

**Associated Students**

**California State University, Fresno**

**2017-18  
Annual Report**

**ASSOCIATED STUDENTS CALIFORNIA STATE UNIVERSITY, FRESNO**  
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**2017 and 2018**

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## INDEPENDENT AUDITOR'S REPORT

To the Student Senate of the  
Associated Students, Inc. of  
California State University, Fresno  
Fresno, California

We have audited the accompanying financial statements of the Associated Students, Inc. of California State University, Fresno (Associated Students), which comprise the statements of financial position as of June 30, 2018 and 2017, and the related statements of activities and cash flows for the years then ended, and the related notes to the financial statements.

### **Management's Responsibility for the Financial Statements**

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes 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.

### **Auditor's Responsibility**

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Associated Student's preparation and fair presentation of the financial statements 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 the Associated Student's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

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## **Opinion**

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Associated Students, Inc. of California State University, Fresno as of June 30, 2018 and 2017, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

## **Report on Additional Information**

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The information reflected on pages 13-17 is presented, as required by the Chancellor of the California State University, 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 auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

*Price Pange & Company*

Clovis, California  
August 28, 2018

**ASSOCIATED STUDENTS CALIFORNIA STATE UNIVERSITY, FRESNO**  
**STATEMENTS OF FINANCIAL POSITION**  
**JUNE 30, 2017 AND 2018**

<b>ASSETS</b>	<b>2017 (Restated)</b>	<b>2018</b>
	<u>                    </u>	<u>                    </u>
Current Assets:		
Cash and Cash Equivalents (Note 3)	\$ 1,076,204	\$ 1,083,421
Accounts Receivable	16,677	6,413
Prepaid Deposits (Note 4)	<u>1,103</u>	<u>5,118</u>
Total Current Assets	<u>1,093,984</u>	<u>1,094,952</u>
Fixed Assets	98,224	98,224
Less Accumulated Depreciation	<u>(98,224)</u>	<u>(98,224)</u>
Total Fixed Assets	<u>0</u>	<u>0</u>
<b>TOTAL ASSETS</b>	<u><u>\$ 1,093,984</u></u>	<u><u>\$ 1,094,952</u></u>
 <b>LIABILITIES AND NET ASSETS</b>		
Current Liabilities:		
Accounts Payable and Accrued Expenses	\$ 68,857	\$ 45,346
Deferred Revenue (Note 2)	13,377	60
Agency Fund Deposits (Note 2 & 6)	<u>92,769</u>	<u>106,528</u>
Total Current Liabilities	<u>175,003</u>	<u>151,934</u>
Net Assets:		
Unrestricted:		
Undesignated	<u>495,147</u>	<u>493,583</u>
Designated:		
Club Reserves (Note 2)	177,478	189,769
Capital Replacement Reserve	50,785	55,222
Planned Future Operations Reserve	<u>195,571</u>	<u>204,444</u>
Total Designated Net Assets	<u>423,834</u>	<u>449,435</u>
Total Unrestricted Net Assets	<u>918,981</u>	<u>943,018</u>
<b>TOTAL LIABILITIES AND NET ASSETS</b>	<u><u>\$ 1,093,984</u></u>	<u><u>\$ 1,094,952</u></u>

The accompanying notes are an integral part of the financial statements

**ASSOCIATED STUDENTS CALIFORNIA STATE UNIVERSITY, FRESNO**  
**STATEMENTS OF ACTIVITIES**  
**YEARS ENDED JUNE 30, 2017 AND 2018**

