

**ASSOCIATED STUDENTS, INC.  
CALIFORNIA STATE UNIVERSITY, NORTHRIDGE**

**FINANCIAL STATEMENTS AND  
SUPPLEMENTARY INFORMATION**

**June 30, 2010 and 2009**

**(With Independent Auditors' Report Thereon)**

**ASSOCIATED STUDENTS, INC.  
CALIFORNIA STATE UNIVERSITY, NORTHRIDGE**

**June 30, 2010 and 2009**

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## INDEPENDENT AUDITORS' REPORT

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

We have audited the accompanying statements of financial position of the Associated Students, Inc., California State University, Inc., Northridge (the Associated Students) as of June 30, 2010 and June 30, 2009, and the related statements of activities and cash flows for the years then ended. These financial statements are the responsibility of the Associated Students' management. 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 of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Associated Students, Inc., California State University, Northridge as of June 30, 2010 and 2009, and the changes in its net assets and its cash flows for the years then ended, in conformity with accounting principles generally accepted in the United States of America.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information included on pages 13-24 is presented for purposes of additional analysis and is not a required part of the basic financial statements. This supplementary information is the responsibility of the Associated Students' management. Such supplementary information has been subjected to the auditing procedures applied in our audit of the basic financial statements and, in our opinion, is fairly stated in all material respects when considered in relation to the Associated Students' financial statements taken as a whole.

*Vicenti, Lloyd & Stutzman LLP*

VICENTI, LLOYD & STUTZMAN LLP

September 23, 2010

**ASSOCIATED STUDENTS, INC.  
CALIFORNIA STATE UNIVERSITY, NORTHRIDGE**

**STATEMENTS OF FINANCIAL POSITION  
June 30, 2010 and 2009**

	<u>2010</u>	<u>2009</u>
<b>ASSETS</b>		
Current assets:		
Cash and cash equivalents	\$ 5,237,252	\$ 5,059,834
Accounts receivable	1,021,459	715,530
Accounts receivable from the University	19,381	45,133
Accounts receivable from other University auxiliary organizations	11,702	35,268
Prepaid expenses	4,660	10,330
Inventory	148,146	130,639
Total current assets	<u>6,442,600</u>	<u>5,996,734</u>
Noncurrent assets:		
Equipment, furniture, and fixtures, net of accumulated depreciation of \$761,342 and \$665,331, respectively	2,244,777	2,286,235
Total assets	<u>\$ 8,687,377</u>	<u>\$ 8,282,969</u>
<b>LIABILITIES AND NET ASSETS</b>		
Current liabilities:		
Accounts payable	\$ 284,300	\$ 287,770
Accounts payable to the University	200	98
Accounts payable to other University auxiliary organizations	565	2,461
Current portion of accrued postretirement benefits	40,597	41,473
Current portion of accrued salaries and employee benefits	171,047	200,092
Deposits held in custody for others	337,717	298,582
Deferred revenue	75,795	85,158
Total current liabilities	<u>910,221</u>	<u>915,634</u>
Noncurrent liabilities:		
Accrued salaries and employee benefits, less current portion	42,378	45,466
Accrued postretirement benefits, less current portion	2,569,580	2,054,558
Grants payable	16,885	40,000
Total noncurrent liabilities	<u>2,628,843</u>	<u>2,140,024</u>
Total liabilities	<u>3,539,064</u>	<u>3,055,658</u>
Unrestricted net assets:		
Undesignated	2,308,384	2,379,397
Designated	2,839,929	2,847,914
Total net assets	<u>5,148,313</u>	<u>5,227,311</u>
<b>TOTAL LIABILITIES AND NET ASSETS</b>	<u>\$ 8,687,377</u>	<u>\$ 8,282,969</u>

The accompanying notes are an integral part of these financial statements.

