

# **Financial Statements and Supplemental Information**

Years Ended June 30, 2016 and 2015



# ASSOCIATED STUDENTS, INC. OF CALIFORNIA STATE UNIVERSITY SAN MARCOS Financial Statements and Supplemental Information Years Ended June 30, 2016 and 2015

	<u>Page</u>
Independent Auditors' Report	1
Financial Statements:	
Statements of Financial Position	3
Statements of Activities	4
Statements of Functional Expenses	5
Statements of Cash Flows	7
Notes to Financial Statements	8
Supplemental Information:	
Schedule of Net Position	13
Schedule of Revenues, Expenses, and Changes in Net Position	14
Other Information	15

CPAS AND BUSINESS CONSULTANTS



#### **INDEPENDENT AUDITORS' REPORT**

To the Board of Directors of Associated Students, Inc. of California State University San Marcos

We have audited the accompanying financial statements of Associated Students, Inc. of California State San Marcos (a nonprofit organization), which comprise the statements of financial position as of June 30, 2016 and 2015, and the related statements of activities, functional expenses, 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

JAKT

Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits 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 entity'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 entity'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.

#### Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Associated Students, Inc. of California State University San Marcos as of June 30, 2016 and 2015, 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.

#### **Other Matter**

Our audits were conducted for the purpose of forming an opinion on the financial statements as a whole. The supplementary information included on pages 13-21 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 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.

AKT LLP

San Diego, California September 21, 2016

Statements of Financial Position June 30, 2016 and 2015

		2016		2015
ASSETS Current Assets:				
Cash	\$	83,452	¢	66,851
Restricted cash	ψ	153,231	Ψ	108,392
Due from related parties		692,891		685,519
Other receivable		-		16,954
Total Current Assets		929,574		877,716
Property and Equipment, net of accumulated depreciation		49,258		40,421
Deposits		3,000		3,000
Total Assets	\$	981,832	\$	921,137
LIABILITIES AND NET ASSETS				
Current Liabilities:				
Fund held for others	\$	153,231	\$	108,392
Accounts payable		164,672		98,916
Obligations under capital lease, current portion		4,021		2,619
Deferred revenue		112,014	· _	79,623
Total Current Liabilities		433,938		289,550
Obligations under capital lease, net of current portion		18,996		-
Total Liabilities		452,934		289,550
Net Assets, unrestricted		528,898		631,587
Total Liabilities and Net Assets	\$	981,832	\$	921,137

#### Statements of Activities

Years Ended June 30, 2016 and 2015

	-	2016		2015
Unrestricted Revenue and Support: Student tuition fees Less scholarship allowance	\$	1,316,332 -	\$	1,246,861 (12,812)
Total student tuition and fees		1,316,332		1,234,049
Interest income Other income	_	7,906 122,131	•	5,025 110,670
Total Unrestricted Revenue and Support		1,446,369		1,349,744
Expenses:				
Program services - committee programs		825,108		681,231
Management and general	_	723,950		678,437
Total Expenses	-	1,549,058	•	1,359,668
Change in Net Assets		(102,689)		(9,924)
Net Assets, beginning	-	631,587		641,511
Net Assets, ending	\$	528,898	\$	631,587

# **Statement of Functional Expenses** Year Ended June 30, 2016

	_	Program Services		Management and General		Total Expenses
Accounting and legal	\$	-	\$	151,538	\$	151,538
Bank fees	•	122	·	2,116	·	2,238
Benefits		-		57,001		57,001
Contract Services		-		2,500		2,500
Contract Services admin fee, UARSC		-		56,461		56,461
Depreciation		-		17,585		17,585
Insurance		-		9,650		9,650
Interest		-		801		801
Membership and dues		-		500		500
Office and other supplies		64		14,686		14,750
Other		-		2,452		2,452
Payroll processing		542,893		171,621		714,514
Postage		-		466		466
Professional development		-		12,719		12,719
Programming and student activities		247,036		5,515		252,551
Other rental and lease equipment		11,713		5,997		17,710
Other taxes and licenses		160		81		241
Rent		-		82,664		82,664
Salaries		-		115,300		115,300
Relocation (Non Faculty)		360		3,955		4,315
Telephone		-		5,795		5,795
Transportation and conference	_	22,760	-	4,547		27,307
	\$_	825,108	\$	723,950	\$	1,549,058

