

Associated Students, Inc. of California State University San Marcos

Financial Statements and Supplemental Information
Years Ended June 30, 2016 and 2015
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## 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

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 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.

AKT LLP
San Diego, California
September 21, 2016

ASSOCIATED STUDENTS, INC. OF CALIFORNIA STATE UNIVERSITY SAN MARCOS
Statements of Financial Position
June 30, 2016 and 2015

|  | 2016 |  | 2015 |  |
| :---: | :---: | :---: | :---: | :---: |
| ASSETS |  |  |  |  |
| Current Assets: |  |  |  |  |
| Cash | \$ | 83,452 | \$ | 66,851 |
| Restricted cash |  | 153,231 |  | 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 |

ASSOCIATED STUDENTS, INC. OF CALIFORNIA STATE UNIVERSITY SAN MARCOS
Statements of Activities
Years Ended June 30, 2016 and 2015

|  | 2016 |  | 2015 |  |
| :---: | :---: | :---: | :---: | :---: |
| Unrestricted Revenue and Support: |  |  |  |  |
| Student tuition fees | \$ | 1,316,332 | \$ | 1,246,861 |
| Less scholarship allowance |  | - |  | $(12,812)$ |
| Total student tuition and fees |  | 1,316,332 |  | 1,234,049 |
| Interest income |  | 7,906 |  | 5,025 |
| Other income |  | 122,131 |  | 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 |

ASSOCIATED STUDENTS, INC. OF CALIFORNIA STATE UNIVERSITY SAN MARCOS
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 |

ASSOCIATED STUDENTS, INC. OF CALIFORNIA STATE UNIVERSITY SAN MARCOS
Statement of Functional Expenses
Year Ended June 30, 2015

|  | Program Services |  | 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 |


|  |  | 2016 |  | 2015 |
| :---: | :---: | :---: | :---: | :---: |
| Cash Flows from Operating Activities: |  |  |  |  |
| Change in net assets | \$ | $(102,689)$ | \$ | $(9,924)$ |
| Adjustments to reconcile change in net assets to net cash provided by operating activities: |  |  |  |  |
| Depreciation |  | 17,585 |  | 17,091 |
| Changes in operating assets and liabilities: |  |  |  |  |
| 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 | \$ | 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 | \$ | $\underline{\text { 175,243 }}$ |
| Cash | \$ | 83,452 | \$ | 66,851 |
| Restricted Cash |  | 153,231 |  | 108,392 |
| Total Cash and Restricted Cash | \$ | 236,683 | \$ | 175,243 |
| Supplemental Disclosures of Cash Flow Information: |  |  |  |  |
| Cash payments for interest | \$ | 801 | \$ | 432 |
| Supplemental Disclosures of Noncash Investing and Financing Activties: Property and Equipment financed with long-term debt | \$ | 24,103 | \$ |  |

## 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 |

# ASSOCIATED STUDENTS, INC. OF CALIFORNIA STATE UNIVERSITY SAN MARCOS 

Notes to Financial Statements
Years Ended June 30, 2016 and 2015

## 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.

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

## 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:

| Related Party | Description | $\underline{\text { Reported in }}$ | 2016 |  | 2015 |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  |  |  |  |  |  |
| Expenses to: University | Accounting, personnel senvices, 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 |

## ASSOCIATED STUDENTS, INC. OF CALIFORNIA STATE UNIVERSITY SAN MARCOS

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)
Assets:
Current assets:

| Cash and cash equivalents | $\$ 83,452$ |
| :--- | :--- |

Short-term investments
002
Accounts receivale,
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
$\begin{array}{r}-\quad- \\ \hline\end{array}$
Noncurrent assets:
Restricted cash and cash equivalents
153,231
Accounts receivable, net
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
Other assets
Total noncurrent assets
Total assets

| 49,258 |
| ---: |
| 3,000 |
| 205,489 |
| 981,832 |

Deferred outflows of resources:
Unamortized loss on debt refunding
Net pension obligation
Others
Total deferred outflows of resources $\qquad$
Liabilities:
Current liabilities:
Accounts payable
Accrued salaries and benefits
Accrued compensated absences, current portion 19,994
Unearned revenue 112,014
Capitalized lease obligations, current portion 4,021
Long-term debt obligations, current portion
Claims Liability for losses and LAE - current portion
Depository accounts
Other liabilities
Total current liabilities $\quad 433,938$
Noncurrent liabilities:
Accrued compensated absences, net of current portion
Unearned revenue
Grants refundable
$\begin{array}{ll}\text { Capitalized lease obligations, net of current portion } & 18,996\end{array}$
Long-term debt obligations, net of current portion
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
Total liabilities

| - |
| ---: |
| 18,996 |
| 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 senvice
Other
$\begin{array}{cccc}\text { Unrestricted } \\ & \text { Total net position } & \$ \frac{502,657}{528,898}\end{array}$

# 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 \$_)
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 \$ $\qquad$
Other operating revenues
122,131

Total operating revenues $\quad$| $1,438,463$ |
| :--- |

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
Total operating expenses
Total operating expenses
Operating income (loss)
17,585
1,549,058
$\begin{array}{r}1,549,058 \\ (110,595) \\ \hline\end{array}$
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)
Income (loss) before other revenues (expenses) $\quad(102,689)$
State appropriations, capital
Grants and gifts, capital
Additions (reductions) to permanent endowments
Increase (decrease) in net position
Net position:
Net position at beginning of year, as previously reported
631,587
Restatements
Net position at beginning of year, as restated
Net position at end of year