**ASSOCIATED STUDENTS, INC.  
CALIFORNIA STATE UNIVERSITY, NORTHRIDGE**

**STATEMENTS OF ACTIVITIES  
For the Years Ended June 30, 2010 and 2009**

	<u>2010</u>	<u>2009</u>
<b>REVENUES</b>		
Revenue and support:		
Student activity fees	\$ 5,367,082	\$ 5,610,132
Programs:		
Cultural affairs	55,859	51,390
Student services	1,526,639	1,495,131
Recreation intramural	350,315	301,256
Student government	1,600	14,539
Administrative	35,776	24,383
Interest income	25,964	89,736
Other income	22,955	18,887
Total revenue and support	<u>7,386,190</u>	<u>7,605,454</u>
<b>EXPENSES</b>		
Program services:		
Academic programs	61,155	57,146
Cultural affairs	706,494	580,069
Student affairs	3,322,089	2,443,074
Communication and media	264,603	276,038
Intercollegiate programs	200,000	1,453,500
Recreation programs	780,259	783,377
Student government	311,530	293,588
Financial aid	147,964	143,168
Total program services	<u>5,794,094</u>	<u>6,029,960</u>
Supporting services:		
Administrative	<u>1,294,328</u>	<u>1,365,644</u>
Total expenses	<u>7,088,422</u>	<u>7,395,604</u>
Operating income	<u>297,768</u>	<u>209,850</u>
<b>NONOPERATING EXPENSES</b>		
Pension related changes other than net periodic		
periodic pension costs	<u>376,766</u>	<u>          </u>
Net nonoperating expenses	<u>376,766</u>	<u>          </u>
<b>CHANGE IN NET ASSETS</b>	(78,998)	209,850
<b>NET ASSETS AT BEGINNING OF YEAR</b>	<u>5,227,311</u>	<u>5,017,461</u>
<b>NET ASSETS AT END OF YEAR</b>	<u>\$ 5,148,313</u>	<u>\$ 5,227,311</u>

The accompanying notes are an integral part of these financial statements.

**ASSOCIATED STUDENTS, INC.  
CALIFORNIA STATE UNIVERSITY, NORTHRIDGE**

**STATEMENTS OF CASH FLOWS  
For the Years Ended June 30, 2010 and 2009**

	<u>2010</u>	<u>2009</u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Change in unrestricted net assets	\$ (78,998)	\$ 209,850
Adjustments to reconcile change in net assets to net cash provided (used) by operating activities:		
Depreciation expense	96,011	92,919
Change in asset valuation/loss on disposal of assets	-	4,805
Changes in operating assets and liabilities:		
Accounts receivable	(305,929)	7,184
Accounts receivable from the University	25,752	28,739
Accounts receivable from other University auxiliary organizations	23,566	(33,768)
Prepaid expenses	5,670	(6,226)
Inventory	(17,507)	35,557
Accounts and grants payable	(26,585)	(2,787)
Accounts payable to the University	102	(17,477)
Accounts payable to other University auxiliary organizations	(1,896)	1,519
Accrued salaries and employee benefits	(32,133)	10,727
Deferred revenue	(9,363)	19,085
Accrued postretirement benefits	514,146	223,705
Deposits held in custody for others	39,135	(103,464)
Net cash provided by operating activities	<u>231,971</u>	<u>470,368</u>
<b>CASH FLOWS FROM CAPITAL AND RELATED INVESTING ACTIVITIES</b>		
Purchase of equipment	(54,553)	(32,377)
Net cash used by investing activities	<u>(54,553)</u>	<u>(32,377)</u>
<b>NET INCREASE IN CASH AND CASH EQUIVALENTS</b>	177,418	437,991
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR</b>	<u>5,059,834</u>	<u>4,621,843</u>
<b>CASH AND CASH EQUIVALENTS AT END OF YEAR</b>	<u><u>\$5,237,252</u></u>	<u><u>\$5,059,834</u></u>

The accompanying notes are an integral part of these financial statements.

**ASSOCIATED STUDENTS, INC.  
CALIFORNIA STATE UNIVERSITY, NORTHRIDGE**

**NOTES TO FINANCIAL STATEMENTS**

**June 30, 2010 and 2009**

**NOTE 1 - ORGANIZATION:**

Associated Students, California State University, Northridge, Inc. (the Associated Students) is a nonprofit organization that administers various student programs and activities. Student activity fees and other revenues are collected to support student-related programs and to acquire assets for the benefit of the student body. The Associated Students provides service primarily to students of California State University, Northridge (the University).

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:**

**A. Basis of Presentation**

The Associated Students' financial statements have been prepared using the accrual basis of accounting. Net assets, revenue, expenses, gains, and losses are classified based on the existence or absence of donor-imposed restrictions. As the Associated Students does not receive contributions, all net assets have been classified as unrestricted.

**B. Cash and Cash Equivalents**

Cash and equivalents include bank accounts as well as certificates of deposit purchased with a maturity of three months or less. Interest income on the certificates of deposit is recorded as income when earned. At June 30, 2010, cash and equivalents included \$1,391,252 held in commercial banks of which \$250,000 was insured by the Federal Deposit Insurance Corporation.

Included in cash and cash equivalents are deposits in the Local Agency Investment Fund, which is a State administered deposit account that earns interest at a variable rate.

**C. Equipment, Furniture and Fixtures**

Equipment, furniture, and fixtures over \$5,000 for years ended June 30, 2010 and June 30, 2009 are capitalized and recorded at cost. Depreciation is computed on the straight-line method using the lesser of the estimated useful lives of the assets or the remaining term of the lease.

