

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

FINANCIAL STATEMENTS
FISCAL YEARS ENDED
JUNE 30, 2018 AND 2017

TABLE OF CONTENTS

INDEPENDENT AUDITORS' REPORT	1 – 2
FINANCIAL STATEMENTS	
Statements of Financial Position	3
Statements of Activities and Changes in Net Assets	4
Statements of Cash Flows	5
Notes to Financial Statements	6 – 17
ADDITIONAL INFORMATION	
Independent Auditors' Report on Additional Information	18
Statement of Financial Position by Unit	19
Statement of Activities and Changes in Net Assets by Unit	20
Schedule of Net Position	21
Schedule of Revenues, Expenses, and Changes in Net Position	22
Supplementary Schedules – Other Information	23 – 29

Guzman & Gray

Certified Public Accountants

4510 East Pacific Coast Highway, Suite 270
Long Beach, California 90804
(562) 498-0997 Fax: (562) 597-7359

Mark Gray, C.P.A.
Patrick S. Guzman, C.P.A.

INDEPENDENT AUDITORS' REPORT

Board of Directors
Associated Students
California State University
Fullerton, Inc.
Fullerton, California

Report on the Financial Statements

We have audited the accompanying financial statements of the Associated Students, California State University, Fullerton (a nonprofit organization), which comprise the statement of financial position as of June 30, 2018 and 2017 and the related statements of activities and changes in net assets, 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.

Auditors' Responsibility

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

INDEPENDENT AUDITORS' REPORT (Continued)

Auditors' Responsibility (Continued)

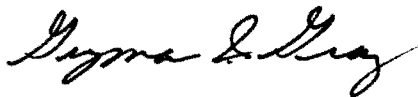
We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

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

Other Matter

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The statements on pages 19 through 29 are presented for the purpose of additional analysis and are 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.



GUZMAN & GRAY
Long Beach, CA 90804
August 31, 2018

ASSOCIATED STUDENTS
CALIFORNIA STATE UNIVERSITY, FULLERTON, INC.
STATEMENTS OF FINANCIAL POSITION
JUNE 30, 2018 AND 2017

ASSETS

	June 30,	
	2018	2017
CURRENT ASSETS		
Cash and cash equivalents		
Cash on hand and in commercial accounts	\$ 405,674	\$ 184,838
Local agency investment pool	8,176,358	7,266,517
	8,582,032	7,451,355
Receivables	855,869	994,884
Ticket inventory	35,672	24,072
Prepaid expenses	121,669	52,819
Total Current Assets	9,595,242	8,523,130
PROPERTY AND EQUIPMENT, net	706,530	502,696
OTHER ASSETS		
LAIF assets held for campus organizations	614,656	582,283
Local agency investment pool-scholarship and other	67,894	61,151
Overfunded post retirement asset		9,285
Cash - Children's Center reserve fund	220,690	28,041
Investments - Children's Center reserve fund	2,694,499	2,760,995
Total Other Assets	3,597,739	3,441,755
TOTAL ASSETS	13,899,511	12,467,581

LIABILITIES AND NET ASSETS

CURRENT LIABILITIES		
Accounts payable	709,448	774,778
Accrued liabilities	1,679,452	1,242,855
Deferred revenue	60,542	59,251
Unfunded pension obligation, current	426,730	419,379
Unfunded post retirement liability, current	133,934	129,000
Total Current Liabilities	3,010,106	2,625,263
NONCURRENT AND OTHER LIABILITIES		
Accounts held for campus organizations	614,656	582,283
Unfunded pension obligation, noncurrent	6,779,019	6,391,305
Unfunded post retirement liability, noncurrent	570,699	454,244
Total Noncurrent and Other Liabilities	7,964,374	7,427,832
TOTAL LIABILITIES	10,974,480	10,053,095
NET ASSETS		
Unrestricted	2,857,137	2,353,335
Temporary restricted	67,894	61,151
TOTAL NET ASSETS	2,925,031	2,414,486
TOTAL LIABILITIES AND NET ASSETS	\$ 13,899,511	\$ 12,467,581

See independent auditor's report and notes to the financial statements

ASSOCIATED STUDENTS
CALIFORNIA STATE UNIVERSITY, FULLERTON, INC.
STATEMENTS OF ACTIVITIES AND CHANGES IN NET ASSETS
JUNE 30, 2018 AND 2017

	June 30,	
	2018	2017
CHANGES IN UNRESTRICTED NET ASSETS		
Revenues		
Student activity fees	\$ 14,157,311	\$ 13,618,796
General operations	1,583,865	1,720,262
Program revenue	755,140	849,248
Investment income	314,734	325,833
Grants - Children's Center	554,859	413,115
Net assets released from restrictions	14,000	36,767
Total Unrestricted Revenues	17,379,909	16,964,021
Expenses		
General operations	16,749,035	17,593,859
Depreciation expense	127,072	162,572
Total Expenses	16,876,107	17,756,431
Increase (Decrease) in net asset from operations	503,802	(792,410)
INCREASE (DECREASE) IN UNRESTRICTED NET ASSETS	503,802	(792,410)
CHANGES IN TEMPORARILY RESTRICTED NET ASSETS		
Revenues		
Interest income	77	50
Contributions - restricted	20,666	23,295
Net assets released from restrictions	(14,000)	(36,767)
INCREASE (DECREASE) IN TEMPORARILY RESTRICTED NET ASSETS	6,743	(13,422)
INCREASE (DECREASE) IN NET ASSETS	510,545	(805,832)
BEGINNING NET ASSETS	2,414,486	3,220,318
ENDING NET ASSETS	\$ 2,925,031	\$ 2,414,486

See independent auditor's report and notes to the financial statements

ASSOCIATED STUDENTS
CALIFORNIA STATE UNIVERSITY, FULLERTON, INC.
STATEMENTS OF CASH FLOWS
JUNE 30, 2018 AND 2017

	June 30,	
	2018	2017
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in net assets	\$ 510,545	\$ (805,832)
Adjustments to reconcile change in net assets to net cash provided by operating activities		
Depreciation	127,072	162,572
Unrealized (gain)/loss	(20,116)	(189,246)
Realized (gain)/loss	(175,048)	(42,509)
(Increase) decrease in assets:		
Receivables	139,015	(248,511)
Prepaid expenses	(68,850)	(36,644)
Ticket inventory	(11,600)	14,747
Overfunded post retirement asset	9,285	1,070
Assets held for campus organizations	(32,373)	(17,390)
Assets held-scholarships	(6,743)	13,422
Cash - Children's Center reserve fund	(192,649)	(15,769)
Increase (decrease) in liabilities:		
Accounts payable	(65,330)	345,931
Accrued liabilities	436,597	(50,491)
Deferred revenue	1,291	(45,756)
Accounts held for campus organizations	32,373	17,390
Pension obligation	395,066	1,054,810
Unfunded post retirement liability	121,389	5,301
Net Cash Provided by/(Used) by Operating Activities	1,199,924	163,095
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of equipment	(330,907)	(319,528)
Sale of investments - Children's Center reserve fund	809,422	1,013,777
Purchase of investments - Children's Center reserve fund	(547,762)	(1,023,446)
Net Cash Provided by/(Used) by Investing Activities	(69,247)	(329,197)
NET INCREASE (DECREASE) IN CASH EQUIVALENTS	1,130,677	(166,102)
BEGINNING CASH EQUIVALENTS	7,451,355	7,617,457
ENDING CASH EQUIVALENTS	\$ 8,582,032	\$ 7,451,355
SUPPLEMENTAL DISCLOSURE		
Cash paid for interest	NONE	NONE
Income tax paid	NONE	NONE