	<b>2017</b>	<b>2018</b>
	<u><b>(Restated)</b></u>	<u></u>
<b>CHANGES IN UNRESTRICTED NET ASSETS:</b>		
Revenues:		
Student Body Fees	\$ 695,107	\$ 715,855
Interest Income	5,300	10,881
Insurance Refund	966	1,392
Other Income (Note 2)	210,896	172,270
	<u>912,269</u>	<u>900,398</u>
Total Revenues		
Expenses:		
Salaries/Wages	220,630	236,679
Employee Benefits	73,617	60,346
Advertising/Publicity	26,622	41,939
Audit Fees	10,442	12,180
Corporate Services Fee	59,418	62,389
Dues/Subscriptions	17,550	5,663
Insurance	6,766	7,194
Legal Fees	1,149	0
Miscellaneous	9,305	11,996
Office Supplies/Postage	6,699	6,878
Office/Equipment Rental	31,301	34,091
Repairs/Maintenance	787	848
Student Programs (Note 2)	364,056	309,592
Supplies	29,539	33,481
Telephone	1,413	1,413
Travel/Training	23,618	31,118
University Donations	15,590	20,554
	<u>898,502</u>	<u>876,361</u>
Total Expenses		
Increase (Decrease) in Net Assets	<u>13,767</u>	<u>24,037</u>
Net Assets at Beginning of Year	738,361	918,981
Restatement (Note 2)	<u>166,853</u>	<u>0</u>
Restated Net Assets at Beginning of Year	<u>905,214</u>	<u>918,981</u>
Net Assets at End of Year	<u><u>\$ 918,981</u></u>	<u><u>\$ 943,018</u></u>

The accompanying notes are an integral part of the financial statements

**ASSOCIATED STUDENTS CALIFORNIA STATE UNIVERSITY, FRESNO  
STATEMENTS OF CASH FLOWS  
YEARS ENDED JUNE 30, 2017 AND 2018**

	<u>2017</u> <u>(Restated)</u>	<u>2018</u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Increase (Decrease) in Net Assets	\$ 13,767	\$ 24,037
Adjustments to Reconcile Increase (Decrease) in Net Assets to Net Cash Provided from (Used by) Operating Activities:		
Changes in:		
Accounts Receivable	7,936	10,264
Prepaid Deposits	317	(4,015)
Accounts Payable and Accrued Expenses	(59,574)	(23,511)
Deferred Revenue	13,377	(13,317)
Agency Fund Deposits	<u>16,758</u>	<u>13,759</u>
Net Cash Provided from (Used by) Operating Activities	<u>(7,419)</u>	<u>7,217</u>
Net Increase (Decrease) in Cash	(7,419)	7,217
Cash at Beginning of Year	<u>1,083,623</u>	<u>1,076,204</u>
Cash at End of Year	<u>\$ 1,076,204</u>	<u>\$ 1,083,421</u>

The accompanying notes are an integral part of the financial statements

**ASSOCIATED STUDENTS CALIFORNIA STATE UNIVERSITY, FRESNO**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2017 AND 2018**

**Note 1 – General Information**

The Associated Students California State University, Fresno (Associated Students), is a not-for-profit organization whose specific purpose is to provide students of California State University, Fresno with a means of responsible and effective participation in the governance of the campus. The programs included in the Associated Students' budget are campus programs and student government.

**Note 2 – Summary of Significant Accounting Policies**

- A. Accounting Policies - The accounting policies of the Associated Students conform to generally accepted accounting principles (GAAP).
- B. Organization - The Associated Students incorporated as a nonprofit public benefit corporation on December 22, 1986. It is a tax-exempt corporation under section 501(c)(3) of the Internal Revenue Code.
- C. Basis of Accounting - Basis of accounting refers to the timing of when various financial transactions are recognized in the accounts and reported in the financial statements. The accounting records of the Associated Students are maintained using the accrual basis of accounting. Revenues are recognized when earned and expenses are recognized when goods or services are received.
- D. Fixed Assets - Equipment is recorded at cost and depreciation is computed using straight-line rates based upon estimated useful lives. The Associated Students capitalizes all expenditures for equipment in excess of \$5,000. Estimated useful lives for assets range from three to ten years. Fully depreciated assets, which have economic value, are retained on the books although fully depreciated.
- E. Cash and Cash Equivalents – Cash and cash equivalents consist of demand deposit accounts and money market funds with financial institutions. The Associated Students considers all highly liquid investments with maturities of three months or less, when purchased, to be cash equivalents. At June 30, 2018, cash and equivalents included \$701,714 held in a commercial bank of which \$250,000 was insured by the Federal Deposit Insurance Corporation (FDIC).
- F. Estimates - The preparation of financial statements in conformity with generally accepted accounting principles 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.
- G. Accounts Receivable – Accounts receivable are stated at the amount management expects to collect from outstanding balances. Management provides for probable uncollectible amounts through a provision for bad debt expense and an adjustment to a valuation allowance based on its assessment of the current status of individual accounts. Balances that are still outstanding after management has used reasonable collection efforts are written off through a charge to the valuation allowance and a credit to accounts receivable. Allowance for doubtful accounts in the amounts of \$250 and \$0 have been established for the years ending June 30, 2017 and 2018, respectively.