**D. Inventory**

Inventory consists of tickets purchased and tickets received on consignment from theme parks and movie theaters. If consignment tickets are not purchased by students within a certain period of time, the consignment tickets can be returned to the vendor at no cost to the Associated Students. The consignment tickets that have not been purchased have been offset by accounts payable on the statement of financial position.

**ASSOCIATED STUDENTS, INC.  
CALIFORNIA STATE UNIVERSITY, NORTHRIDGE**

**NOTES TO FINANCIAL STATEMENTS**

**June 30, 2010 and 2009**

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES: (continued)**

**E. Income Taxes**

The Associated Students is exempt from federal and state income taxes under Section 501(c)(3) of the Internal Revenue Service Code and section 23701 (d) of the California Revenue and Taxation Code, respectively.

The organization has evaluated its tax positions and the certainty as to whether those tax positions will be sustained in the event of an audit by taxing authorities at the federal and state levels. The primary tax positions evaluated are related to the Associated Students continued qualification as a tax-exempt organization and whether there is unrelated business income activities conducted that would be taxable. Management has determined that all income tax positions are more likely than not (>50%) of being sustained upon potential audit or examination; therefore, no disclosures of uncertain income tax positions are required.

The Associated Students files informational tax returns in the U.S. federal jurisdictions and the state of California. With few exceptions, the Associated Students is no longer subject to U.S. federal and state examinations by tax authorities for years before 2005.

**F. Revenue Recognition**

Revenue is primarily related to student activity fees and is generally recognized over the academic year. Program revenues are recorded when earned and the related revenue recognition criteria have been met.

**G. Student Activity Fees**

Student activity fees are collected from student tuition and recognized as revenue in accordance with the academic year. Student activity fees were \$78 per student during the Fall 2009 and the Spring 2010 semesters, \$46 per student for the Summer 2009 semester, and \$76 per student during the Fall 2008 and the Spring 2009 semesters.

**H. Subsequent Events**

The Associated Students has evaluated subsequent events through September 23, 2010, which is the date these financial statements were available to be issued. There were no subsequent events requiring recognition or disclosure.



ASSOCIATED STUDENTS, INC.  
CALIFORNIA STATE UNIVERSITY, NORTHRIDGE

NOTES TO FINANCIAL STATEMENTS

June 30, 2010 and 2009

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES: (continued)**

**I. Estimates**

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

**NOTE 3 - CASH AND CASH EQUIVALENTS:**

Cash and cash equivalents consist of operating cash and amounts pooled with the California State University, Northridge and invested in the Local Agency Investment Fund. The Associated Students' share of pooled cash was \$3,846,000 at June 30, 2010 and 2009.

**NOTE 4 - EQUIPMENT, FURNITURE, AND FIXTURES, NET:**

Equipment, furniture, and fixtures, net consisted of the following at June 30:

	<u>2010</u>	<u>2009</u>
Buildings	\$2,775,866	\$2,775,866
Equipment, furniture, and fixtures	<u>230,253</u>	<u>175,700</u>
Total	3,006,119	2,951,566
Less accumulated depreciation	<u>761,342</u>	<u>665,331</u>
Equipment, furniture and fixtures	<u>\$2,244,777</u>	<u>\$2,286,235</u>

Depreciation expense totaled \$96,011 and \$92,919 for the years ended June 30, 2010 and 2009, respectively.

**ASSOCIATED STUDENTS, INC.  
CALIFORNIA STATE UNIVERSITY, NORTHRIDGE**

**NOTES TO FINANCIAL STATEMENTS**

**June 30, 2010 and 2009**

**NOTE 5 - ASSETS HELD ON BEHALF OF OTHERS:**

As a service to University-affiliated organizations and projects, the Associated Students acts as a collecting and disbursing agent for certain special activities of other University organizations. Assets held for others total \$526,500 at June 30, 2010 and \$483,763 at June 30, 2009 and consist of the following items, which are included in the accompanying financial statements:

	2010	2009
Cash and cash equivalents	\$ 515,026	\$ 453,935
Accounts receivable	10,640	29,828
Prepaid expenses	834	-
Total assets	\$ 526,500	\$ 483,763
Accounts payable	\$ 188,783	\$ 185,181
Deposits held in custody for others	337,717	298,582
Total liabilities	\$ 526,500	\$ 483,763

**NOTE 6 - POSTRETIREMENT BENEFITS:**

**A. Benefits**

The Associated Students sponsor a Postretirement Benefit Plan which provides eligible employees postretirement medical benefits. Such benefits are provided by the Associated Students' Health Plan. The Associated Students currently pays 100% of the cost up to a maximum level. The current maximum is \$490 per month for retiree coverage and up to an additional \$400 per month for dependent coverage.

**B. Eligibility**

Eligible employees must meet one of the following requirements:

- Age 60 and 20 years of service
- Age 62 and 15 years of service
- Age 65 and 10 years of service.