# **Statement of Functional Expenses** Year Ended June 30, 2015

	_	Program Services	<b>.</b>	Management and General	 Total Expenses
Accounting and legal	\$	-	\$	148,431	\$ 148,431
Advertisements		106		330	436
Bank fees		907		800	1,707
Benefits		-		46,787	46,787
Contract services admin fee, UARSC		-		46,903	46,903
Depreciation		531		16,560	17,091
Insurance		-		11,058	11,058
Interest charges		-		432	432
Membership and dues		7,458		1,000	8,458
Office and other supplies		806		12,192	12,998
Other		8		1,804	1,812
Payroll processing		436,210		164,776	600,986
Postage		-		438	438
Professional development		94		5,160	5,254
Programming and student activities		220,214		1,126	221,340
Other rental and lease equipment		-		25,041	25,041
Other taxes and licenses		-		170	170
Rent		-		81,846	81,846
Salaries		-		99,924	99,924
Relocation (Non Faculty)		2,247		4,154	6,401
Telephone		-		5,511	5,511
Transportation and conference	_	12,650		3,994	 16,644
	\$ _	681,231	\$	678,437	\$ 1,359,668

#### Statements of Cash Flows

Years Ended June 30, 2016 and 2015

		2016	2015
Cash Flows from Operating Activities: Change in net assets	\$	(102,689) \$	6 (9,924)
Adjustments to reconcile change in net assets to net cash provided by operating activities:	Ŧ	( - ) ) -	(-,-,
Depreciation Changes in operating assets and liabilities:		17,585	17,091
Due from related parties		(7,372)	33,965
Other receivables		16,954	(12,924)
Accounts payable		65,756	26,913
Deferred revenue		32,391	15,847
Net Cash Provided by Operating Activities		22,625	70,968
Cash Flows Used by Investing Activities:			
Purchases of equipment		(2,319)	(2,181)
Cash Flows Used by Financing Activities:			
Payments on capital lease obligation		(3,705)	(3,636)
Net Increase in Cash		16,601	65,151
Cash, beginning	_	66,851	1,700
Cash, ending	\$	83,452	66,851
Cash and Restricted Cash, beginning	\$	175,243 \$	5 1,700
Net increase in unrestricted cash		16,601	65,151
Increase in funds held for others		44,839	108,392
Cash and Restricted Cash, ending	\$ _	236,683 \$	175,243
Cash	<u></u>	00 450 (	66.954
Cash Restricted Cash	\$	83,452 \$ 153,231	66,851 108,392
		100,201	100,002
Total Cash and Restricted Cash	\$	236,683 \$	175,243
Supplemental Disclosures of Cash Flow Information: Cash payments for interest	\$	801 \$	6 432
Supplemental Disclosures of Noncash Investing and Financing Activities: Property and Equipment financed with long-term debt	\$	24,103 \$	) <u> </u>

# Notes to Financial Statements

Years Ended June 30, 2016 and 2015

#### Note 1 – Organization and Summary of Significant Accounting Policies

#### Nature of Activities

The Associated Students, Inc. of California State University San Marcos (Organization) is a non-profit California corporation organized in 1994 as an auxiliary organization to California State University San Marcos (University) operated in accordance with the General Nonprofit Corporation Law of the State of California. The Organization administers various student programs and activities. Student activity fees and other revenues are collected for the support of student-related programs and for the acquisition of assets that benefit the student body.

The Organization's financial statements are included as a component unit of the University's annual generalpurpose financial statements. This is required by government accounting standards that apply to the University.

#### **Related Parties**

The Organization is related to other auxiliaries of the University, including University Auxiliary and Research Services Corporation (UARSC), San Marcos University Corporation (UCorp), and California State University San Marcos Foundation (Foundation). These auxiliaries and the University periodically provide various services to one another.

#### **Basis of Presentation**

The Organization reports information regarding its financial position and activities according to the three classes of net assets: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets.

- Unrestricted net assets represent expendable funds available for operations, which are not otherwise limited by donor restrictions.
- Temporarily restricted net assets consist of contributed funds subject to donor-imposed restrictions contingent upon specific performance of a future event or a specific passage of time before the Organization may spend the funds.
- Permanently restricted net assets are subject to irrevocable donor restrictions requiring that the assets be maintained in perpetuity usually for the purpose of generating investment income to fund current operations.

As of June 30, 2016 and 2015, all of the Organization's net assets were classified as unrestricted. Unrestricted net assets represent funds that are fully available, at the discretion of management and the Associated Students Council, for the Organization to utilize in any of its programs or services.

#### Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

#### Income Taxes

The Organization is a qualified nonprofit organization that is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code and Section 23701(d) of the California Revenue and Taxation Code. However, the Organization remains subject to taxes on any net income which is derived from a trade or business regularly carried on and unrelated to its exempt purpose.

The Organization follows accounting standards generally accepted in the United States of America related to the recognition of uncertain tax positions. The Organization recognizes accrued interest and penalties associated with uncertain tax positions as part of the statement of activities, when applicable. Management has determined that the Organization has no uncertain tax positions as of June 30, 2016 and 2015 and therefore no amounts have been accrued.

#### ASSOCIATED STUDENTS, INC. OF CALIFORNIA STATE UNIVERSITY SAN MARCOS Notes to Financial Statements

Years Ended June 30, 2016 and 2015

#### Note 1 – Organization and Summary of Significant Accounting Policies, continued

#### Property and Equipment

The Organization capitalizes all expenditures for property and equipment in excess of \$1,500. Equipment and improvements are recorded at cost or at estimated fair value at date of gift if donated. Expenditures for maintenance and repairs are charged against operations. Depreciation is provided on a straight-line basis over the estimated useful lives of the assets of 5 years.

#### **Deferred Revenue**

Deferred revenue represents the portion of student activity fees collected for the summer and fall sessions applicable to the next fiscal year.

#### Fund Held for Others

The Organization holds funds for on-campus clubs to fund club activities. These monies can be drawn upon at any time by the on-campus clubs and are recognized as liability. These corresponding assets related to these funds are included in restricted cash on the statements of financial position for the years ended June 30, 2016 and 2015.

#### Revenue

Each matriculated student of the University was required to pay \$50 per semester during the spring, fall, and summer semesters for an associated student body fee for the years ended June 30, 2016 and 2015. Extended education students paid \$50 per semester for the years ended June 30, 2016 and 2015. These payments support the Organization's operations and are collected by the University Business Office and remitted to the Organization, at which time they are recorded as revenue.

#### Fair Value Measurements

The carrying value of cash, receivables, and payables approximates fair value as of June 30, 2016, due to the relative short maturities of these instruments.

#### Subsequent Events

The Organization has evaluated subsequent events through September 21, 2016, which is the date the financial statements were available to be issued. Management is not aware of any events that have occurred subsequent to June 30, 2016 that would require adjustments to, or disclosures in the financial statements.

#### Note 2 – Concentrations of Credit Risk

The Organization maintains an account at a financial institution with funds insured by the Federal Deposit Insurance Corporation (FDIC). The Organization account at this institution may, at times, exceed FDIC-insured limits of up to \$250,000. The Organization has not experienced any such losses in these accounts..

#### Note 3 – Property and Equipment

Property and equipment consist of the following:

	-	2016	_	2015
Equipment	\$	115,010	\$	104,785
Less accumulated depreciation	-	(65,752)	_	(64,364)
	\$	49,258	\$	40,421

#### Note 3 – Property and Equipment, continued

The total cost basis of equipment under capital leases as of June 30, 2016 and 2015 was \$24,103 and \$16,197, respectively. Accumulated depreciation associated with these assets as of June 30, 2016 and 2015 was \$1,086 and \$16,197, respectively.

#### Note 4 – Operating Leases

The Organization entered into a lease with UCorp as of January 2014 to lease spaces in the Student Union, which expired June 30, 2016. As consideration for the leased space from UCorp, the Organization operates student programs with the space leased in the Student Union. This relationship is recognized as \$82,664 and \$81,845 of in-kind revenue and expense shown within other income and management and general expenses on the statements of activities for the years ended June 30, 2016 and 2015, respectively. Total rent for each of the years ended June 30, 2016 and 2015 was \$82,664 and \$81,845, respectively. The lease was renewed starting July 1, 2016 and will continue until June 30, 2026.

The Organization leased equipment under non-cancelable leases which expired at various times through March 2016. The Organization also leased equipment under month-to-month lease agreements. Rent expense associated with equipment leases was \$3,188 and \$9,389 for the years ended June 30, 2016 and 2015, respectively.

#### Note 5 – Capital leases

The Organization has acquired certain equipment under capital leases. The future minimum lease payments as of June 30, 2016 are due as follows:

Year Ending June 30,	
2017	\$ 6,188
2018	6,188
2019	6,188
2020	6,188
2021	4,291
Thereafter	 -
Total minimum lease payments	29,043
Less amount representing interest	 (6,027)
Present value of net minimum lease payments	\$ 23,016

#### Note 6 – Transactions with Related Parties

The Organization receives services from and provides services to the University and related parties including UCorp and UARSC. In July 2010, the Organization entered into a payroll and employment services agreement with UARSC under which all of the Organization's personnel became employees of UARSC. The Organization pays UARSC the costs and fees of providing payroll and benefits along with an administrative fee. The original term of the agreement was one year, but it renews automatically unless either party gives three months' written notice.