**Note 2 – Summary of Significant Accounting Policies, continued**

- H. Contributions - All contributions are considered to be available for unrestricted use unless specifically restricted by the donor. Amounts received that are designated for future periods or restricted by the donor for specific purposes are reported as temporarily restricted or permanently restricted support that increases those net asset classes. When a temporary restriction expires, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities as net assets released from restrictions. The Associated Students had no temporarily or permanently restricted net assets in 2017 or 2018.
- I. General Net Assets (or Fund) – This category is maintained to account for those transactions related to all activities not covered in a specific fund and which relate in general to the full scope of operations of the auxiliary organization. These funds are appropriated in accordance with the policies established by the Trustees of The California State University (Trustees), the campus, and the auxiliary organization.
- J. Designated Net Assets – When appropriations from the General Fund are made by the Board of Directors for a specific purpose, they are classified as designated net assets.
- K. Expense Allocation – The costs of providing various programs and other activities have been summarized on a functional basis in Note 8 – Expenses by Natural Classification. Accordingly, certain costs have been allocated among programs and supporting services.
- L. Deferred Revenue – Income for ASI hosted events has been deferred and will be recognized in the period to which the events occur.
- M. Restatement – During the year ended June 30, 2018, Associated Students determined that certain student club agency funds and activity needed to be restated to conform with Integrated California State University Administrative Manual (ICSUAM) 3141.01 Administration of Student Organization Funds, effective July 1, 2016. Student club agency funds were restated as follows for the year ended June 30, 2017: \$166,853 restated as unrestricted, designated net assets - club reserves; \$203,455 restated as other income; and \$192,830 restated as student programs expense. As a result of the restatement, total assets were not affected, total liabilities decreased (\$177,478) and unrestricted, designated net assets were increased by \$177,478.

**Note 3 – Cash and Cash Equivalents**

Cash and cash equivalents at June 30 consisted of the following:

	<u>2017</u>	<u>2018</u>
Deposits:		
Cash in Bank	\$ 102,280	\$ 99,649
Money Market	560,388	565,349
Pooled Funds:		
Cash in State of California Local Agency Investment Fund	<u>413,536</u>	<u>418,423</u>
Total	<u>\$1,076,204</u>	<u>\$1,083,421</u>

**Note 3 – Cash and Cash Equivalents, continued**

The Associated Students maintains most of its cash in the State of California Local Agency Investment Fund. The State pools these funds with those of other organizations and invests the cash. These pooled funds are carried at cost which approximates market value. Interest earned is remitted quarterly to the Associated Students. Any investment losses are proportionately shared by all funds in the pool.

Cash and cash equivalents include agency funds of \$92,769 and \$106,528 at June 30, 2017 and 2018, respectively. (See Note 2 and Note 6)

**Note 4 – Prepaid Deposits**

Prepaid deposits are comprised of an amount on deposit with the State Compensation Insurance Fund, a New York Times digital subscription, and an OpenGov software subscription.

**Note 5 – Fair Value Measurements**

Generally accepted accounting principles define fair value as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. ASC 820 establishes a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest propriety to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to measurements involving significant observable input (Level 3 measurements). The three levels of the fair value hierarchy are as follows:

**Level 1** – Inputs are quoted market prices (unadjusted) in active markets for identical assets or liabilities. Valuations for assets and liabilities traded in active exchange markets. Valuations are obtained from readily available pricing sources for market transactions involving identical assets or liabilities.

**Level 2** – Inputs other than quoted prices within Level 1 that are observable, either directly or indirectly. Valuations for assets and liabilities traded in less active dealer or broker markets. Valuations are obtained from third party pricing services for identical or similar assets or liabilities.