See independent auditor's report and notes to the financial statements

ASSOCIATED STUDENTS
CALIFORNIA STATE UNIVERSITY, FULLERTON, INC.
NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2018 AND 2017

NOTE 1 – REPORTING ENTITY AND ORGANIZATION

The Associated Students, California State University, Fullerton, Inc. Associated Students, California State University, Fullerton, Inc. (the “Associated Students”) is a nonprofit auxiliary organization of California State University, Fullerton (the “University”) that administers various student programs and activities. Student activity fees and other revenue are collected to support student-related programs and to acquire assets for the benefit of the student body. The Associated Students (“the Organization”) provides services primarily to students of California State University, Fullerton in Fullerton, California. The Organization consists of the Associated Students group of accounts and Titan Student Center group of accounts. In past years, these were presented as separate audits of component units of the Associated Students and Titan Student Center. In the current year, these component units were combined for audit reporting purposes.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting

The financial statements of the Organization have been prepared on the accrual basis of accounting. Management reviewed the joint statement by the Financial Accounting Standards Board (FASB) and Government Accounting Standards Board (GASB) on the definition of governmental organizations and has determined that the Associated Students should be considered a nonprofit organization and not a government organization.

Basis of Presentation

The Associated Students reports information regarding their financial position and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets. A description of each of these net asset classes is as follows:

- Unrestricted net assets – Net assets that are not subject to donor-imposed stipulations.
- Temporarily restricted net assets – Net assets subject to donor-imposed stipulations that can be fulfilled by actions of the Organization pursuant to those stipulations or that expire by the passage of time. Temporarily restricted resources whose restrictions are met in the same reporting period are recorded as unrestricted.
- Permanently restricted net assets – Net assets subject to donor-imposed stipulations that they be maintained permanently by the Organization. The Associated Students did not have any permanently restricted net assets as of June 30, 2018.

General

General activities include management of all financial resources of the Associated Students that are not classified in the other activities listed below. Revenues are generated through student fees, student programs, Children center grants and programs, investment of idle cash, rental of office space, and fees for administration of campus related programs, and are recognized when earned. The Children Center (the “Centers”), is a licensed program operated by the Associated Students. The Center’s main function is to provide child care services for students, faculty, and staff of the University.

ASSOCIATED STUDENTS
CALIFORNIA STATE UNIVERSITY, FULLERTON, INC.
NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2018 AND 2017

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

The Children Center

The assets and liabilities of the Center are held by the Associated Students in a sub-fund of its General Operations Accounts. All expenditures of the Center which are not reimbursed by the State of California are assumed by the Associated Students. At year-end, the excess (or deficiency) of revenue over expenses of the Center is transferred (to) or from the Associated Students' General Operations Account.

Titan Student Center

Titan Student Center (the "Centers"), has a semi-autonomous Board of Directors responsible for the operation of the Centers, including the preparation and administration of an annual budget. The Centers receives student fees as explained in Note 2. The Centers also receives rents and sales commissions from and provides space to vendors who operate food and snack facilities. Room rental income, graphic services and revenues from various recreational programs are also included in revenue from operations. The Centers provides services primarily to students and faculty of California State University, Fullerton.

Funds Held for Others (Agency Accounts)

Agency accounts (Agency and Instructionally Related Activities (IRA) Funds) represent all funds held by the Associated Students for others. Included are funds administrated by the Associated Students on behalf of University academic and administrative units and other campus organizations which are show as funds held for others on the Statement of Financial Position. It is the management's belief that the Associated Students is acting as an agent for the transactions of these unites. Accordingly, the activities of such organization are not recorded in the Statement of Activities.

Accounting 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 certain reported amounts and disclosures. Actual results could differ from those estimates.

Cash and Cash Equivalents and related Investment

Included in cash and cash equivalents are deposits in the Local Agency Investment Pool (LAIF), which is a state administrated deposit account that earns interest at a varied rate. For the purpose of the statements of cash flows, the Associated Students considers cash on hand and all highly liquid debt instruments purchased with a maturity of three months or less to be cash equivalents.

Accounts Receivable

Accounts receivable are stated at the amount management expects to collect from outstanding balances. The Associated Students uses the allowance method to record doubtful accounts receivable.

ASSOCIATED STUDENTS
CALIFORNIA STATE UNIVERSITY, FULLERTON, INC.
NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2018 AND 2017

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Fair Value of Financial Instruments

The Associated Students has adopted the provisions of GAAP for fair value measurements of financial assets and financial liabilities and for fair value measurements of nonfinancial items that are recognized or disclosed at fair value in the financial statements on a recurring basis. GAAP defines fair value as the price that would be received to sell an asset or paid to transfer liability in an orderly transaction between market participants at the measurement date. GAAP also establishes a framework for measuring fair value and expands disclosures about fair value measurements.

Ticket Inventory

Ticket inventories to various entertainment facilities are recorded at cost, first in first out (FIFO).

Property and Equipment

Legal title to the Associate Students' building, recreational center and Children center building are retained by the California State University Board of Trustees. Initial furnishings and equipment were purchased by the University. Accordingly, the related assets and liabilities are excluded from the Associate Students financial statements. Any purchases following the grand opening of the Associate Students are the responsibility of the Associate Students and are included in the Associate Students financial statements. Purchased property and equipment are stated at cost at the date of acquisition. Depreciation is calculated using the straight-line method over the estimated useful lives of the assets. Repairs and maintenance that extend the life of an asset are capitalized while ordinary repairs and maintenance costs that do not significantly extend the useful life of the asset are expensed as incurred.

Deferred Revenue

Certain revenues are received during the year for activities to be held in the next fiscal year. These revenues are deferred into the next years' operations. Deferred revenue at the year ended June 30, 2018 and 2017 were \$60,542 and \$59,251, respectively.

Income Taxes

The Associated Students exempt from income taxes under Internal Revenue Code Section 501(c)(3) and California Revenue Code Section 23701(d). The Associated Students has also been classified by the Internal Revenue Service as an entity that is not a private foundation within the meaning of Section 509(a) and qualifies for deductible contributions as provided in Section 170(c)(2). Income for certain activities not directly related the Organization's tax-exempt purpose is subject to taxation as unrelated business income.