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

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

2.1 Composition of investments at June 30, 2016:

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 securitie

Equity securities
Exchange traded funds (ETFs)
Alternative investments:
Private equity (including limited partnerships)
Hedge funds
Managed futures
Real estate investments (including REITs)
oditie
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
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 agreements 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)
2.3 Restricted current investments at June 30, 2016 related to:

Add description
Add description
Add description
Add description
Add description
Add description
Add description
Total restricted current investments at June 30, 2016
2.4 Restricted noncurrent investments at June 30, 2016 related to:

Endowment investment
Add description
Add description
Add description
Add description
Add description
Add description
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)
Fair Value Measurements Using
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
Man

Total investments

See independent auditors' report

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

Other Information
June 30, 2016
(for inclusion in the California State University)
3.1 Composition of capital assets at June 30, 2016 .

Nondepreciable/nonamortizable capital assets:
Land and land improvements Land and land improvements
Works of art and historical tre
Works of art and historical treasures
Construction work in progress (CWIP)
Intangible assets:
Rights and easeme
Rights and easements
Patents, copyrights and trademarks Internally genererated intangible assets in progress Licenses and permits
Other intangible assets:

Total intangible assets
Total nondepreciable/nonamortizable capital assets
Dener Depreciable/amortizable capital assets:
Buildings and building improvements

Buildings and building improvements
Improvements, other than buildings
Inprovementris,
Leasehold improvements
Personal property:
Personal property:
Equipment
Library books and materials
Intangible assets:
Intangible assets:
Software and we
Sottware and websites
Rights and easements
Rights and easements
Patents, copyright and trademarks
Licenses and permits
Other intangible assets
Other intangible as
Add description
Add descriptiotion
Ad
Ada description
Add description
Add
Add description
Add description
Total intangible assets
Total depreciabble/amortizable capital assets
Total capital assets
Less accumulated depreciation/amo
Less accumulated depreciationnamortizaa
Buildings and building improvements
Improvements, other than buildings
Infrastructure
Leasehold improvement
Personal property:
Equipment
Equipment
Library books and materials
Intangible assets:
Software and websites
Rights and easements
Patents, copyright and trademarks
Patents, copyright and tradem
Licenses and permits
Other intangible assets:
Add description
Add description
Add description
Add description
Add description
Add description
Total intangible assets
Total accumulated de
Total accumulated depreciation/amortization
Total capital assets,
Total accumulated depre
Total capital assets, net
3.2 Detail of depreciation and amortization expense for the year ended June 30 , 2016

$\begin{array}{llll}\text { Depreciation and amortization expense related to capital assets } & \underset{\$}{\text { Den }} & \text { 2016: } & \text { 17,585 }\end{array}$
Amortization expense related to other assets
Total depreciation and amortization
\$ ${ }^{17,585}$

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

Other Information
June 30, 2016
(for inclusion in the California State University)
4 Long-term liabilities activity schedule:

|  | $\begin{gathered} \text { Balance } \\ \text { June } 30,2015 \\ \hline \end{gathered}$ |  | Prior period adjustments | Reclassifications | Balance June 30, 2015 (restated) | Additions | Reductions | $\begin{gathered} \text { Balance } \\ \text { June 30, } 2016 \\ \hline \end{gathered}$ | Current portion | Long-term 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 |  | - | - | - | - | - | $\cdot$ | - | - | - |
| 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 capitalized lease obligations |  |  | Total capitalized lease obligations |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  | Principal Only | Interest Only | Principal and Interest | Principal Only | Interest Only | Principal and Interest | Principal Only | Interest Only | Principal and 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 | - | - | - | 23,017 | 6,027 | 29,044 | 23,017 | 6,027 | 29,044 |
|  | Less amounts representing interest |  |  |  |  |  |  |  |  | $(6,027)$ |
| Present value of future minimum lease payments |  |  |  |  |  |  |  |  |  | 23,017 |
| Unamortized net premium (discount) |  |  |  |  |  |  |  |  |  | - |
| Total capitalized lease obligations |  |  |  |  |  |  |  |  |  | 23,017 |
| Less: current portion |  |  |  |  |  |  |  |  |  | $(4,021)$ |
| Capitalized lease obligation, net of current portion |  |  |  |  |  |  |  |  |  | 18,996 |

6 Long-term debt obligation schedule


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

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

## 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 |

7.2 Calculation of net position - Restricted for nonexpendable - endowments
Portion of restricted cash and cash equivalents related to endowments
Endowment investments
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

|  | Amount |
| :--- | ---: |
| Payments to University for salaries of University personnel working on contracts, grants, and other programs | 151,913 |
| Payments to University for other than salaries of University personnel | 223,261 |
| Payments received from University for services, space, and programs | 10,447 |
| 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) | $(20,974)$ |
| Other amounts (payable to) University (enter as negative number) | - |
| Accounts receivable from University | - |
| Other amounts receivable from University | - |

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


Associated Students, Inc. of California State University San Marcos
Other Information
June 30, 2016
(for inclusion in the California State University)
Pollution remediation liabilities under GASB Statement No. 49:

| Description |  | \$ | Amount |
| :---: | :---: | :---: | :---: |
| Add description |  |  | - |
| Add description |  |  | - |
| Add description |  |  | - |
| Add description |  |  | - |
| Add description |  |  | - |
| Add description |  |  | - |
| Add description |  |  | - |
| Add description |  |  | - |
| 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