#### Note 6 - Transactions with Related Parties, continued

The Organization holds assets for various student organizations as well. UARSC provides payroll process and related services to the Organization. Therefore, related party transactions include payables, receivables, payments to and payments from these organizations.

Excess money of the Organization is held by the University in a pooled investment account. The amount held on behalf of the Organization and its proportional share of investment income is included in due from related parties.

Related party transactions are as follows:

			 2016		2015
Related Party	Description	Reported in			
Expenses to:					
University	Accounting, personnel services, and reimbursed costs	Programs / Student Activities	\$ 383,378	\$	322,612
UARSC	Payroll processing, administrative	Payroll expenses	779,725		647,889
Foundation	Student program costs	Various expenses	750		-
UCorp	Student program costs and other	Various expenses	 57,595	_	70,565
			\$ 1,221,448	\$_	1,041,066
Revenues from:					
University	Services, space, and programs	Other income and expenses	\$ 17,819	\$	6,861
University	Proportionate share of investment return	Investment income	7,906		5,025
Foundation	Various student organizations	Other income	21,589		-
UARSC	Student program costs	Other income	8,931		5,568
UCorp	Student program costs	Other income	 2,552	_	1,742
			\$ 58,798	\$_	19,196
Due from:					
University	Pooled investment account, Level 1 investments	Due from affiliates	688,743		685,519
University	Cost reimbursements	Due from affiliates	4,148		-
			\$ 692,891	\$	685,519
Due to:					
University	Reimbursed services	Accounts payable	\$ 20,974	\$	12,771
Foundation	Various expenses	Accounts payable	-		5,038
UCorp	Student program costs and other	Accounts payable	965		17,524
UARSC	Payroll processing and administration fees	Accounts payable	115,787		63,583
			\$ 137,726	\$	98,916

#### **Notes to Financial Statements**

Years Ended June 30, 2016 and 2015

#### Note 7 – Functional Allocation of Expenses

The costs of providing the various programs and other activities have been summarized on a functional basis in the statements of activities. Accordingly, certain costs have been allocated among the programs and supporting services benefited.

SUPPLEMENTAL INFORMATION

# Associated Students, Inc. of California State University San Marcos Schedule of Net Position

June 30, 2016

### (for inclusion in the California State University)

(for inclusion in the California State University)		
Assets:		
Current assets: Cash and cash equivalents	\$	83,452
Short-term investments	Ψ	
Accounts receivable, net		692,891
Leases receivable, current portion		-
Notes receivable, current portion Pledges receivable, net		-
Prepaid expenses and other current assets		-
Restricted cash and cash equivalents		-
Total current assets		776,343
Noncurrent assets:		152 001
Restricted cash and cash equivalents Accounts receivable, net		153,231
Leases 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		49,258
Other assets		3,000
Total noncurrent assets		205,489
Total assets Deferred outflows of resources:	-	981,832
Unamortized loss on debt refunding		-
Net pension obligation		-
Others		-
Total deferred outflows of resources		-
Liabilities: Current liabilities:		
Accounts payable		144,678
Accrued salaries and benefits		-
Accrued compensated absences, current portion		19,994
Unearned revenue		112,014
Capitalized lease obligations, current portion Long-term debt obligations, current portion		4,021
Claims Liability for losses and LAE - current portion		-
Depository accounts		-
Other liabilities	-	153,231
Total current liabilities		433,938
Noncurrent liabilities:		
Accrued compensated absences, net of current portion		-
Unearned revenue		-
Grants refundable		-
Capitalized lease obligations, net of current portion Long-term debt obligations, net of current portion		18,996 -
Claims Liability for losses and loss adjustment expenses,		-
net of current portion		
Depository accounts		-
Other postemployment benefits obligation Pension obligation		-
Other liabilities		-
Total noncurrent liabilities	-	18,996
Total liabilities		452,934
Deferred inflows of resources:		
Service concession arrangements Net pension liability		-
Unamortized gain on debt refunding		-
Nonexchange transactions		-
Others	-	-
Total deferred inflows of resources Net Position:		-
Net investment in capital assets		26,241
Restricted for:		-,
Nonexpendable – endowments		-
Expendable:		
Scholarships and fellowships Research		-
Loans		-
Capital projects		-
Debt service		-
Other Unrestricted		-
Total net position	\$	502,657 528,898
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# Associated Students, Inc. of California State University San Marcos Schedules of Revenues, Expenses, and Changes in Net Position Year Ended June 30, 2016