The Associated Students recognizes the financial statement benefit of tax positions, such as its income tax exempt filing status, only after determining that the relevant tax authority would more likely than not sustain the position following an audit. The Associated Students is subject to potential income tax audits on open tax years by any taxing jurisdiction in which it operates. The statute of limitations for federal and California purposes is generally three and four years, respectively.

ASSOCIATED STUDENTS
CALIFORNIA STATE UNIVERSITY, FULLERTON, INC.
NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2018 AND 2017

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Reporting of Subsequent Events

In preparing these financial statements, the Associated Students has evaluated events and transactions for potential recognition or disclosure through August 31, 2018, the date the financial statements were available to issue.

Reclassifications

Certain amounts in the June 30, 2017 financial statements have been reclassified to conform to the June 30, 2018 financial statements presentation. Such reclassification had no effect on the net assets.

NOTE 3 – FAIR VALUE MEASUREMENTS

GAAP emphasizes that fair value is a market-based measurement, not an entity-specific measurement. Therefore, a fair value measurement should be determined based on the assumptions that market participants would use in pricing the asset or liability. As a basis for considering market participant assumptions in fair market value measurements, GAAP establishes a fair value hierarchy that distinguishes between market participant assumptions based on market data obtained from sources independent of the reporting entity. The standard describes a fair value hierarchy based on three levels of inputs, of which the first two are considered observable and the last unobservable, that may be used to measure fair value, which are the following:

Level 1: Quoted prices in active markets that are accessible at the measurement date for assets or liabilities. The fair value hierarchy gives the highest priority to level 1 inputs.

Level 2: Observable prices that are based on inputs not quoted on active markets, but corroborated by market data.

Level 3: Unobservable inputs are used when little or no market data are available. The fair value hierarchy gives lowest priority to level 3 inputs.

The carrying values of investment assets as of June 30, 2018 are as follows:

	Fair Value Measurements at June 30, 2018			Total
	Level 1	Level 2	Level 3	
Money market funds	\$ 220,690			\$ 220,690
Local agency investment pool	8,858,908			8,858,908
Fixed income securities-Children's center reserve	766,063			766,063
Equity securities-Children's center reserve	1,928,436			1,928,436
Total	<u>\$ 11,774,097</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 11,774,097</u>

The carrying values of investment assets as of June 30, 2017 are as follows:

ASSOCIATED STUDENTS
CALIFORNIA STATE UNIVERSITY, FULLERTON, INC.
NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2018 AND 2017

NOTE 3 – FAIR VALUE MEASUREMENTS (Continued)

	Fair Value Measurements at June 30, 2017			
	Level 1	Level 2	Level 3	Total
Money market funds	\$ 28,041			\$ 28,041
Local agency investment pool	7,909,951			7,909,951
Fixed income securities-Children's center reserve	784,273			784,273
Equity securities-Children's center reserve	1,976,722			1,976,722
Total	\$ 10,698,987	\$ -	\$ -	\$ 10,698,987

Fair values for investments are determined by reference to quoted market prices and other relevant information generated by market transactions.

The assets are presented on the statement of financial position for the years ended June 30, 2018 and 2017 as follows:

	June 30,	
	2018	2017
Local agency investment pool	\$ 8,176,358	\$ 7,266,517
LAIF hold for other agencies	614,656	582,283
Scholarships and other	67,894	61,151
Children's center reserve-investment	2,915,189	2,789,036
Total	\$ 11,774,097	\$ 10,698,987

The carrying value of cash and cash equivalents, accounts receivable, and accounts payable are reasonable estimates of fair value due to the short term nature of these financial instruments.

NOTE 4 – RECEIVABLES

For the years ended June 30, 2018 and 2017, receivables included amounts due from the following organizations:

	June 30,	
	2018	2017
CSUF Auxiliary Services	\$ 11,800	\$ 41,410
Cal State University, Fullerton	133,711	146,816
Other	710,358	806,658
Total	\$ 855,869	\$ 994,884

For the years ended June 30, 2018 and 2017, the Associated Students had an allowance for bad debt of \$5,000 and \$4,337, respectively.

ASSOCIATED STUDENTS
CALIFORNIA STATE UNIVERSITY, FULLERTON, INC.
NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2018 AND 2017

NOTE 5 – PROPERTY AND EQUIPMENT

A summary of property and equipment for the years ended June 30, 2018 and 2017 is as follows:

	June 30,	
	2018	2017
Equipment	\$ 2,477,498	\$ 2,146,592
Total property and equipment	2,477,498	2,146,592
Less accumulated depreciation	(1,770,968)	(1,643,896)
Property and equipment, net	<u>\$ 706,530</u>	<u>\$ 502,696</u>

For the years ended June 30, 2018 and 2017, depreciation expense was \$127,072 and \$162,572, respectively.

NOTE 6 – ACCOUNTS HELD FOR CAMPUS ORGANIZATIONS

As a service to University-affiliated organizations and projects, Associated Students acts as a collecting and disbursing agent for certain special activities of other campus organizations. Amounts held for campus organizations as of June 30, 2018 and 2017 are \$614,646 and \$582,283 respectively.

NOTE 7 – TEMPORARILY RESTRICTED NET ASSETS

As of June 30, 2018 and 2017, the Associated Students had the following temporarily restricted net assets:

	June 30,	
	2018	2017
Scholarships	\$ 29,148	\$ 22,405
Other	38,746	38,746
Total	<u>\$ 67,894</u>	<u>\$ 61,151</u>

NOTE 8 – POST RETIREMENT HEALTH BENEFITS

The Associated Students sponsors a post retirement health benefit plan which allows for employees of the Associated Students and Titan Student Centers, who retire in accordance with the Associated Students requirements and are enrolled in the Associated Students' health plan, may continue to be eligible in retirement for a medical benefit provided by the Associated Students' health plan.

ASSOCIATED STUDENTS
CALIFORNIA STATE UNIVERSITY, FULLERTON, INC.
NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2018 AND 2017

NOTE 8 – POST RETIREMENT HEALTH BENEFITS (Continued)

As of June 30, 1998 the Associated Students created a trust to serve as a funding vehicle for post retirement benefits and funded the trust to the extent of their liability.