**ASSOCIATED STUDENTS, INC.  
CALIFORNIA STATE UNIVERSITY, NORTHRIDGE**

**NOTES TO FINANCIAL STATEMENTS**

**June 30, 2010 and 2009**

**NOTE 6 - POSTRETIREMENT BENEFITS: (continued)**

**C. Obligations and Funding Status**

The annual measurement date for the postretirement benefits is June 30. The following table provides further information about the Organization's postretirement benefit plan.

	<u>2010</u>	<u>2009</u>
Benefit obligation at June 30,	\$ 2,610,177	\$ 2,096,031
Employer contributions	35,384	41,473
Participant contributions	-	-
Benefit payments	(35,384)	(41,473)
Fair value of plan assets at June 30,	<u>-</u>	<u>-</u>
Net funded (unfunded) status of the plan	<u>\$(2,610,177)</u>	<u>\$(2,096,031)</u>

Amounts recognized in the statement of financial position consist of:

Current liabilities	\$ 40,597	\$ 41,473
Noncurrent liabilities	<u>2,569,580</u>	<u>2,054,558</u>
Total	<u>\$ 2,610,177</u>	<u>\$ 2,096,031</u>

Amounts recognized in the statement of activities consist of:

	<u>2010</u>	<u>2009</u>
Service cost	\$ 134,880	\$ 137,515
Interest cost	115,021	98,042
Amortization of Transition Obligation/(Asset)	10,793	11,305
Amortization of Prior Service Cost	3,355	3,543
Amortization of Net (Gain) or Loss	<u>14,898</u>	<u>14,773</u>
Net periodic postretirement benefit cost	<u>\$ 278,947</u>	<u>\$ 265,178</u>

Other Changes in Benefit Obligations Recognized in Changes in Unrestricted Net Assets:

Net Loss for Period	\$ 405,812	\$ -
Amortization of Transition (Obligation) Asset	(10,793)	-
Amortization of Prior Service (Cost)/ Credit	(3,355)	-
Amortization of Net (Gain) or Loss	<u>(14,898)</u>	<u>-</u>

Amount recognized in Changes in Unrestricted Net Assets \$ 376,766 \$ -

Total recognized in net periodic benefit cost and unrestricted net assets postretirement benefit cost \$ 655,713 \$ 265,178

**ASSOCIATED STUDENTS, INC.  
CALIFORNIA STATE UNIVERSITY, NORTHRIDGE**

**NOTES TO FINANCIAL STATEMENTS**

**June 30, 2010 and 2009**

**NOTE 6 - POSTRETIREMENT BENEFITS: (continued)**

**C. Obligation and Funding Status (continued)**

Assumptions:

Weighted-average assumptions used to determine benefit obligations at June 30:

Discount rate	5.0%	6.0%
Rate of compensation increase	n/a	n/a
Expected Return on Plan Assets	n/a	n/a

Assumed Health Care Cost Trend Rates:

Initial	-	-
Health Care Cost Trend Rate Assumed for current year	11.0%	10.0%
Ultimate	5.0%	5.0%
Number of years to ultimate	12	4

**D. Cash Flows:**

The following benefit payments are expected to be paid:

2011	\$ 41,000
2012	44,000
2013	52,000
2014	60,000
2015	71,000
2016-2020	531,000

The Associated Students does not expect to contribute any funds to the plan during the next fiscal year.

**NOTE 7 - PENSION PLAN:**

The Associated Students utilizes and pays for the services of personnel from the State of California. These employees are covered under the California Public Employees Retirement System multiemployer defined benefit plan. The Associated Students contributed \$26,286 during 2010 and \$28,236 during 2009 to the pension plan.

**ASSOCIATED STUDENTS, INC.  
CALIFORNIA STATE UNIVERSITY, NORTHRIDGE**

**NOTES TO FINANCIAL STATEMENTS**

**June 30, 2010 and 2009**

**NOTE 8 - EMPLOYEE RETIREMENT PLAN:**

The Employee Retirement Plan is a defined contribution plan where the Associated Students and its eligible employees make contributions, based on the participant's salary, which are deposited with a trustee. Employer contributions to the plan for June 30, 2010 and 2009 totaled \$133,249 and \$117,379, respectively.

**NOTE 9 - LEASES:**

The Associated Students lease office space from the University and the Student Union under year-to-year operating leases. Total rental payments under these arrangements amounted to \$71,077 and \$65,542 for the years ended June 30, 2010 and 2009.