(for inclusion in the California State University)

Revenues:		
Operating revenues:		
Student tuition and fees (net of scholarship allowances of \$_)	\$	1,316,332
Grants and contracts, noncapital:		
Federal		-
State		-
Local		-
Nongovernmental		-
Sales and services of educational activities		-
Sales and services of auxiliary enterprises (net of scholarship		
allowances of \$)		-
Other operating revenues		122,131
Total operating revenues	_	1,438,463
Expenses:	_	
Operating expenses:		
Instruction		-
Research		-
Public service		-
Academic support		-
Student services		247,036
Institutional support		-
Operation and maintenance of plant		-
Student grants and scholarships		-
Auxiliary enterprise expenses		1,284,437
Depreciation and amortization		17,585
Total operating expenses	—	1,549,058
Operating income (loss)		(110,595)
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		7,906
Endowment income (loss), net		-
Interest expenses		-
Other nonoperating revenues (expenses)		-
Net nonoperating revenues (expenses)		7,906
Income (loss) before other revenues (expenses)		(102,689)
State appropriations, capital		-
Grants and gifts, capital		-
Additions (reductions) to permanent endowments	_	-
Increase (decrease) in net position		(102,689)
Net position:		
Net position at beginning of year, as previously reported		631,587
Restatements	_	-
Net position at beginning of year, as restated	- <del>-</del>	631,587
Net position at end of year	\$ _	528,898

Other Information

#### June 30, 2016

(for inclusion in the California State University)

#### 1 Restricted cash and cash equivalents at June 30, 2016:

Portion of restricted cash and cash equivalents related to endowments All other restricted cash and cash equivalents

Total restricted cash and cash equivalents

\$ -
 153,231
\$ 153,231
·

#### 2.1 Composition of investments at June 30, 2016:

	Current	Current		Noncurrent	Noncurrent	Total	
	Unrestricted	Restricted	Total Current	Unrestricted	Restricted	Noncurrent	Total
State of California Surplus Money Investment Fund (SMIF)	\$ -	-	-	-	-	-	
State of California Local Agency Investment Fund (LAIF)	-	-	-	-	-	-	
Corporate bonds	-	-	-	-		-	
Certificates of deposit	-	-	-	-	-	-	
Mutual funds	-	-	-	-	-	-	
Money Market funds	-	-	-	-	-	-	
Repurchase agreements	-	-	-	-	-	-	
Commercial paper	-	-	-	-	-	-	
Asset backed securities	-	-	-	-	-	-	
Mortgage backed securties	-	-	-	-	-	-	
Municipal bonds	-	-	-	-	-	-	
U.S. agency securities	-	-	-	-	-	-	
U.S. treasury securities	-	-	-	-	-	-	
Equity securities							
Exchange traded funds (ETFs)	-	-	-	-	-	-	
Alternative investments:							
Private equity (including limited partnerships)	-	-	-	-	-	-	
Hedge funds	-	-	-	-	-	-	
Managed futures	-	-	-	-	-	-	
Real estate investments (including REITs)	-	-	-	-	-	-	
Commodities	-	-	-	-	-	-	
Derivatives	-	-	-	-	-	-	
Other alternative investment types	-	-	-	-	-	-	
Other external investment pools (excluding SWIFT)							
Add description	-	-	-	-	-	-	
Add description	-	-	-	-	-	-	
Add description	-	-	-	-	-	-	
Add description	-	-	-	-	-	-	
Add description	-	-	-	-	-	-	
Add description	-	-	-	-	-	-	
Other major investments:						-	
Add description	-	-	-	-	-	-	
Add description	-	-	-	-	-	-	
Add description	-	-	-	-	-	-	
Add description	-	-	-	-	-	-	
Add description	-	-	-	-	-	-	
Add description	-	-	-	-	-	-	
Total investments							
Less endowment investments (enter as negative number)							
Total investments						. <u> </u>	

#### 2.2 Investments held by the University under contractual agreements at June 30, 2016:

Portion of investments in note 2.1 held by the University under contractual

Tortion of inteotine in note 2.1 note by the entitlety and	ior contractaar							
agreements at June 30, 2016:	\$	-	-	-	-	-	-	-