Obligations and Funded Status:

For the years ended June 30, 2018 and 2017, the obligations and funded status of the post retirement benefits are as follows:

	June 30,	
	2018	2017
APBO		
Retirees	\$ 2,679,450	\$ 2,626,812
Fully eligible actives	401,897	521,759
Other eligible actives	2,005,059	1,747,129
Total	5,086,406	4,895,700
Less: fair value of assets	(4,381,773)	(4,321,741)
Unfunded APBO	704,633	573,959
Unrecognized (gain)/loss	(522,097)	(535,101)
Accrued/(prepaid)post retirement benefit cost	\$ 182,536	\$ 38,858

	June 30,	
	2018	2017
Fair value of assets	\$ 4,381,773	\$ 4,321,741
Accumulated benefit obligation	5,086,406	4,895,700
Accrued/(prepaid) post retirement benefit cost	182,536	38,858
Net periodic post retirement cost	247,135	143,677

The following assumptions were used to determine the net periodic benefit cost for the years ended June 30, 2018 and 2017:

	June 30,	
	2018	2017
Discount rate	4.25%	4.00%
Expected return on plan assets	6.00%	6.00%
Rate of compensation increase	3.00%	3.00%

ASSOCIATED STUDENTS
CALIFORNIA STATE UNIVERSITY, FULLERTON, INC.
NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2018 AND 2017

NOTE 8 – POST RETIREMENT HEALTH BENEFITS (Continued)

Assumptions:

For measurement purposes, a 3.75% and 4.5% annual rate of increase in the per capita cost of covered health care benefits was assumed for the fiscal years ended June 30, 2018 and 2017. The medical cost trend rate assumption is expected to decrease each year thereafter until for the year beginning July 1, 2023 and thereafter the medical cost trend rate is assumed to be the same as Consumer Price Index Increases. The health care cost trend rate assumption has a significant effect on the amounts reported. To illustrate, increasing the assumed health care cost trend rates by 1% would increase the aggregate of the service and interest cost components of net periodic post retirement health benefit cost for the year ended June 30, 2018 by \$11,646.

Plan Assets:

The Organization's post retirement plan weighted-average asset allocations as of June 30, 2018 and 2017, by asset category are as follows:

	June 30,	
	2018	2017
Money market	5%	1%
Equity securities	54%	55%
Debt securities	33%	35%
Mutual funds	8%	9%
Total	100%	100%

The Organization's investment strategy is based on an expectation that equity securities will outperform debt securities over the long term. Accordingly, the composition of the Organization's plan assets is broadly characterized as a 60/40 allocation between equity and debt securities. The strategy utilizes indexed U.S. equity securities and actively managed investment grade debt. The Organization attempts to mitigate risk by rebalancing between equity and debt classes as the Organization's contributions and monthly benefit payments are made.

Cash Flows:

Contributions – For the years ended June 30, 2018 and 2017, the Organization contributed \$0 and \$0 to its post retirement plan.

ASSOCIATED STUDENTS
CALIFORNIA STATE UNIVERSITY, FULLERTON, INC.
NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2018 AND 2017

NOTE 8 – POST RETIREMENT HEALTH BENEFITS (Continued)

Estimated Future Benefit Payments – The following benefit payments, which reflect expected future service, as appropriate, are expected to be paid:

Year Ending June 30,	
2019	\$ 243,000
2020	263,000
2021	279,000
2022	291,000
2023	298,000
Thereafter	1,599,000
	<hr/> <u>\$ 2,973,000</u>

NOTE 9 – STUDENT ACTIVITY FEES

For years ended June 30, 2018 and 2017, students were required to pay an Associated Student Body (ASB) fee of \$75.34 per semester. Of these fees, \$22.40 per semester was designated for intercollegiate athletics operations. The ASB fees, collected by the Division of Administration and Finance, are remitted to the Associated Students in the year collected and are recognized as revenue in the year to which they apply.

For years ended June 30, 2018 and 2017, full-time and part-time students of California State University, Fullerton were required to pay fees of \$136.41 per fall semester and spring semester and \$60 per summer session. Of these fees, \$86.41 is used to operate the Titan Student Centers and service Student Union debt and \$50 is used to operate and service the debt of the Student Recreation Center. The fees, collected by the Division of Administration and Finance, are deposited into the Wells Fargo depository account and are ultimately managed as part of the campus investments at U.S. Bank. The California State University Board of Trustees has the right of first call on these funds for revenue bond debt service requirements and repairs and replacement of plant assets. The remaining funds are available for use in operating the Centers for the benefit of the students. The transfer of student fees is recorded as revenue in the year in which the fees are remitted to the Centers and totaled \$8,100,000 and \$7,700,000 for the years ended June 30, 2018 and 2017, respectively.

NOTE 10 – LEASE COMMITMENTS

The Associated Students leases the Titan Student Union, Student Recreation Center and Children's Center facilities from the State of California (the "State") and acts as its operator under a lease in effect through June 30, 2025. Rent is not charged to the Associated Students. The Associated Students directly reimburses the State for utility and certain other costs.

ASSOCIATED STUDENTS
CALIFORNIA STATE UNIVERSITY, FULLERTON, INC.
NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2018 AND 2017

NOTE 10 – LEASE COMMITMENTS (Continued)

For the years ended June 30, 2018 and 2017, the Organization incurred \$440,805 and \$440,594 for leasehold improvements to the Center building. Because the building is owned by the Board of Trustees of the California State University, these costs have been expensed as operating expenses rather than capitalized.

NOTE 11 – INVESTMENT INCOME

A summary of investment income for the years ended June 30, 2018 and 2017 is as follows:

	June 30,	
	2018	2017
Interest	\$ 151,405	\$ 116,596
Realized gain/(loss)	175,048	42,508
Unrealized gain/(loss)	20,116	189,246
Investment management fees	(31,835)	(22,517)
	<u>\$ 314,734</u>	<u>\$ 325,833</u>

NOTE 12 – FUNCTIONAL CLASSIFICATION OF EXPENSES

For the years ended June 30, 2018 and 2017, expenses were categorized in the following functional expenses:

	June 30,	
	2018	2017
Program	\$ 13,859,695	\$14,431,056
Management and general	3,016,412	3,325,375
	<u>\$ 16,876,107</u>	<u>\$17,756,431</u>

NOTE 13 – COMMITMENTS

On July 1, 1999 the Associated Students entered into an agreement with California State University, Fullerton, (CSUF) for the purpose of continuing a non-secured loan in the form of a line of credit by the Associated Students to CSUF. The line of credit has been extended for one year through June 30, 2018. This line of credit is limited to a maximum of \$300,000, plus accrued interest. The interest rate is the average rate established by the local agency investment pool for each month, plus one percent. The Associated Students shall have an ongoing collateral interest in funds it budgets to future intercollegiate sports programs. As of June 30, 2018 and 2017, the line of credit had outstanding balances of \$16,534 and \$275,467, respectively.

ASSOCIATED STUDENTS
CALIFORNIA STATE UNIVERSITY, FULLERTON, INC.
NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2018 AND 2017

NOTE 14 – RELATED PARTIES

For the years ended June 30, 2018 and 2017, receivables include \$133,711 and \$275,467 due from Cal State Fullerton for intercollegiate athletic expenses, IRA, and student fees.

For the years ended June 30, 2018 and 2017, payables include \$573,881 and \$381,533 due to Cal State Fullerton for campus recharges, IRA and Athletics tuition.

For the years ended June 30, 2018 and 2017, payments from Associated Students and IRA for salary and expenses to CSUF were \$2,603,844 and \$2,787,948 and payments for services from CSUF were \$571,958 and \$309,149.

NOTE 15 – CONCENTRATIONS OF CREDIT RISK

The organizations income base consists primarily of students enrolled at California State University, Fullerton. Although the organization is directly affected by the student enrollment, management does not believe significant credit risk exists as of June 30, 2018 and 2017.