**NOTE 10 - DESIGNATED NET ASSETS:**

Designated net assets consist of the following at June 30:	<u>2010</u>	<u>2009</u>
Multipurpose/Cultural Center:		
These net assets were established in accordance with Section 2 of the A.S. Fee Referendum of \$0.50/student/per semester (\$1/student/fiscal year) to be allocated to this fund for future (long-term) project (i.e., building of a multipurpose/cultural center)	\$ 15,632	\$ 15,632
Children's Center:		
These net assets were established in accordance with an A.S. Fee Referendum of \$5.00/student/per semester for the planning, construction, furnishing, and operation of a new Children's Center	2,772,662	2,788,097
Multipurpose Renovation:		
Based on approval by the A.S. Senate, these net assets were transferred from the Multipurpose/Cultural Center Fund for renovations to four buildings: Black House, Asian House, Chicano House, and the Women's Center	12,111	12,111
Student Academic Resources:		
These net assets were established in accordance with an A.S. Fee Referendum of \$0.50/student/per semester	17,440	9,990
Blue Lights:		
These net assets were established in accordance with an A.S. Fee Referendum of a one-time charge of \$5.00 per student for the establishment of emergency network phones throughout the campus. These net assets represent the remaining net balance as of June 30, 2009 and 2008	<u>22,084</u>	<u>22,084</u>
	<u>\$2,839,929</u>	<u>\$2,847,914</u>

**ASSOCIATED STUDENTS, INC.  
CALIFORNIA STATE UNIVERSITY, NORTHRIDGE**

**NOTES TO FINANCIAL STATEMENTS**

**June 30, 2010 and 2009**

**NOTE 11 - RELATED PARTY TRANSACTIONS:**

Amounts received and paid to the University for reimbursable items were \$4,797,112 and \$397,221, respectively, for June 30, 2010. Amounts received and paid to other University auxiliaries were \$56,591 and \$190,583, respectively, for June 30, 2010. Amounts due from and due to the University were \$19,381 and \$200, respectively, as of June 30, 2010. Amounts due from and due to other University auxiliaries were \$11,702 and \$565, respectively, as of June 30, 2010.

Amounts received and paid to the University for reimbursable items were \$4,785,660 and \$407,944, respectively, for June 30, 2009. Amounts received and paid to other University auxiliaries were \$107,177 and \$102,153, respectively, for June 30, 2009. Amounts due from and due to the University were \$45,133 and \$98, respectively, as of June 30, 2009. Amounts due from and due to other University auxiliaries were \$35,268 and \$2,461, respectively, as of June 30, 2009.

**SUPPLEMENTARY INFORMATION**

**ASSOCIATED STUDENTS, INC.  
CALIFORNIA STATE UNIVERSITY, NORTHRIDGE**

**STATEMENT OF NET ASSETS  
June 30, 2010  
(for inclusion in the California State University)**

Assets	
Current assets:	
Cash and cash equivalents	\$ 1,391,252
Short-term investments	3,846,000
Accounts receivable, net	1,052,542
Leases receivable, current portion	—
Notes receivable, current portion	—
Pledges receivable, net	—
Prepaid expenses and other assets	152,806
Total current assets	<u>6,442,600</u>
Noncurrent assets:	
Restricted cash and cash equivalents	—
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	2,244,777
Other assets	—
Total noncurrent assets	<u>2,244,777</u>
Total assets	<u>8,687,377</u>
Liabilities:	
Current liabilities:	
Accounts payable	285,065
Accrued salaries and benefits payable	83,855
Accrued compensated absences- current portion	87,192
Deferred revenue	75,795
Capitalized lease obligations - current portion	—
Long-term debt obligations - current portion	—
Self-insurance claims liability - current portion	—
Depository accounts	337,717
Other liabilities	40,597
Total current liabilities	<u>910,221</u>
Noncurrent liabilities:	
Accrued compensated absences, net of current portion	42,378
Deferred revenue	—
Grants refundable	16,885
Capitalized lease obligations, net of current portion	—
Long-term debt obligations, net of current portion	—
Self-insurance claims liabilities, net of current portion	—
Depository accounts	—
Other postemployment benefits obligation	2,569,580
Other liabilities	—
Total noncurrent liabilities	<u>2,628,843</u>
Total liabilities	<u>3,539,064</u>
Net assets:	
Invested in capital assets, net of related debt	2,244,777
Restricted for:	
Nonexpendable - endowments	—
Expendable:	
Scholarships and fellowships	—
Research	—
Loans	—
Capital projects	—
Debt service	—
Other	—
Unrestricted	2,903,536
Total net assets	<u>\$ 5,148,313</u>

See the independent auditors' report.



