE CALIFORNIA STATE UNIVERSITY)

3.1 Capital Assets, excluding ROU assets:

<u>Composition of capital assets, excluding ROU assets:</u>	Balance June 30, 2022	Reclassifications	Prior Period Additions	Prior Period Retirements	Balance June 30, 2022 (Restated)	Additions	Retirements	Transfer of completed CWIP/PWIP	Balance June 30, 2023
Non-depreciable/Non-amortizable capital assets:									
Land and land improvements					\$ -				\$ -
Works of art and historical treasures					-				-
Construction work in progress (CWIP)					-				-
Intangible assets:									
Rights and easements					-				-
Patents, copyrights and trademarks					-				-
Intangible assets in progress (PWIP)					-				-
Licenses and permits					-				-
Other intangible assets:									
					-				-
					-				-
					-				-
					-				-
Total Other intangible assets					-				-
Total intangible assets					-				-
Total non-depreciable/non-amortizable capital assets					\$ -				\$ -
Depreciable/Amortizable capital assets:									
Buildings and building improvements					-				-
Improvements, other than buildings					-				-
Infrastructure					-				-
Leasehold improvements					-				-
Personal property:									
Equipment	118,212				118,212				118,212
Library books and materials					-				-
Intangible assets:									
Software and websites					-				-
Rights and easements					-				-
Patents, copyrights and trademarks					-				-
Licenses and permits					-				-
Other intangible assets:									
					-				-
					-				-
					-				-
					-				-
					-				-
Total Other intangible assets:					-				-
Total intangible assets					-				-
Total depreciable/amortizable capital assets	118,212				118,212				118,212
Total capital assets	\$ 118,212				\$ 118,212				\$ 118,212
Less accumulated depreciation/amortization:									
Buildings and building improvements					-				-
Improvements, other than buildings					-				-
Infrastructure					-				-
Leasehold improvements					-				-
Personal property:									
Equipment	(111,441)				(111,441)	(5,363)			(116,804)
Library books and materials					-				-
Intangible assets:									
Software and websites					-				-
Rights and easements					-				-
Patents, copyrights and trademarks					-				-
Licenses and permits					-				-
Other intangible assets:									
Total Other intangible assets:					-				-
Total intangible assets					-				-
Total accumulated depreciation/amortization	(111,441)				(111,441)	(5,363)			(116,804)
Total capital assets, net excluding lease assets	\$ 6,771				\$ 6,771	(5,363)			1,408
Lease assets, net									
Total capital assets, net									1,408

See accompanying Independent Auditors' Report.

ASSOCIATED STUDENTS, INCORPORATED CALIFORNIA STATE UNIVERSITY, SAN BERNARDINO
OTHER INFORMATION (CONTINUED)
JUNE 30, 2023
(FOR INCLUSION IN THE CALIFORNIA STATE UNIVERSITY)

Capital Assets, Right of Use

<u>Composition of capital assets - Lease ROU, net:</u>	Balance June 30, 2022	Prior Period Reclassifications	Prior Period Additions	Prior Period Reductions	Balance June 30, 2022 (Restated)	Additions	Remeasurements	Reductions	Balance June 30, 2023
Non-depreciable/Non-amortizable lease assets:									
Land and land improvements					-				-
Total non-depreciable/non-amortizable lease assets	-	-	-	-	-	-	-	-	-
Depreciable/Amortizable lease assets:									
Land and land improvements					-				-
Buildings and building improvements					-				-
Improvements, other than buildings					-				-
Infrastructure					-				-
Personal property:									
Equipment					-				-
Total depreciable/amortizable lease assets	-	-	-	-	-	-	-	-	-
Less accumulated depreciation/amortization:									
Land and land improvements					-				-
Buildings and building improvements					-				-
Improvements, other than buildings					-				-
Infrastructure					-				-
Personal property:									
Equipment					-				-
Total accumulated depreciation/amortization	-	-	-	-	-	-	-	-	-
Total capital assets - lease ROU, net	-	-	-	-	-	-	-	- \$	-
 <u>Composition of capital assets - SBITA ROU, net:</u>	 Balance June 30, 2022	 Reclassifications	 Prior Period Additions	 Prior Period Reductions	 Balance June 30, 2022 (Restated)	 Additions	 Remeasurements	 Reductions	 Balance June 30, 2023
Depreciable/Amortizable SBITA assets:									
Software					-				-
Total depreciable/amortizable SBITA assets	-	-	-	-	-	-	-	-	-
Less accumulated depreciation/amortization:									
Software					-				-
Total accumulated depreciation/amortization	-	-	-	-	-	-	-	-	-
Total capital assets - SBITA ROU, net	-	-	-	-	-	-	-	-	-