Cash deposits in financial institutions may exceed federally insured limits at times during the year. As of June 30, 2018 and 2017, the cash balances held at financial institutions exceed the FDIC insurance amount of \$250,000 by \$425,481 and \$406,449. Cash deposited in financial institutions differs from cash presented in the statement of financial position due to timing differences.

NOTE 16 - PENSION PLAN (CALPERS)

The Organization participates in a Cost-Sharing Multiple-Employer Defined Benefit Plan through the California Public Employees' Retirement System plan (CalPERS) which covers substantially all regular salaried full-time employees of the Organization. CalPERS acts as a common investment and administrative agent for participating public entities within the State of California.

CalPERS issues a publicly available comprehensive annual financial report that includes financial statements and required supplementary information. Copies of the CalPERS annual financial report may be obtained from the California Public Employees' Retirement System Executive Office- 400 P Street – Sacramento, CA 95814.

CalPERS released information providing the Organization with a net pension liability measured as of June 30, 2017. This estimate was used to record the unfunded liability at June 30, 2018.

The Cost-Sharing Multiple-Employer Defined Benefit Plan is comprised of a Miscellaneous Pool and a Safety Pool. The Organization sponsors three Miscellaneous Risk Pool plans.

As of June 30, 2018 the entire proportionate share of the unfunded accumulated pension obligation amount has been accrued for in the statement of financial position using the latest actuarial information available from the fiduciary at June 30, 2017.

ASSOCIATED STUDENTS
CALIFORNIA STATE UNIVERSITY, FULLERTON, INC.
NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2018 AND 2017

NOTE 16 - PENSION PLAN (CALPERS) (Continued)

Summarized funded status of Miscellaneous Risk Pool plans is reported herein.

	June 30,	
	2018	2017
Total pension liability	\$ 23,863,054	\$21,788,955
Plan fiduciary net position	16,213,638	14,978,271
Extra contribution during the year	443,666	
Plan net pension liability	7,205,750	6,810,684
Funded ratio	69.80%	68.74%

The actuarially assumed investment return after June 30, 2017 is 7.15% per annum. The salary scale used assumes salary increases that vary by entry age and service. The total increase in any future year includes an assumed 2.75% inflation rate, and no across the board increase and merit increases that vary by length of service. The Organization is required to contribute to three tiers of plans. At an actuarially determined rate; for the measurement period ended June 30, 2017 (the measurement date), the active employee contribution rate is between 6.9% - 7% of annual pay, and the average employer's contribution rate is between 7.37% - 12.75% of annual payroll. Payroll is assumed to increase by 3%. Employer's contribution rates may change if plan contracts are amended. There is no contractual maximum contribution required for the Organization by CalPERS.

During the plan year, employer and employee contributions were \$377,987 and \$189,848, respectively.

The following benefit payments, which reflect expected future service, are expected to be paid as follows:

Year Ending June 30,	
2019	\$ 426,730
2020	439,532
2021	452,718
2022	466,300
2023	480,289
Thereafter	2,626,416
	\$ 4,891,985

Guzman & Gray

Certified Public Accountants

4510 East Pacific Coast Highway, Suite 270
Long Beach, California 90804
(562) 498-0997 Fax: (562) 597-7359

Mark Gray, C.P.A.
Patrick S. Guzman, C.P.A.

INDEPENDENT AUDITORS' REPORT ON ADDITIONAL INFORMATION

The Board of Directors
Associated Students
California State University
Fullerton, Inc.
Fullerton, California

Our report on our audit of the financial statements of the Associated Students, California State University, Fullerton, Inc., for June 30, 2018 and 2017 appears on page 2. That audit was made for the purpose of forming an opinion on the basic financial statements taken as a whole. The information presented on pages 19 through 29 is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.



Long Beach, California
August 31, 2018

ASSOCIATED STUDENTS
CALIFORNIA STATE UNIVERSITY, FULLERTON, INC.
STATEMENT OF FINANCIAL POSITION BY UNIT

JUNE 30, 2018

ASSETS

	ASI	Titan Student Center	Eliminating Entry	Total
CURRENT ASSETS				
Cash and cash equivalents				
Cash on hand and in commercial accounts	\$ 300,888	\$ 104,786		\$ 405,674
Local agency investment pool	4,000,106	4,176,252		8,176,358
	<u>4,300,994</u>	<u>4,281,038</u>	<u>-</u>	<u>8,582,032</u>
Receivables	1,015,422	112,224	\$ (271,777)	855,869
Ticket inventory		35,672		35,672
Prepaid expenses	109,398	12,271		121,669
Total Current Assets	<u>5,425,814</u>	<u>4,441,205</u>	<u>(271,777)</u>	<u>9,595,242</u>
PROPERTY AND EQUIPMENT, net	<u>14,674</u>	<u>691,856</u>		<u>706,530</u>
OTHER ASSETS				
LAIF assets held for campus organizations	614,656			614,656
Local agency investment pool-scholarship and other	67,894			67,894
Cash - Children's Center reserve fund	220,690			220,690
Investments - Children's Center reserve fund	2,694,499			2,694,499
Total Other Assets	<u>3,597,739</u>	<u>-</u>	<u>-</u>	<u>3,597,739</u>
TOTAL ASSETS	<u>9,038,227</u>	<u>5,133,061</u>	<u>(271,777)</u>	<u>13,899,511</u>
LIABILITIES AND NET ASSETS				
CURRENT LIABILITIES				
Accounts payable	192,792	516,656		709,448
Accrued liabilities	1,259,248	691,981	(271,777)	1,679,452
Deferred revenue	-	60,542		60,542
Unfunded pension obligation, current	189,954	236,776		426,730
Unfunded post retirement liability, current	128,000	5,934		133,934
Total Current Liabilities	<u>1,769,994</u>	<u>1,511,889</u>	<u>(271,777)</u>	<u>3,010,106</u>
NONCURRENT AND OTHER LIABILITIES				
Accounts held for campus organizations	614,656			614,656
Unfunded pension obligation, noncurrent	3,013,167	3,765,852		6,779,019
Unfunded post retirement liability, noncurrent	570,699			570,699
Total Noncurrent and Other Liabilities	<u>4,198,522</u>	<u>3,765,852</u>	<u>-</u>	<u>7,964,374</u>
TOTAL LIABILITIES	<u>5,968,516</u>	<u>5,277,741</u>	<u>(271,777)</u>	<u>10,974,480</u>
NET ASSETS				
Unrestricted	3,001,817	(144,680)	-	2,857,137
Temporary restricted	67,894	-	-	67,894
TOTAL NET ASSETS	<u>3,069,711</u>	<u>(144,680)</u>	<u>-</u>	<u>2,925,031</u>
TOTAL LIABILITIES AND NET ASSETS	<u>\$ 9,038,227</u>	<u>\$ 5,133,061</u>	<u>\$ (271,777)</u>	<u>\$ 13,899,511</u>

See independent auditor's report and notes to the financial statements

ASSOCIATED STUDENTS
CALIFORNIA STATE UNIVERSITY, FULLERTON, INC.
STATEMENTS OF ACTIVITIES AND CHANGES IN NET ASSETS BY UNIT