**ASSOCIATED STUDENTS, INC.  
CALIFORNIA STATE UNIVERSITY, NORTHRIDGE**

**STATEMENT REVENUES, EXPENSES AND  
CHANGES IN NET ASSETS  
For the Year Ended June 30, 2010**

(for inclusion in the California State University)

Revenues	
Operating revenues	
Student tuition and fees (net of scholarship allowances of \$ 0 _____)	\$ 5,367,082
Grants and contracts, noncapital:	
Federal	142,160
State	582,725
Local	—
Nongovernmental	—
Sales and services of educational activities	—
Sales and services of auxiliary enterprises (net of scholarship allowances of \$ 0 _____)	—
Other operating revenues	1,245,304
Total operating revenues	<u>7,337,271</u>
Expenses	
Operating expenses:	
Instruction	—
Research	—
Public service	—
Academic support	—
Student services	6,644,447
Institutional support	—
Operation and maintenance of plant	—
Student grants and scholarships	347,964
Auxiliary enterprise expenses	—
Depreciation and amortization	96,011
Total operating expenses	<u>7,088,422</u>
Operating income (loss)	<u>248,849</u>
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	25,964
Endowment income (loss), net	—
Interest Expenses	—
Other nonoperating revenues (expenses)	<u>(353,811)</u>
Net nonoperating revenues (expenses)	<u>(327,847)</u>
Income (loss) before other additions	(78,998)
State appropriations, capital	—
Grants and gifts, capital	—
Additions (reductions) to permanent endowments	—
Increase (decrease) in net assets	<u>(78,998)</u>
Net assets	
Net assets at beginning of year, as previously reported	5,227,311
Restatements	—
Net assets at beginning of year, as restated	<u>5,227,311</u>
Net assets at end of year	<u>\$ 5,148,313</u>

See the independent auditors' report.

**ASSOCIATED STUDENTS, INC.  
CALIFORNIA STATE UNIVERSITY, NORTHRIDGE**

**OTHER INFORMATION**

**June 30, 2010**

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

**1 Restricted cash and cash equivalents at June 30, 2010:**  
 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, 2010:**

	Current Unrestricted	Current Restricted	Total Current	Noncurrent Unrestricted	Noncurrent Restricted	Total Noncurrent	Total
State of California Surplus Money Investment Fund (SMIF)	3,846,000	—	3,846,000	—	—	—	3,846,000
State of California Local Agency Investment Fund (LAIF)	—	—	—	—	—	—	—
Wachovia Short Term Fund	—	—	—	—	—	—	—
Wachovia Medium Term Fund	—	—	—	—	—	—	—
Wachovia Equity Fund	—	—	—	—	—	—	—
US Bank SWIFT pool	—	—	—	—	—	—	—
Common Fund - Short Term Fund	—	—	—	—	—	—	—
Common Fund - Others	—	—	—	—	—	—	—
Debt securities	—	—	—	—	—	—	—
Equity securities	—	—	—	—	—	—	—
Fixed income securities (Treasury notes, GNMAs)	—	—	—	—	—	—	—
Land and other real estate	—	—	—	—	—	—	—
Certificates of deposit	—	—	—	—	—	—	—
Notes receivable	—	—	—	—	—	—	—
Mutual funds	—	—	—	—	—	—	—
Money Market funds	—	—	—	—	—	—	—
Collateralized mortgage obligations	—	—	—	—	—	—	—
Inverse floaters	—	—	—	—	—	—	—
Interest-only strips	—	—	—	—	—	—	—
Agency pass-through	—	—	—	—	—	—	—
Private pass-through	—	—	—	—	—	—	—
Other major investments	—	—	—	—	—	—	—
Add description	—	—	—	—	—	—	—
Add description	—	—	—	—	—	—	—
Add description	—	—	—	—	—	—	—
Add description	—	—	—	—	—	—	—
Add description	—	—	—	—	—	—	—
Total investments	3,846,000	—	3,846,000	—	—	—	3,846,000
Less endowment investments (enter as negative number)	—	—	—	—	—	—	—
Total investments	3,846,000	—	3,846,000	—	—	—	3,846,000

**2.2 Investments held by the University under contractual agreements at June 30, 2010:**

Portion of investments in note 2.1 held by the University under contractual agreements at June 30, 2010: \$ —

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<b>2.3 Restricted current investments at June 30, 2010 related to:</b>		<u>Amount</u>
Add description	\$	—
Add description		—
Add description		—
Add description		—
Add description		—
Add description		—
Add description		—
Add description		—
Add description		—
<b>Total restricted current investments at June 30, 2010</b>	<b>\$</b>	<b>—</b>
<b>2.4 Restricted noncurrent investments at June 30, 2010 related to:</b>		<u>Amount</u>
Endowment investment	\$	—
Add description		—
Add description		—
Add description		—
Add description		—
Add description		—
Add description		—
Add description		—
<b>Total restricted noncurrent investments at June 30, 2010</b>	<b>\$</b>	<b>—</b>

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**3.1 Composition of capital assets at June 30, 2010:**