See accompanying Independent Auditors' Report.

ASSOCIATED STUDENTS, INCORPORATED CALIFORNIA STATE UNIVERSITY, SAN BERNARDINO
OTHER INFORMATION (CONTINUED)
JUNE 30, 2023
(FOR INCLUSION IN THE CALIFORNIA STATE UNIVERSITY)

<u>Composition of capital assets - P3 ROU, net:</u>	Balance June 30, 2022	Reclassifications	Prior Period Additions	Prior Period Reductions	Balance June 30, 2022 (Restated)	Additions	Remeasurements	Reductions	Balance June 30, 2023
Non-depreciable/Non-amortizable P3 assets:									
Land and land improvements					-				-
Total non-depreciable/non-amortizable P3 assets	-	-	-	-	-	-	-	-	-
Depreciable/Amortizable P3 assets:									
Land and land improvements					-				-
Buildings and building improvements					-				-
Improvements, other than buildings					-				-
Infrastructure					-				-
Personal property:									
Equipment					-				-
Total depreciable/amortizable P3 assets	-	-	-	-	-	-	-	-	-
Less accumulated depreciation/amortization:									
Land and land improvements					-				-
Buildings and building improvements					-				-
Improvements, other than buildings					-				-
Infrastructure					-				-
Personal property:									
Equipment					-				-
Total accumulated depreciation/amortization	-	-	-	-	-	-	-	-	-
Total capital assets - P3 ROU, net	-	-	-	-	-	-	-	- \$	-
Total capital assets, net including ROU assets									<u>\$ 1,408</u>
3.2 Detail of depreciation and amortization expense:									
Depreciation and amortization expense - capital assets, excluding ROU assets	\$ 5,363								
Amortization expense - Leases ROU	-								
Amortization expense - SBITA ROU	-								
Amortization expense - P3 ROU	-								
Depreciation and Amortization expense - Others									
Total depreciation and amortization	<u>\$ 5,363</u>								

See accompanying Independent Auditors' Report.

ASSOCIATED STUDENTS, INCORPORATED CALIFORNIA STATE UNIVERSITY, SAN BERNARDINO
OTHER INFORMATION (CONTINUED)
JUNE 30, 2023
(FOR INCLUSION IN THE CALIFORNIA STATE UNIVERSITY)

4 Long-term liabilities:

	Beg Balance 7/1/CY	Prior Period Adjustments/Reclassification s	Beg Balance 7/1/CY (Restated)	Additions	Reductions	End Balance 6/30/CY	Current Portion	Noncurrent Portion
1. Accrued compensated absences	\$ 25,126		25,126	20,713	(17,190)	\$ 28,649	\$ 17,190	\$ 11,460
2. Claims liability for losses and loss adjustment expenses	-		-			-		-
3. Capital lease obligations:								
Gross balance	-		-			-	-	-
Unamortized net premium/(discount)	-		-			-	-	-
Total capital lease obligations	\$ -	-	-	-	-	-	-	-
4. Long-term debt obligations:								
4.1 Auxiliary revenue bonds (non-SRB related)	\$ -		-			\$ -	-	-
4.2 Commercial paper	-		-			-	-	-
4.3 Notes payable (SRB related)	-		-			-	-	-
4.4 Finance purchase of capital assets								
4.5 Others:								
	-		-			-		-
	-		-			-		-
	-		-			-		-
Total others	-	-	-	-	-	-	-	-
Sub-total long-term debt	-	-	-	-	\$ -	-	-	-
4.6 Unamortized net bond premium/(discount)	-		-			-	-	-
Total long-term debt obligations	-	-	-	-	-	-	-	-