JUNE 30, 2018

	ASI	Titan Student Center	Eliminating Entry	Total
CHANGES IN UNRESTRICTED NET ASSETS				
Revenues				
Student activity fees	\$ 6,057,311	\$ 8,100,000		\$ 14,157,311
General operations	2,018,159	1,443,746	(1,878,040)	1,583,865
Program revenue	755,140			755,140
Investment income	272,216	42,518		314,734
Grants - Children's Center	554,859			554,859
Net assets released from restrictions	14,000			14,000
Total Unrestricted Revenues	<u>9,671,685</u>	<u>9,586,264</u>	<u>(1,878,040)</u>	<u>17,379,909</u>
Expenses				
General operations	9,088,613	9,538,462	(1,878,040)	16,749,035
Depreciation expense	4,920	122,152		127,072
Total Expenses	<u>9,093,533</u>	<u>9,660,614</u>	<u>(1,878,040)</u>	<u>16,876,107</u>
Increase (Decrease) in net asset from operations	<u>578,152</u>	<u>(74,350)</u>	<u>-</u>	<u>503,802</u>
INCREASE (DECREASE) IN UNRESTRICTED NET ASSETS	<u><u>578,152</u></u>	<u><u>(74,350)</u></u>	<u><u>-</u></u>	<u><u>503,802</u></u>
CHANGES IN TEMPORARILY RESTRICTED NET ASSETS				
Revenues				
Interest income	77			77
Contributions - restricted	20,666			20,666
Net assets released from restrictions	(14,000)			(14,000)
INCREASE IN TEMPORARILY RESTRICTED NET ASSETS	<u><u>6,743</u></u>			<u><u>6,743</u></u>
INCREASE (DECREASE) IN NET ASSETS	584,895	(74,350)	-	510,545
BEGINNING NET ASSETS	<u>2,484,816</u>	<u>(70,330)</u>		<u>2,414,486</u>
ENDING NET ASSETS	<u><u>\$ 3,069,711</u></u>	<u><u>\$ (144,680)</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 2,925,031</u></u>

See independent auditor's report and notes to the financial statements

Associated Students, CSUF
Schedule of Net Position
June 30, 2018
(for inclusion in the California State University)

Assets:	
Current assets:	
Cash and cash equivalents	\$ 405,674
Short-term investments	11,485,513
Accounts receivable, net	855,869
Capital lease receivable, current portion	—
Notes receivable, current portion	—
Pledges receivable, net	—
Prepaid expenses and other current assets	157,341
Total current assets	<u>12,904,397</u>
Noncurrent assets:	
Restricted cash and cash equivalents	—
Accounts receivable, net	—
Capital lease receivable, net of current portion	—
Notes receivable, net of current portion	—
Student loans receivable, net	—
Pledges receivable, net	—
Endowment investments	—
Other long-term investments	288,584
Capital assets, net	706,530
Other assets	—
Total noncurrent assets	<u>995,114</u>
Total assets	<u>13,899,511</u>
Deferred outflows of resources:	
Unamortized loss on debt refunding	—
Net pension liability	—
Net OPEB liability	—
Others	—
Total deferred outflows of resources	<u>—</u>
Liabilities:	
Current liabilities:	
Accounts payable	709,448
Accrued salaries and benefits	121,397
Accrued compensated absences, current portion	423,507
Unearned revenues	60,542
Other liabilities	1,134,548
Total current liabilities	<u>2,449,442</u>
Noncurrent liabilities:	
Net other postemployment benefits liability	704,633
Net pension liability	7,205,749
Other liabilities	614,656
Total noncurrent liabilities	<u>8,525,038</u>
Total liabilities	<u>10,974,480</u>
Deferred inflows of resources:	
Service concession arrangements	—
Net pension liability	—
Net OPEB liability	—
Unamortized gain on debt refunding	—
Nonexchange transactions	—
Others	—
Total deferred inflows of resources	<u>—</u>
Net Position:	
Net investment in capital assets	706,530
Restricted for:	—
Nonexpendable – endowments	—
Expendable:	—
Scholarships and fellowships	29,148
Research	—
Loans	—
Capital projects	—
Debt service	—
Others	38,746
Unrestricted	2,150,607
Total net position	<u>\$ 2,925,031</u>

See independent auditor's report and notes to the financial statements

Associated Students, CSUF

Schedule of Revenues, Expenses, and Changes in Net Position

June 30, 2018

(for inclusion in the California State University)

Revenues:	
Operating revenues:	
Student tuition and fees, gross	\$ 14,157,311
Scholarship allowances (enter as negative)	—
Grants and contracts, noncapital:	
Federal	—
State	553,439
Local	1,420
Nongovernmental	—
Sales and services of educational activities	—
Sales and services of auxiliary enterprises, gross	2,339,005
Scholarship allowances (enter as negative)	—
Other operating revenues	20,666
Total operating revenues	<u>17,071,841</u>
Expenses:	
Operating expenses:	
Instruction	—
Research	—
Public service	314,373
Academic support	—
Student services	10,036,555
Institutional support	—
Operation and maintenance of plant	—
Student grants and scholarships	—
Auxiliary enterprise expenses	6,398,107
Depreciation and amortization	127,072
Total operating expenses	<u>16,876,107</u>
Operating income (loss)	<u>195,734</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	314,811
Endowment income (loss), net	—
Interest expense	—
Other nonoperating revenues (expenses) - excl. interagency transfers	—
Other nonoperating revenues (expenses) - interagency transfers	—
Net nonoperating revenues (expenses)	<u>314,811</u>
Income (loss) before other revenues (expenses)	510,545
State appropriations, capital	—
Grants and gifts, capital	—
Additions (reductions) to permanent endowments	—
Increase (decrease) in net position	510,545
Net position:	
Net position at beginning of year, as previously reported	2,484,816
Titan Student Center Component unit-beginning of year net position	(70,330)
Net position at beginning of year, as restated	2,414,486
Net position at end of year	\$ <u><u>2,925,031</u></u>

See independent auditor's report and notes to the financial statements

Associated Students, CSUF
Other Information
June 30, 2018
(for inclusion in the California State University)

1 Restricted cash and cash equivalents at June 30, 2018:	
Portion of restricted cash and cash equivalent:	\$ ---
All other restricted cash and cash equivalents	---
Total restricted cash and cash	<u>---</u>