	Balance June 30, 2009	Prior period Adjustments	Reclassifications	Balance June 30, 2009 (restated)	Additions	Reductions	Transfers of Completed CWIP	Balance June 30, 2010
<b>Nondepreciable capital assets:</b>								
Land and land improvements	—	—	—	—	—	—	—	—
Works of art and historical treasures	—	—	—	—	—	—	—	—
Construction work in progress (CWIP)	—	—	—	—	—	—	—	—
Intangible assets	—	—	—	—	—	—	—	—
<b>Total nondepreciable capital assets</b>								
<b>Depreciable capital assets:</b>								
Buildings and building improvements	2,775,866	—	—	2,775,866	—	—	—	2,775,866
Improvements, other than buildings	—	—	—	—	—	—	—	—
Infrastructure	—	—	—	—	—	—	—	—
Leasehold improvements	—	—	—	—	—	—	—	—
Personal property:								
Equipment	175,700	—	—	175,700	54,553	—	—	230,253
Library books and materials	—	—	—	—	—	—	—	—
Intangible assets	—	—	—	—	—	—	—	—
<b>Total depreciable capital assets</b>								
<b>Total capital assets</b>	<u>2,951,566</u>	<u>—</u>	<u>—</u>	<u>2,951,566</u>	<u>54,553</u>	<u>—</u>	<u>—</u>	<u>3,006,119</u>
<b>Less accumulated depreciation:</b>								
Buildings and building improvements	(543,607)	—	—	(543,607)	(69,397)	—	—	(613,004)
Improvements, other than buildings	—	—	—	—	—	—	—	—
Infrastructure	—	—	—	—	—	—	—	—
Leasehold improvements	—	—	—	—	—	—	—	—
Personal property:								
Equipment	(121,724)	—	—	(121,724)	(26,614)	—	—	(148,338)
Library books and materials	—	—	—	—	—	—	—	—
Intangible assets	—	—	—	—	—	—	—	—
<b>Total accumulated depreciation</b>	<u>(665,331)</u>	<u>—</u>	<u>—</u>	<u>(665,331)</u>	<u>(96,011)</u>	<u>—</u>	<u>—</u>	<u>(761,342)</u>
<b>Total capital assets, net</b>	<u>2,286,235</u>	<u>—</u>	<u>—</u>	<u>2,286,235</u>	<u>(41,458)</u>	<u>—</u>	<u>—</u>	<u>2,244,777</u>

**3.2 Detail of depreciation and amortization expense for the year ended June 30, 2010:**

Depreciation and amortization expense related to capital assets	\$ 96,011
Amortization expense related to other assets	—
<b>Total depreciation and amortization</b>	<u>\$ 96,011</u>

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3.3 Detail of intangible assets as of June 30, 2010:

	Nonamortizable	Amortizable	Accumulated Amortization
Easements	—	—	—
Rights	—	—	—
Websites	—	—	—
Computer software	—	—	—
Licenses and permits	—	—	—
Patents	—	—	—
Copyrights	—	—	—
Trademarks	—	—	—
Others (please list):			
Add description	—	—	—
Add description	—	—	—
Add description	—	—	—
Add description	—	—	—
Add description	—	—	—
Add description	—	—	—
Add description	—	—	—
Add description	—	—	—
Add description	—	—	—
Add description	—	—	—
Add description	—	—	—
Add description	—	—	—
Add description	—	—	—
<b>Total Intangible Assets</b>	<b>\$ —</b>	<b>\$ —</b>	<b>\$ —</b>

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4 Long-term liabilities activity schedule:

	Balance June 30, 2009	Prior period adjustments	Reclassifications	Balance June 30, 2009 (restated)	Additions	Reductions	Balance June 30, 2010	Current portion	Long-term portion
Accrued compensated absences	—	—	—	—	—	—	—	—	—
Capitalized lease obligations:									
Gross balance	128,828	—	—	128,828	87,192	(86,450)	129,570	87,192	42,378
Unamortized premium / (discount) on capitalized lease obligations	—	—	—	—	—	—	—	—	—
Total capitalized lease obligations	128,828	—	—	128,828	87,192	(86,450)	129,570	87,192	42,378
Long-term debt obligations:									
Revenue Bonds	—	—	—	—	—	—	—	—	—
Other bonds (non-Revenue Bonds)	—	—	—	—	—	—	—	—	—
Commercial Paper	—	—	—	—	—	—	—	—	—
Other:									
Add description	—	—	—	—	—	—	—	—	—
Add description	—	—	—	—	—	—	—	—	—
Add description	—	—	—	—	—	—	—	—	—
Add description	—	—	—	—	—	—	—	—	—
Add description	—	—	—	—	—	—	—	—	—
Total long-term debt obligations	—	—	—	—	—	—	—	—	—
Unamortized bond premium / (discount)	—	—	—	—	—	—	—	—	—
Unamortized loss on refunding	—	—	—	—	—	—	—	—	—
Total long-term debt obligations, net	128,828	—	—	128,828	87,192	(86,450)	129,570	87,192	42,378
Total long-term liabilities	128,828	—	—	128,828	87,192	(86,450)	129,570	87,192	42,378