**Level 3** – Inputs are unobservable. Valuations for assets and liabilities that are derived from other valuation methodologies, including option pricing models, discounts cash flow models and similar techniques, and not based on market exchange, dealer, or broker traded transactions. Level 3 valuations incorporate certain assumptions and projections in determining the fair value assigned to such assets or liabilities.

The table below presents the balance of assets measured at fair value on a recurring basis at June 30:

	<u>Fair Value</u>	<u>Level 1</u>
<u>2017</u>		
Cash and Cash Equivalents	<u>\$ 1,076,204</u>	<u>\$ 1,076,204</u>
Totals	<u>\$ 1,076,204</u>	<u>\$ 1,076,204</u>
	<u>Fair Value</u>	<u>Level 1</u>
<u>2018</u>		
Cash and Cash Equivalents	<u>\$ 1,083,421</u>	<u>\$ 1,083,421</u>
Totals	<u>\$ 1,083,421</u>	<u>\$ 1,083,421</u>

**Note 6 – Agency Fund Deposits**

This liability account was established to reflect funds held in trust for various sponsored programs on campus. These consist of student clubs for which the Associated Students processes transactions only and does not monitor the use of funds.

**Note 7 – Related Parties**

The Associated Students had transactions with California State University, Fresno during the years ended June 30 as follows:

Donation to Recreation/Intermural Program for student use of pool area of \$5,590 and \$5,455 for the years ended June 30, 2017 and 2018, respectively.

Donation to Student Involvement for Vintage Days program support of \$6,000 for both years ended June 30, 2017 and 2018.

Amounts due to the University from the Associated Students were \$9,811 and \$7,035 at June 30, 2017 and 2018, respectively.

Amounts due from the University to the Associated Students were \$11 and \$2,141 at June 30, 2017 and 2018, respectively.

The Associated Students had transactions with the California State University, Fresno Association, Inc. (the Association) during the years ended June 30 as follows:

Donation to Intramural Sports (student officials) of \$10,000 for both years ended June 30, 2017 and 2018, respectively.

Donation to Student Recreation Center for equipment of \$0 and \$5,000 for the years ended June 30, 2017 and 2018, respectively.

Administrative fees paid to the Association for management services of \$59,418 and \$62,389 for the years ended June 30, 2017 and 2018, respectively, based on a flat fee arrangement.

Annual rent of the Associated Students office space of \$11,177 for both years ended June 30, 2017 and 2018.

Amounts due to the Association from the Associated Students were \$538 and \$1,206 at June 30, 2017 and 2018, respectively.

**Note 8 – Expenses by Natural Classification**

The following is a detailed list of expenses by natural/functional classification for the years ended June 30:

	2017 (Restated)			2018		
	Program	General & Administrative	Total	Program	General & Administrative	Total
Salaries/Wages	\$0	\$220,630	\$220,630	\$0	\$236,679	\$236,679
Employee Benefits	0	73,617	73,617	0	60,346	60,346
Advertising/Publicity	7,024	19,598	26,622	4,332	37,607	41,939
Audit Fees	0	10,442	10,442	0	12,180	12,180
Corporate Services Fee	0	59,418	59,418	0	62,389	62,389
Depreciation	0	0	0	0	0	0
Dues/Subscriptions	17,050	500	17,550	5,113	550	5,663
Insurance	0	6,766	6,766	0	7,194	7,194
Legal Fees	0	1,149	1,149	0	0	0
Miscellaneous	244	9,061	9,305	813	11,183	11,996
Office Supplies/Postage	0	6,699	6,699	0	6,878	6,878
Office/Equipment Rental	6,973	24,328	31,301	11,262	22,829	34,091
Repairs/Maintenance	0	787	787	0	848	848
Student Programs	350,048	14,008	364,056	294,620	14,972	309,592
Supplies	29,539	0	29,539	33,481	0	33,481
Telephone	0	1,413	1,413	0	1,413	1,413
Travel	0	23,618	23,618	0	31,118	31,118
University Donations	15,590	0	15,590	20,554	0	20,554
Totals	\$426,468	\$472,034	\$898,502	\$370,175	\$506,186	\$876,361

**Note 9 – Leases**

Office space sublease agreement with California State University, Fresno Association was renewed July 1, 2018 in the amount of \$11,177 per year expiring June 30, 2019. Rent expense for the years ended June 30, 2017 and 2018 was \$11,177 per year. See Note 7.