-Should be zero-

5. Lease, SBITA, P3 liabilities:

	Balance June 30, 2022	Prior Period Adjustments/Reclassification s	Additions	Remeasurements	Reductions	Balance June 30, 2023	Current Portion	Noncurrent Portion
Lease liabilities	-					-		-
SBITA liabilities	-					-		-
P3 liabilities - SCA	-					-		-
P3 liabilities - non-SCA	-					-		-
Sub-total P3 liabilities	-	-	-	-	-	-	-	-
Total Lease, SBITA, P3 liabilities	\$ -	\$ -	-	-	-	-	-	-
Total long-term liabilities						\$ 28,650	17,190	11,460

5 Future minimum payments schedule - leases, SBITA, P3:

Year ending June 30:	Lease Liabilities			SBITA liabilities			Public-Private or Public-Public Partnerships (P3)			Total Leases, SBITA, P3 liabilities		
	Principal	Interest	Principal and Interest	Principal	Interest	Principal and Interest	Principal	Interest	Principal and Interest	Principal Only	Interest Only	Principal and Interest
2024			-			-			-	-	-	-
2025			-			-			-	-	-	-
2026			-			-			-	-	-	-
2027			-			-			-	-	-	-
2028			-			-			-	-	-	-
2029 - 2033			-			-			-	-	-	-
2034 - 2038			-			-			-	-	-	-
2039 - 2043			-			-			-	-	-	-
2044 - 2048			-			-			-	-	-	-
2049 - 2053			-			-			-	-	-	-
Thereafter			-			-			-	-	-	-
Total minimum payments	\$ -	-	-	-	-	-	-	-	-	-	-	-
Less: amounts representing interest												-
Present value of future minimum payments												-
Total Leases, SBITA, P3 liabilities												-
Less: current portion												-
Leases, SBITA, P3 liabilities, net of current portion												\$ -

See accompanying Independent Auditors' Report.

ASSOCIATED STUDENTS, INCORPORATED CALIFORNIA STATE UNIVERSITY, SAN BERNARDINO
OTHER INFORMATION (CONTINUED)
JUNE 30, 2023
(FOR INCLUSION IN THE CALIFORNIA STATE UNIVERSITY)

6 Future minimum payments schedule - Long-term debt obligations:

	Auxiliary revenue bonds (non-SRB related)			All other long-term debt obligations			Total long-term debt obligations		
	Principal	Interest	Principal and Interest	Principal	Interest	Principal and Interest	Principal	Interest	Principal and Interest
Year ending June 30:									
2024			-			-	-	-	-
2025			-			-	-	-	-
2026			-			-	-	-	-
2027			-			-	-	-	-
2028			-			-	-	-	-
2029 - 2033			-			-	-	-	-
2034 - 2038			-			-	-	-	-
2039 - 2043			-			-	-	-	-
2044 - 2048			-			-	-	-	-
2049 - 2053			-			-	-	-	-
Thereafter			-			-	-	-	-
Total minimum payments	\$	-	-	-	-	-	-	-	-
Less: amounts representing interest									-
Present value of future minimum payments									-
Unamortized net premium/(discount)									-
Total long-term debt obligations									-
Less: current portion									-
Long-term debt obligations, net of current portion									\$ -

7 Transactions with related entities:

Payments to University for salaries of University personnel working on contracts, grants, and other programs	224,869
Payments to University for other than salaries of University personnel	32,800
Payments received from University for services, space, and programs	30,952
Gifts-in-kind to the University from discretely presented component units	
Gifts (cash or assets) to the University from discretely presented component units	
Accounts payable to University	-
Other amounts payable to University	
Accounts receivable from University	-
Other amounts receivable from University	

8 Restatements

		Debit/Credit
Restatement #1	Enter transaction description	
		-
Restatement #2	Enter transaction description	
		-
		-

See accompanying Independent Auditors' Report.