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5 Future minimum lease payments - capital lease obligations:

Year ending June 30	Principal	Interest	Principal and Interest
2011	—	—	—
2012	—	—	—
2013	—	—	—
2014	—	—	—
2015	—	—	—
2016 - 2020	—	—	—
2021 - 2025	—	—	—
2026 - 2030	—	—	—
2031 - 2035	—	—	—
2036 - 2040	—	—	—
2041 - 2045	—	—	—
2046 - 2050	—	—	—
2051 - 2055	—	—	—
2056 - 2060	—	—	—
Total minimum lease payments	—	—	—
Less amounts representing interest	—	—	—
Present value of future minimum lease payments	—	—	—
Less: current portion	—	—	—
Capitalized lease obligation, net of current portion	—	—	\$ —

6 Long-term debt obligation schedule

Year ending June 30	Revenue Bonds		All other long-term debt obligations		Total	
	Principal	Interest	Principal	Interest	Principal	Interest
2011	—	—	—	—	—	—
2012	—	—	—	—	—	—
2013	—	—	—	—	—	—
2014	—	—	—	—	—	—
2015	—	—	—	—	—	—
2016 - 2020	—	—	—	—	—	—
2021 - 2025	—	—	—	—	—	—
2026 - 2030	—	—	—	—	—	—
2031 - 2035	—	—	—	—	—	—
2036 - 2040	—	—	—	—	—	—
2041 - 2045	—	—	—	—	—	—
2046 - 2050	—	—	—	—	—	—
2051 - 2055	—	—	—	—	—	—
2056 - 2060	—	—	—	—	—	—
Total	—	—	—	—	—	—

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7 Calculation of net assets

	Auxiliary Organizations		Total Auxiliaries
	GASB	FASB	
<b>7.1 Calculation of net assets - Invested in capital assets, net of related debt</b>			
Capital assets, net of accumulated depreciation	\$		2,244,777
Capitalized lease obligations - current portion	—	2,244,777	—
Capitalized lease obligations, net of current portion	—	—	—
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 assets - invested in capital assets, net of related debt	\$	<u>2,244,777</u>	<u>2,244,777</u>
<b>7.2 Calculation of net assets - Restricted for nonexpendable - endowments</b>			
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	—	—	—
Net assets - Restricted for nonexpendable - endowments per SNA	\$	<u>—</u>	<u>—</u>

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	Amount
<b>8 Transactions with Related Entities</b>	
Payments to University for salaries of University personnel working on contracts, grants, and other programs	\$ 77,552
Payments to University for other than salaries of University personnel	319,669
Payments received from University for services, space, and programs	4,797,112
Gifts-in-kind to the University from Auxiliary Organizations	—
Gifts (cash or assets) to the University from recognized Auxiliary Organizations	—
Accounts (payable to) University (enter as negative number)	(200)
Other amounts (payable to) University (enter as negative number)	—
Accounts receivable from University	19,381
Other amounts receivable from University	—

**9 Other Postemployment Benefits Obligation (OPEB)**

Annual required contribution (ARC)	\$ 549,530
Contributions during the year	(35,384)
Increase (decrease) in net OPEB obligation (NOO)	514,146
NOO - beginning of year	2,096,031
NOO - end of year	2,610,177

**10 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 remediation liabilities, net of current portion	—

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

Net Asset	Class	Amount
		Dr. (Cr.)
Net assets as of June 30, 2009, as previously reported		\$ 5,227,311
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)		—
6 (list description of each adjustment)		—
7 (list description of each adjustment)		—
8 (list description of each adjustment)		—
9 (list description of each adjustment)		—
10 (list description of each adjustment)		—
Net assets as of June 30, 2009, as restated		<u>\$ 5,227,311</u>

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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 asset class: _____		
1 (breakdown of adjusting journal entry)	\$ —	—
Net asset class: _____		
2 (breakdown of adjusting journal entry)	—	—
Net asset class: _____		
3 (breakdown of adjusting journal entry)	—	—
Net asset class: _____		
4 (breakdown of adjusting journal entry)	—	—
Net asset class: _____		
5 (breakdown of adjusting journal entry)	—	—
Net asset class: _____		
6 (breakdown of adjusting journal entry)	—	—
Net asset class: _____		
7 (breakdown of adjusting journal entry)	—	—
Net asset class: _____		
8 (breakdown of adjusting journal entry)	—	—
Net asset class: _____		
9 (breakdown of adjusting journal entry)	—	—
Net asset class: _____		
10 (breakdown of adjusting journal entry)	—	—

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