# Associated Students, Inc. of California State University San Marcos Other Information

June 30, 2016 

2.3 Restricted current investments at June 30, 2016 related to:	_	Amount
Add description	\$	-
Add description		-
Total restricted current investments at June 30, 2016	\$	-
2.4 Restricted noncurrent investments at June 30, 2016 related to:		Amount
Endowment investment	\$	-
Add description		-
Total restricted noncurrent investments at June 30, 2016	\$	_

#### Associated Students, Inc. of California State University San Marcos Other Information June 30, 2016 (for inclusion in the California State University)

#### 2.5 Fair value hierarchy in investments at June 30, 2016:

Fair	Value	Measurements Using
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				····· <b>J</b>	
	Total	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)	NetAssetValue (NAV)
State of California Surplus Money Investment Fund (SMIF \$	-	-	-	-	-
State of California Local Agency Investment Fund (LAIF)	-	-	-	-	-
Corporate bonds	-	-	-	-	-
Certificates of deposit	-	-	-	-	-
Mutual funds	-	-	-	-	-
Money Market funds	-	-	-	-	-
Repurchase agreements	-	-	-	-	-
Commercial paper	-	-	-	-	-
Asset backed securities	-	-	-	-	-
Mortgage backed securities	-	-	-	-	-
Municipal bonds	-	-	-	-	-
U.S. agency securities	-	-	-	-	-
U.S. treasury securities	-	-	-	-	-
Equity securities	-	-	-	-	-
Exchange traded funds (ETFs)	-	-	-	-	-
Alternative investments:					
Private equity (including limited partnerships)	-	-	-	-	-
Hedge funds	-	-	-	-	-
Managed futures	-	-	-	-	-
Real estate investments (including REITs)	-	-	-	-	-
Commodities	-	-	-	-	-
Derivatives	-	-	-	-	-
Other alternative investment types	-	-	-	-	-
Other external investment pools (excluding SWIFT)					
Add description	-	-	-	-	-
Add description	-	-	-	-	-
Add description	-	-	-	-	-
Add description	-	-	-	-	-
Add description	-	-	-	-	-
Add description	-	-	-	-	-
Other major investments:					
Add description	-	-	-	-	-
Add description	-	-	-	-	-
Add description	-	-	-	-	-
Add description	-	-	-	-	-
Add description	-	-	-	-	-
Add description	-	-	-	-	-
Total investments	-	-			

#### Other Information June 30, 2016 (for inclusion in the California State University)

#### 3.1 Composition of capital assets at June 30, 2016:

	Balance June 30, 2015	Prior period Adjustments	Reclassifications	Balance June 30, 2015 (restated)	Additions	Reductions	Transfers of Completed CWIP	Balance June 30, 2016
Nondepreciable/nonamortizable 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							-	
Internally generated intangible assets in progress	-	-	-	-	-	_	-	-
Licenses and permits	-	-	-	-			-	-
Other intangible assets:								
, i i i i i i i i i i i i i i i i i i i	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-
Total intangible assets			-				-	-
Total nondepreciable/nonamortizable capital assets	-	-	-	-	-	-	-	-
Depreciable/amortizable capital assets:								
Buildings and building improvements Improvements, other than buildings	-	-	-	-	-		-	-
Infrastructure	-	-	-	-	-	-	-	-
Leasehold improvements			-				-	
Personal property:								
Equipment	104,785	-	-	104,785	26,422	(16,197)	-	115,010
Library books and materials	-	-	-	-	-	-	-	-
Intangible assets:								
Software and websites	-	-	-	-	-	-	-	-
Rights and easements	-	-	-	-	-	-	-	-
Patents, copyright and trademarks	-	-	-	-			-	-
Licenses and permits	-	-	-	-	-	-	-	-
Other intangible assets:								
Add description Add description	-	-	-	-	-	-	-	-
Add description	-	-	-	-	-	-	-	-
Add description	-	-	-	-	-	-	-	-
Add description	-	-	-	-	-	_	-	-
Total intangible assets	-	-	-	-			-	-
Total depreciable/amortizable capital assets	104,785			104,785	26,422	(16,197)	-	115,010
Total capital assets	104,785			104,785	26,422	(16,197)	-	115,010
Less accumulated depreciation/amortization:								
Buildings and building improvements	-	-	-	-	-	-	-	-
Improvements, other than buildings	-	-	-	-	-	-	-	-
Infrastructure	-	-	-	-	-	-	-	-
Leasehold improvements	-	-	-	-	-	-	-	-
Personal property: Equipment	(64,364)			(64,364)	(17,585)	16,197		(65,752)
Library books and materials	(64,364)		-	(64,364)	(17,565)	10,197	-	(05,752)
Intangible assets:								
Software and websites	-	-	-	-	-	-	-	-
Rights and easements	-	-	-	-	-	-	-	-
Patents, copyright and trademarks	-	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-	-
Other intangible assets:								
Add description	-	-	-	-	-	-	-	-
Add description	-	-	-	-			-	-
Add description	-	-	-	-	-	-	-	-
Add description	-	-	-	-	-	-	-	-
Add description	-	-	-	-	-	-	-	-
Total intangible assets Total accumulated depreciation/amortization	-	·		(64.204)	(17,585)	- 16 107	-	(65,752)
Total accumulated depreciation/amortization	\$ (64,364) \$ 40,421			(64,364) 40,421	(17,585) 8,837	16,197	<u> </u>	49,258
Total papital assocs, not	+ 40,421	·		127,07	0,007	· · · · ·	-	+5,200