2.1 Composition of investments at June 30, 2018:

	Current Unrestricted	Current Restricted	Total Current	Noncurrent Unrestricted	Noncurrent Restricted	Total Noncurrent	Total
State of California Surplus Money Investment	\$ ---	---	---	---	---	---	---
State of California Local Agency Investment Fund (LAIF)	8,791,014	---	8,791,014	---	67,894	67,894	8,858,908
Corporate bonds	313,448	---	313,448	---	---	---	313,448
Certificates of deposit	---	---	---	---	---	---	---
Mutual funds	---	---	---	---	---	---	---
Money Market funds	---	---	---	220,690	---	220,690	220,690
Repurchase agreements	---	---	---	---	---	---	---
Commercial paper	---	---	---	---	---	---	---
Asset backed securities	103,976	---	103,976	---	---	---	103,976
Mortgage backed securities	---	---	---	---	---	---	---
Municipal bonds	15,112	---	15,112	---	---	---	15,112
U.S. agency securities	83,933	---	83,933	---	---	---	83,933
U.S. treasury securities	135,985	---	135,985	---	---	---	135,985
Equity securities	1,928,435	---	1,928,435	---	---	---	1,928,435
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:	---	---	---	---	---	---	---
Foreign bonds	96,234	---	96,234	---	---	---	96,234
U.S. govt remics/cmos	17,376	---	17,376	---	---	---	17,376
Add description	---	---	---	---	---	---	---
Add description	---	---	---	---	---	---	---
Add description	---	---	---	---	---	---	---
Add description	---	---	---	---	---	---	---
Total investments	<u>11,485,513</u>	<u>---</u>	<u>11,485,513</u>	<u>220,690</u>	<u>67,894</u>	<u>288,584</u>	<u>11,774,097</u>
Less endowment investments (enter as negative number)	---	---	---	---	---	---	---
Total investments	<u>11,485,513</u>	<u>---</u>	<u>11,485,513</u>	<u>220,690</u>	<u>67,894</u>	<u>288,584</u>	<u>11,774,097</u>

2.2 Investments held by the University under contractual agreements at June 30, 2018:

Portion of investments in note 2.1 held by the University under contractual agreements at June 30, 20CY :	---	---	---	---	---	---	---
---	-----	-----	-----	-----	-----	-----	-----

2.3 Restricted current investments at June 30, 2018 related to:

Amount	---
Add description	---
Add description	---
Add description	---
Add description	---
Add description	---
Add description	---
Add description	---
Total restricted current investments at June 30, 2018	<u>---</u>

See independent auditor's report and notes to the financial statements

Associated Students, CSUF
Other Information
June 30, 2018
(for inclusion in the California State University)

2.4 Restricted noncurrent investments at June 30, 2018 related to:

	<u>Amount</u>
Endowment investment	\$ —
Scholarships	29,148
Inflation reserves	—
University projects	—
Others	38,746
Add description	—
Add description	—
Add description	—
Total restricted noncurrent investments at Jun	\$ 67,894

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

	<u>Total</u>	<u>Fair Value Measurements Using</u>			<u>Net Asset Value (NAV)</u>
		<u>Quoted Prices in Active Markets for Identical Assets (Level 1)</u>	<u>Significant Other Observable Inputs (Level 2)</u>	<u>Significant Unobservable Inputs (Level 3)</u>	
State of California Surplus Money Investment	\$ —	—	—	—	—
State of California Local Agency Investment Fund (L.AIF)	8,858,908	8,858,908	—	—	—
Corporate bonds	313,448	313,448	—	—	—
Certificates of deposit	—	—	—	—	—
Mutual funds	—	—	—	—	—
Money Market funds	220,690	220,690	—	—	—
Repurchase agreements	—	—	—	—	—
Commercial paper	—	—	—	—	—
Asset backed securities	103,976	103,976	—	—	—
Mortgage backed securities	—	—	—	—	—
Municipal bonds	15,112	15,112	—	—	—
U.S. agency securities	83,933	83,933	—	—	—
U.S. treasury securities	135,985	135,985	—	—	—
Equity securities	1,928,435	1,928,435	—	—	—
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:	—	—	—	—	—
Foreign bonds	96,234	96,234	—	—	—
U.S. govt remics/cmos	17,376	17,376	—	—	—
Add description	—	—	—	—	—
Add description	—	—	—	—	—
Add description	—	—	—	—	—
Add description	—	—	—	—	—
Total investments	11,774,097	11,774,097	—	—	—

See independent auditor's report and notes to the financial statements

Associated Students, CSUF
Other Information
June 30, 2018
(for inclusion in the California State University)

3.1 Composition of capital assets at June 30, 2018:

	Balance June 30, 2017	Prior period Adjustments	Reclassifications	Balance June 30, 2017 (restated)	Additions	Reductions	Transfers of Completed CWIP	Balance June 30, 2018
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	---	---	---	---	---	---	---	---
Add description	---	---	---	---	---	---	---	---
Add description	---	---	---	---	---	---	---	---
Add description	---	---	---	---	---	---	---	---
Add description	---	---	---	---	---	---	---	---
Add description	---	---	---	---	---	---	---	---
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	169,489	1,977,103	---	2,146,592	330,906	---	---	2,477,498
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	169,489	1,977,103	---	2,146,592	330,906	---	---	2,477,498
Total capital assets	169,489	1,977,103	---	2,146,592	330,906	---	---	2,477,498
Less accumulated depreciation/amortization								
Buildings and building improvements	---	---	---	---	---	---	---	---
Improvements, other than buildings	---	---	---	---	---	---	---	---
Infrastructure	---	---	---	---	---	---	---	---
Leasehold improvements	---	---	---	---	---	---	---	---
Personal property:								
Equipment	(149,894)	(1,494,002)	---	(1,643,896)	(127,072)	---	---	(1,770,968)
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 accumulated depreciation/amortization	(149,894)	(1,494,002)	---	(1,643,896)	(127,072)	---	---	(1,770,968)
Total capital assets, net	\$ 19,595	483,101	---	502,696	203,834	---	---	706,530

See independent auditor's report and notes to the financial statements

Associated Students, CSUF
Other Information
June 30, 2018
(for inclusion in the California State University)

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

Depreciation and amortization expense related to:	\$ 127,072
Amortization expense related to other assets	—
Total depreciation and amortization expense	\$ 127,072

4 Long-term liabilities activity schedule:

	Balance June 30, 2017	Prior period adjustments	Reclassifications	Balance June 30, 2017 (restated)	Additions	Reductions	Balance June 30, 2018	Current portion	Long-term portion
Accrued compensated absences	\$ 283,572	162,375	—	445,947	—	(22,440)	423,507	423,507	—
Claims liability for losses and loss adjustment	—	—	—	—	—	—	—	—	—
Capital lease obligations									
Gross balance	—	—	—	—	—	—	—	—	—
Unamortized premium / (discount) on capital lease obligations	—	—	—	—	—	—	—	—	—
Total capitalized lease obligations	—	—	—	—	—	—	—	—	—
Long-term debt obligations									
Auxiliary revenue bonds	—	—	—	—	—	—	—	—	—
Commercial paper	—	—	—	—	—	—	—	—	—
Notes 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	\$ 283,572	162,375	—	445,947	—	(22,440)	423,507	423,507	—