ASSOCIATED STUDENTS, INCORPORATED CALIFORNIA STATE UNIVERSITY, SAN BERNARDINO
OTHER INFORMATION (CONTINUED)
JUNE 30, 2023
(FOR INCLUSION IN THE CALIFORNIA STATE UNIVERSITY)

9 Natural classifications of operating expenses:

	Salaries	Benefits - Other	Benefits - Pension	Benefits - OPEB	Scholarships and fellowships	Supplies and other services	Depreciation and amortization	Total operating expenses
Instruction	-	-	-	-	-	-	-	-
Research	-	-	-	-	-	-	-	-
Public service	-	-	-	-	-	-	-	-
Academic support	-	-	-	-	-	-	-	-
Student services	565,920	120,445	33,607	(77,089)	-	998,160	-	1,641,043
Institutional support	-	-	-	-	-	-	-	-
Operation and maintenance of plant	-	-	-	-	-	-	-	-
Student grants and scholarships	-	-	-	-	110,000	-	-	110,000
Auxiliary enterprise expenses	-	-	-	-	-	-	-	-
Depreciation and amortization	-	-	-	-	-	-	5,363	5,363
Total operating expenses	\$ 565,920	120,445	33,607	(77,089)	110,000	998,160	5,363	1,756,406

Select type of pension plan >>

Defined Benefit Plan

10 Deferred outflows/inflows of resources:

1. Deferred Outflows of Resources

Deferred outflows - unamortized loss on refunding(s)
Deferred outflows - net pension liability
Deferred outflows - net OPEB liability
Deferred outflows - P3
Deferred outflows - others:
Sales/intra-entity transfers of future revenues
Gain/loss on sale leaseback
Loan origination fees and costs
Change in fair value of hedging derivative instrument
Irrevocable split-interest agreements

-
135,754
-

Total deferred outflows - others
Total deferred outflows of resources

-
\$ 135,754

2. Deferred Inflows of Resources

Deferred inflows - P3 service concession arrangements
Deferred inflows - service concession arrangements
Deferred inflows - net pension liability
Deferred inflows - net OPEB liability
Deferred inflows - unamortized gain on debt refunding(s)
Deferred inflows - nonexchange transactions
Deferred inflows - leases
Deferred inflows - P3
Deferred inflows - others:
Sales/intra-entity transfers of future revenues
Gain/loss on sale leaseback
Loan origination fees and costs
Change in fair value of hedging derivative instrument
Irrevocable split-interest agreements

-
-
32,267
-
-
-

Total deferred inflows - others
Total deferred inflows of resources

-
\$ 32,267

11 Other nonoperating revenues (expenses)

Other nonoperating revenues

74,251

See accompanying Independent Auditors' Report.



**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**

Board of Directors
Associated Students, Incorporated
California State University, San Bernardino
San Bernardino, California

We have audited, in accordance with the 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, the financial statements of Associated Students, Incorporated of San Bernardino, which comprise the statement of financial position as of June 30, 2023, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated November 3, 2023.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the ASI's internal control over financial reporting (internal control) as a basis for designing the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of ASI's internal control. Accordingly, we do not express an opinion on the effectiveness of ASI's internal control.

A *deficiency in internal control* 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 and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

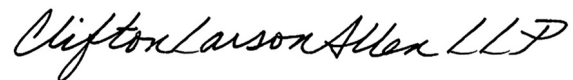
Board of Directors
Associated Students, Incorporated
California State University, San Bernardino

Compliance and Other Matters

As part of obtaining reasonable assurance about whether ASI's financial statements are free from 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*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

A handwritten signature in cursive script that reads "CliftonLarsonAllen LLP".

CliftonLarsonAllen LLP

Glendora, California
November 3, 2023

**ASSOCIATED STUDENTS, INCORPORATED
CALIFORNIA STATE UNIVERSITY, SAN BERNARDINO
SCHEDULE OF FINDINGS AND RESPONSES
JUNE 30, 2023**

Our audit did not disclose any matters required to be reported in accordance with *Government Auditing Standards*.