3.2 Detail of depreciation and amortization expense for the year ended June 30, 2016: Depreciation and amortization expense related to capital assets \$ Amortization expense related to other assets Total depreciation and amortization \$

17,585 17,585

#### Other Information June 30, 2016

(for inclusion in the California State University)

4 Long-term liabilities activity schedule:

				Balance					
	Balance	Prior period		June 30, 2015			Balance	Current	Long-term
	June 30, 2015	adjustments	Reclassifications	(restated)	Additions	Reductions	June 30, 2016	portion	portion
Accrued compensated absences	\$ -		-		19,994	-	19,994	19,994	-
Claims Liability for losses and loss adjustment expenses									
Capitalized lease obligations:									
Gross balance	2,619			2,619	23,017	(2,619)	23,017	4,021	18,996
obligations			-		-	-			-
Total capitalized lease obligations	2,619	-	-	2,619	23,017	(2,619)	23,017	4,021	18,996
Long-term debt obligations:									
Auxiliary revenue bonds	-	-	-	-	-	-	-	-	-
Commercial Paper	-	-	-	-	-	-	-	-	-
Note Payable related to SRB	-	-	-	-	-	-	-	-	-
Others: (list by type)									
Add description	-	-	-	-	-	-	-	-	-
Add description	-	-	-	-	-	-	-	-	-
Add description	-	-	-	-	-	-	-	-	-
Add description	-	-	-	-	-	-	-	-	-
Add description	-	-	-	-	-	-	-	-	-
Add description			-		-	-		-	-
Total long-term debt obligations		·				·		-	-
Unamortized bond premium / (discount)	-	-	-	-	-	-	-		-
Total long-term debt obligations, net					-				-
Total long-term liabilities	\$ 2,619		-	2,619	43,011	(2,619)	43,011	24,015	18,996

#### 5 Future minimum lease payments - capital lease obligations:

	Capitalized	lease obligations	related to SRB	All other c	apitalized lease o	bligations	Total ca	bligations	
			Principal and			Principal and			Principal and
	Principal Only	Interest Only	Interest	Principal Only	Interest Only	Interest	Principal Only	Interest Only	Interest
Year ending June 30:									
2017	-		-	4,021	2,167	6,188	4,021	2,167	6,188
2018	-		-	4,455	1,733	6,188	4,455	1,733	6,188
2019	-		-	4,936	1,252	6,188	4,936	1,252	6,188
2020	-		-	5,469	719	6,188	5,469	719	6,188
2021	-		-	4,136	156	4,292	4,136	156	4,292
2022 - 2026	-		-	-	-	-	-	-	
2027 - 2031	-		-	-	-	-	-	-	
2032 - 2036	-		-	-	-	-	-	-	
2037 - 2041	-		-	-	-	-	-	-	
2042 - 2046	-		-	-	-	-	-	-	
2047 - 2051	-	-	-	-	-	-	-	-	-
2052 - 2056	-		-	-	-	-	-	-	
2057 - 2061	-		-	-	-	-	-	-	-
2062 - 2066			-				-		
Total minimum lease payments		<u> </u>	-	23,017	6,027	29,044	23,017	6,027	29,044
Less amounts representing interest									(6,027)
Present value of future minimum lease payment	ents								23,017
Unamortized net premium (discount)									
Total capitalized lease obligations									23,017
Less: current portion									(4,021)
Capitalized lease obligation, net of current	nt portion							:	\$ 18,996