Associated Students has a ground lease for advertising kiosks between Trustees of the CSU, expiring December 20, 2023.

Associated Students has an operating lease agreement with US Bank Equipment Finance for office equipment at \$385 per month that expires January 31, 2022. The future minimum lease payments are as follows:

Year Ending June 30:

2019	4,620
2020	4,620
2021	4,620
2022	<u>2,695</u>
Total	<u>\$16,555</u>

**Note 10 – Subsequent Events**

Subsequent events have been evaluated through August 28, 2018, noting no matters requiring disclosure in the financial statements for the year ended June 30, 2018.

**Note 11 - Uncertain Tax Positions**

Associated Students has qualified as a non-profit organization and has been granted tax-exempt status pursuant to the Internal Revenue Code Section 501(c)(3) and California Revenue and Taxation Code Section 23701(d) and is exempt from Federal and State of California income taxes.

Generally accepted accounting principles provide accounting and disclosures guidance about positions taken by an entity in its tax returns that might be uncertain. Management has considered its tax positions and believes that all of the positions taken in its federal and state exempt organization tax returns are more likely than not to be sustained upon examination. The Associated Student's returns are subject to examination by federal and state taxing authorities, generally for three years and four years, respectively, after they are filed.

ADDITIONAL INFORMATION  
FOR CALIFORNIA STATE UNIVERSITY, FRESNO

**ASSOCIATED STUDENTS CALIFORNIA STATE UNIVERSITY, FRESNO**  
**SCHEDULE OF NET POSITION**  
**JUNE 30, 2018**  
**(for inclusion in the California State University)**

Assets:

Current assets:

Cash and cash equivalents	\$ 99,649
Short-term investments	983,772
Accounts receivable, net	6,413
Prepaid expenses and other current assets	5,118
Total current assets	1,094,952

Noncurrent assets:

Capital assets, net	0
Total noncurrent assets	0

Total assets	1,094,952
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Liabilities:

Current liabilities:

Accounts payable	31,591
Accrued salaries and benefits	10,252
Accrued compensated absences, current portion	250
Unearned revenues	60
Depository accounts	106,528
Total current liabilities	148,681

Noncurrent liabilities:

Accrued compensated absences, net of current portion	3,253
Total noncurrent liabilities	3,253

Total liabilities	151,934
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Net Position:

Net investment in capital assets	0
Unrestricted	943,018
Total net position	\$ 943,018

See Accompanying Independent Auditor's Report

**ASSOCIATED STUDENTS CALIFORNIA STATE UNIVERSITY, FRESNO**  
**SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN NET POSITION**  
**YEAR ENDED JUNE 30, 2018**  
**(for inclusion in the California State University)**

Revenues:

Operating revenues:

Student tuition and fees, gross	\$ 715,855
Other operating revenues	173,662
Total operating revenues	<u>889,517</u>

Expenses:

Operating expenses:

Academic support	20,554
Student services	349,620
Auxiliary enterprise expenses	506,187
Total operating expenses	<u>876,361</u>
Operating income (loss)	<u>13,156</u>

Nonoperating revenues (expenses):

Investment income (loss), net	10,881
Net nonoperating revenues (expenses)	<u>10,881</u>
Income (loss) before other revenues (expenses)	<u>24,037</u>
Increase (decrease) in net position	24,037

Net position:

Net position at beginning of year, as previously reported	741,503
Restatements	177,478
Net position at beginning of year, as restated	918,981
Net position at end of year	<u>\$ 943,018</u>

See Accompanying Independent Auditor's Report



**ASSOCIATED STUDENTS CALIFORNIA STATE UNIVERSITY, FRESNO**  
**OTHER INFORMATION**  
**JUNE 30, 2018**  
**(for inclusion in the California State University)**