5 Future minimum lease payments - Capital lease obligations:

	Capital lease obligations related to SRB			All other capital lease obligations			Total capital 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									
2019	—	—	—	—	—	—	—	—	—
2020	—	—	—	—	—	—	—	—	—
2021	—	—	—	—	—	—	—	—	—
2022	—	—	—	—	—	—	—	—	—
2023	—	—	—	—	—	—	—	—	—
2024 - 2028	—	—	—	—	—	—	—	—	—
2029 - 2033	—	—	—	—	—	—	—	—	—
2034 - 2038	—	—	—	—	—	—	—	—	—
2039 - 2043	—	—	—	—	—	—	—	—	—
2044 - 2048	—	—	—	—	—	—	—	—	—
2049 - 2053	—	—	—	—	—	—	—	—	—
2054 - 2058	—	—	—	—	—	—	—	—	—
2059 - 2063	—	—	—	—	—	—	—	—	—
2064 - thereafter	—	—	—	—	—	—	—	—	—
Total minimum lease payments	—	—	—	—	—	—	—	—	—
Less amounts representing interest									—
Present value of future minimum lease payments									—
Unamortized net premium (discount)									—
Total capital lease obligations									—
Less current portion									—
Capital lease obligation, net of current portion									\$ —

See independent auditor's report and notes to the financial statements

Associated Students, CSUF
Other Information
June 30, 2018
(for inclusion in the California State University)

6 Long-term debt obligations schedule

	Auxiliary revenue bonds			All other long-term debt obligations			Total long-term debt 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								
2019	\$ ---	---	---	---	---	---	---	---	---
2020	---	---	---	---	---	---	---	---	---
2021	---	---	---	---	---	---	---	---	---
2022	---	---	---	---	---	---	---	---	---
2023	---	---	---	---	---	---	---	---	---
2024 - 2028	---	---	---	---	---	---	---	---	---
2029 - 2033	---	---	---	---	---	---	---	---	---
2034 - 2038	---	---	---	---	---	---	---	---	---
2039 - 2043	---	---	---	---	---	---	---	---	---
2044 - 2048	---	---	---	---	---	---	---	---	---
2049 - 2053	---	---	---	---	---	---	---	---	---
2054 - 2058	---	---	---	---	---	---	---	---	---
2059 - 2063	---	---	---	---	---	---	---	---	---
2064 - thereafter	---	---	---	---	---	---	---	---	---
Total minimum payments	---	---	---	---	---	---	---	---	---
Less amounts representing interest									---
Present value of future minimum payments									---
Unamortized net premium (discount)									---
Total long-term debt obligations									---
Less current portion									---
Long-term debt obligations, net of current portion									\$ ---

7 Calculation of net position

7.1 Calculation of net position - Net investment in capital assets

Capital assets, net of accumulated depreciatio	\$	706,530
Capital lease obligations, current portion		---
Capital 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 (enter as positive)		---
Other adjustments: (please list)		
Add description		---
Add description		---
Add description		---
Add description		---
Add description		---
Net position - Net investment in capital ass	\$	706,530

7.2 Calculation of net position - Restricted for nonexpendable - endowments

Portion of restricted cash and cash equivalent:	\$	---
Endowment investments		---
Other adjustments: (please list)		
Restricted expendable endowments		
Add description		---
Add description		---
Add description		---
Add description		---
Add description		---
Add description		---
Add description		---
Add description		---
Add description		---
Net position - Restricted for nonexpendabl	\$	---

See independent auditor's report and notes to the financial statements

Associated Students, CSUF
 Other Information
 June 30, 2018
 (for inclusion in the California State University)

8 Transactions with related entities

	Amount
Payments to University for salaries of University personnel working on contracts, grants, and other programs	\$ 339,322
Payments to University for other than salaries of University personnel	2,264,523
Payments received from University for services, space, and programs	571,958
Gifts-in-kind to the University from discretely presented component units	—
Gifts (cash or assets) to the University from discretely presented component units	5,037
Accounts (payable to) University (enter as negative number)	(573,881)
Other amounts (payable to) University (enter as negative number)	—
Accounts receivable from University (enter as positive number)	133,711
Other amounts receivable from University	—

9 Other postemployment benefits (OPEB) liability

Annual required contribution (ARC)	\$ 112,104
Contributions during the year (enter as negative number)	—
Increase (decrease) in net OPEB liability (NOO)	112,104
Other adjustments—consolidation of Titan Student Center beginning balance	(9,285)
NOO - beginning of year	583,244
NOO - end of year	\$ 704,633

Percentage of annual OPEB cost contributed during the year ended 0%

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	—
Add description	—
Total pollution remediation liabli	\$ —
Less: current portion	—
Pollution remediation liabilities, net of current portion	—

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

	Net Position Class	Amount Dr. (Cr.)
Net position as of June 30, 2017, as previously reported		\$ 2,484,816
Prior period adjustments:		
1 Consolidation of Titan Student Center to Associated Students in FY 17/18 (capital assets)	Invested in capital assets-net of related debt	483,101
2 Consolidation of Titan Student Center to Associated Students in FY 17/18 (noncapital assets)	Unrestricted	4,047,294
3 Consolidation of Titan Student Center to Associated Students in FY 17/18 (liabilities)	Unrestricted	(4,600,725)
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 position as of June 30, 2017, as restated		\$ 2,414,486

See independent auditor's report and notes to the financial statements

Associated Students, CSUF
Other Information
June 30, 2018

(for inclusion in the California State University)

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

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

	Debit	Credit
1 Consolidation of Titan Student Center to Associated Students in FY 17/18 (capital assets)		
Net position class Invested in capital assets-net of related debt	\$	483,101
Capital assets, net	\$ 483,101	
2 Consolidation of Titan Student Center to Associated Students in FY 17/18 (noncapital assets)		
Net position class Unrestricted		4,047,294
Cash and cash equivalents	37,865	
Short-term investments	3,840,973	
Accounts receivable, net	123,261	
Prepaid expenses and other current assets	35,910	
Other assets	9,285	
3 Consolidation of Titan Student Center to Associated Students in FY 17/18 (liabilities)		
Net position class Unrestricted	\$ 4,600,725	
Accounts payable		474,303
Accrued salaries and benefits	—	193,910
Accrued compensated absences, current portion		162,375
Unearned revenue		59,251
Other liabilities		228,504
Net pension liability		3,482,382
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)	—	—

12 Natural Classifications of Operating Expenses

	Salaries	Benefits	Scholarships and fellowships	Supplies and other services	Depreciation and amortization	Total operating expenses
Instruction	—	—	—	—	—	—
Research	—	—	—	—	—	—
Public service	109,936	9,277	7,280	187,880	—	314,373
Academic support	—	—	—	—	—	—
Student services	4,056,714	989,939	2,077,114	2,912,788	—	10,036,555
Institutional support	—	—	—	—	—	—
Operation and maintenance of plant	—	—	—	—	—	—
Student grants and scholarships	—	—	—	—	—	—
Auxiliary enterprise expenses	2,090,230	835,209	—	3,472,668	—	6,398,107
Depreciation and amortization	—	—	—	—	127,072	127,072
Total	6,256,880	1,834,425	2,084,394	6,573,336	127,072	16,876,107

See independent auditor's report and notes to the financial statements