#### 6 Long-term debt obligation schedule

					All other long-tern	n			
		uxiliary revenue b	onds		debt obligations		Total lo	ong-term debt obl	gations
			Principal and			Principal and			Principal and
	Principal Only	Interest Only	Interest	Principal Only	Interest Only	Interest	Principal Only	Interest Only	Interest
Year ending June 30:									
2017	\$ -	-	-			-		-	-
2018		-	-			-		-	-
2019		-	-			-		-	-
2020		-	-		-	-		-	-
2021		-	-		-	-		-	-
2022 - 2026		-	-		-	-		-	-
2027 - 2031		-	-		-	-		-	-
2032 - 2036		-	-		-	-		-	-
2037 - 2041		-	-		-	-		-	-
2042 - 2046		-	-		-	-		-	-
2047 - 2051		-	-		-	-		-	-
2052 - 2056		-	-		-	-		-	-
2057 - 2061		-	-		-	-		-	-
2062 - 2066	<u> </u>	<u> </u>	-	-	<u> </u>	-	<u> </u>		-
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 curre	nt portion								\$

# Other Information

June 30, 2016

(for inclusion in the California State University)

#### 7 Calculation of net position

7	Calculation of net position			
	7.1 Calculation of net position - net investment in capital assets			
	Capital assets, net of accumulated depreciation	\$	49,258	
	Capitalized lease obligations, current portion		(4,021)	
	Capitalized lease obligations, net of current portion		(18,996)	
	Long-term debt obligations, current portion		-	
	Long-term debt obligations, net of current portion		-	
	Portion of outstanding debt that is unspent at year-end		-	
	Other adjustments: (please list)			
	Add description		-	
	Add description		-	
	Add description		_	
	Add description		_	
	Add description		_	
	Net position - net investment in capital asset	\$	26,241	
		Ф —	20,241	
	7.2 Calculation of net position - Restricted for nonexpendable - endowments			
	Portion of restricted cash and cash equivalents related to endowments	\$		
	Endowment investments	φ	-	
			-	
	Other adjustments: (please list)			
	Add description		-	
	Add description		-	
	Add description		-	
	Add description		-	
	Add description		-	
	Add description		-	
	Add description		-	
	Add description		-	
	Add description		-	
	Add description	. —	-	
	Net position - Restricted for nonexpendable - endowments per SNP	\$	-	
8	Transactions with related entities			
	Payments to University for salaries of University personnel working on contracts, grants, an Payments to University for other than salaries of University personnel Payments received from University for services, space, and programs 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 (enter as negative number) Other amounts (payable to) University (enter as negative number) Accounts receivable from University Other amounts receivable from University	nd other	programs	\$
9	Other postemployment benefits obligation (OPEB)			

Annual required contribution (ARC) Contributions during the year	\$ -
Increase (decrease) in net OPEB obligation (NOO) Other adjustments	-
NOO - beginning of year NOO - end of year	\$ -

Amount 151,913 223,261 10,447 -(20,974) -

Other Information

June 30, 2016

(for inclusion in the California State University) Pollution remediation liabilities under GASB Statement No. 49:

#### 10

escription		Ar	nount
Add description		\$	-
Add description			-
	Total pollution remediation liabilities	\$	-
	Less: current portion		-
	Pollution remedition liabilities, net of current portion		-

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

		Net Position	
		Class	Amount
			 Dr. (Cr.)
Net position as of June 30	2015, as previously reported		\$ 631,587
Prior period adjustments:			
1	(list description of each adjustment)		-
2	(list description of each adjustment)		-
3	(list description of each adjustment)		-
4	(list description of each adjustment)		-
5	(list description of each adjustment)		-
	(list description of each adjustment)		-
	(list description of each adjustment)		-
	(list description of each adjustment)		-
9	(list description of each adjustment)		-
10	(list description of each adjustment)		-
	Net position as of June 30, 2015, as restated		\$ 631,587

#### 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:		
1 (breakdown of adjusting journal entry)	-	
Net position class:		
2 (breakdown of adjusting journal entry)		
Net position class:		
3 (breakdown of adjusting journal entry)		
Net position class:		
4 (breakdown of adjusting journal entry)	-	
Net position class:		
5 (breakdown of adjusting journal entry)		
Net position class:		
6 (breakdown of adjusting journal entry)		
Net position class:		
7 (breakdown of adjusting journal entry)	-	
Net position class:		
8 (breakdown of adjusting journal entry)	-	
Net position class:		
9 (breakdown of adjusting journal entry)	-	
Net position class:		
10 (breakdown of adjusting journal entry)		