1 Restricted cash and cash equivalents at June 30, 2018:  
 Not Applicable

2.1 Composition of investments at June 30, 2018:

	Current Unrestricted	Current Restricted	Total Current	Noncurrent Unrestricted	Noncurrent Restricted	Total Noncurrent	Total
State of California Local Agency Investment Fund (LAIF)	\$ 418,423	--	418,423	--	--	--	418,423
Money Market funds	565,349	--	565,349	--	--	--	565,349
Total investments	983,772	--	983,772	--	--	--	983,772

2.2 Investments held by the University under contractual agreements at June 30, 2018:  
 Not Applicable

2.3 Restricted current investments at June 30, 2018 related to:  
 Not Applicable

2.4 Restricted noncurrent investments at June 30, 2018 related to:  
 Not Applicable

2.5 Fair value hierarchy in investments at June 30, 2018:

	Fair Value Measurements Using			
	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)	Net Asset Value (NAV)
State of California Local Agency Investment Fund (LAIF)	418,423	--	--	--
Money Market funds	565,349	--	--	--
Total investments	983,772	--	--	--

3.1 Composition of capital assets at June 30, 2018:

	Balance June 30, 2017	Prior period Adjustments	Reclassifications	Balance June 30, 2017 (restated)	Additions	Reductions	Transfers of Completed CWIP	Balance June 30, 2018
Depreciable/amortizable capital assets:								
Personal property:								
Equipment	98,224	--	--	98,224	--	--	--	98,224
Total depreciable/amortizable capital assets	98,224	--	--	98,224	--	--	--	98,224
Less accumulated depreciation/amortization:								
Personal property:								
Equipment	(98,224)	--	--	(98,224)	--	--	--	(98,224)
Total accumulated depreciation/amortization	(98,224)	--	--	(98,224)	--	--	--	(98,224)
Total capital assets, net	--	--	--	--	--	--	--	--

**ASSOCIATED STUDENTS CALIFORNIA STATE UNIVERSITY, FRESNO**  
**OTHER INFORMATION**  
**JUNE 30, 2018**  
**(for inclusion in the California State University)**

3.2 Detail of depreciation and amortization expense for the year ended June 30, 2018:

Depreciation and amortization expense related to capital assets	\$	—
Amortization expense related to other assets	\$	—
Total depreciation and amortization	\$	—

4 Long-term liabilities activity schedule:

	Balance June 30, 2017	Prior period adjustments	Reclassifications	Additions	Reductions	Balance June 30, 2018	Current portion	Long-term portion
Accrued compensated absences	\$ 3,270	—	—	7,170	(6,937)	3,503	250	3,253
Future minimum lease payments - Capital lease obligations:								
Not Applicable								

6 Long-term debt obligations schedule:

Not Applicable

7 Calculation of net position:

7.1 Calculation of net position - Net investment in capital assets	\$	—
Capital assets, net of accumulated depreciation	\$	—
Net position - Net investment in capital assets	\$	—

7.2 Calculation of net position - Restricted for nonexpendable - endowments

Not Applicable

8 Transactions with related entities:

Payments to University for other than salaries of University personnel	\$	50,229
Payments received from University for services, space, and programs		15,500
Gifts (cash or assets) to the University from discretely presented component units		20,554
Accounts (payable to) University (enter as negative number)		(7,035)
Accounts receivable from University (enter as positive number)		2,141

9 Other postemployment benefits (OPEB) liability

Not Applicable

10 Pollution remediation liabilities under GASB Statement No. 49:

Not Applicable

**ASSOCIATED STUDENTS CALIFORNIA STATE UNIVERSITY, FRESNO  
OTHER INFORMATION  
JUNE 30, 2018  
(for inclusion in the California State University)**

11 The nature and amount of the prior period adjustment(s) recorded to beginning net position:

	Net Position Class	Amount Dr. (Cr.)
Net position as of June 30, 2017, as previously reported		\$ 741,503
Prior period adjustments:		
1 Restatement of Student Club Funds in accordance with ICSUAM 3141.01	Unrestricted	177,478
Net position as of June 30, 2017, as restated		<u>\$ 918,981</u>

Provide a detailed breakdown of the journal entries (at the financial statement line item level) booked to record each prior period adjustment:

	Debit	Credit
Net position class: Unrestricted		
1 Restatement of Student Club Funds in accordance with ICSUAM 3141.01	\$ 177,478	177,478
Depository Accounts		
Unrestricted Net Position		

12 Natural Classifications of Operating Expenses:

	Salaries	Benefits	Scholarships and fellowships	Supplies and other services	Depreciation and amortization	Total operating expenses
Academic support	—	—	—	20,554	—	20,554
Student services	—	—	—	349,620	—	349,620
Auxiliary enterprise expenses	236,679	60,346	—	209,162	—	506,187
Total	<u>236,679</u>	<u>60,346</u>	<u>—</u>	<u>579,336</u>	<u>—</u>	<u>876,361</u>

**ASSOCIATED STUDENTS**

**CALIFORNIA STATE UNIVERSITY, FRESNO**

**REPORT ON NET ASSETS**

**June 30, 2018**

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## UNRESTRICTED NET ASSETS

### Working Capital/Current Operations Reserve

- a. Description  
This fund was created to ensure Associated Students can adequately meet the cash flow requirements for its normal daily operations.
- b. Minimum Reserve Requirement  
This fund has a minimum reserve requirement of \$200,000.
- c. Contribution Method  
Annually, 25% of any surplus funds generated from operations will be distributed to this reserve. The amount contributed to this reserve at June 30, 2018 was \$4,437.

Additionally, the Senate approved \$5,000 for the Student Recreation Center equipment upgrades and \$1,000 for the Nelson Mandela Monument funded from the reserve in the 2017/18 fiscal year.

- d. Fund Balance  
The balance of this fund on June 30, 2018 was \$493,583.
- e. Composition of Fund Balance

Cash	\$ 633,986
Accounts Receivable, net	6,413
Prepaid Expenses	5,118
Fixed Assets	<u>0</u>
	645,517
Less: Current Liabilities	<u>(151,934)</u>
	<u>\$ 493,583</u>

## DESIGNATED FUND RESERVE

### Capital Replacement Reserve

- a. Description  
The Capital Replacement Reserve exists to ensure that Associated Students can cover the repair or replacement cost of existing assets, such as major equipment and facilities.
- b. Minimum Reserve Requirement  
The minimum account balance for this reserve is \$50,000.
- c. Contribution Method  
Annually, 25% of any surplus funds generated from operations will be distributed to this reserve. The amount contributed to this reserve at June 30, 2018 was \$4,437.
- d. Fund Balance  
The balance of this fund on June 30, 2018 was \$55,222.
- e. Composition of Fund Balance

Cash

\$ 55,222

## DESIGNATED FUND RESERVE

### Planned Future Operations Reserve

a. Description

The Planned Future Operations Reserve exists to provide Associated Students with a source of funds for major projects, programs, or partnerships which have been recognized as within the mission of Associated Students and of the campus.

b. Minimum Reserve Requirement

The minimum account balance for this reserve is \$50,000.

c. Contribution Method

Annually, 50% of any surplus funds generated from operations will be distributed to this reserve. The amount contributed to this reserve at June 30, 2018 was \$8,873.

The Senate has approved \$20,000 for the Peach Garden Benches and \$85,000 for the ASI Impact Grant to be funded from the Planned Future Operations Reserve in the 2018/19 fiscal year.

d. Fund Balance

The balance of this fund on June 30, 2018 was \$204,444.

e. Composition of Fund Balance

Cash

\$ 204,444



## DESIGNATED FUND RESERVE

### Club Reserves

- f. Description  
The Club Reserves exists to provide Associated Students Student Organizations .
- g. Minimum Reserve Requirement  
There is no minimum account balance for this reserve.
- h. Contribution Method  
Annually, any surplus/deficit from student club activities will be distributed to this reserve. The amount contributed to this reserve at June 30, 2018 was \$12,291.
- i. Fund Balance  
The balance of this fund on June 30, 2018 was \$189,769.
- j. Composition of Fund Balance
- |      |                   |
|------|-------------------|
| Cash | <u>\$ 189,769</u> |
|------|-------------------|