

Associated Students, Inc., California State University, Fullerton

FINANCIAL STATEMENTS AND SUPPLEMENTAL INFORMATION

Years Ended June 30, 2025 and 2024



ASSOCIATED STUDENTS, INC., CALIFORNIA STATE UNIVERSITY, FULLERTON
Financial Statements and Supplemental Information
Years Ended June 30, 2025 and 2024

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INDEPENDENT AUDITOR'S REPORT

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

Opinion

We have audited the accompanying financial statements of the Associated Students, Inc., California State University, Fullerton (a nonprofit organization), which comprise the statements of financial position as of June 30, 2025 and 2024, the related statements of activities, functional expenses, and cash flows for the years then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Associated Students, Inc., California State University, Fullerton as of June 30, 2025 and 2024, 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.

Basis of Opinion

We conducted our audits in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Associated Students, Inc., California State University, Fullerton and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management

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.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about Associated Students, Inc., California State University, Fullerton's ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

INDEPENDENT AUDITOR'S REPORT, CONTINUED

Responsibilities for the Audit of the Financial Statements, continued

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit 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 Associated Students, Inc., California State University, Fullerton's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Associated Students, Inc., California State University, Fullerton's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control related matters that we identified during the audit.

Supplemental Information

Our audits were conducted for the purpose of forming an opinion on the financial statements as a whole. The supplemental information included on pages 30-47 is presented for purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audits 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.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated September 18, 2025, on our consideration of Associated Students, Inc., California State University, Fullerton's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements, and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of Associated Students, Inc., California State University, Fullerton's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Associated Students, Inc., California State University, Fullerton's internal control over financial reporting and compliance.

Aldrich CPAs + Advisors LLP

San Diego, California
September 18, 2025

ASSOCIATED STUDENTS, INC., CALIFORNIA STATE UNIVERSITY, FULLERTON**Statements of Financial Position**

June 30, 2025 and 2024

	<u>2025</u>	<u>2024</u>
ASSETS		
Cash	\$ 1,549,934	\$ 797,880
Accounts receivable, net of allowance for credit losses of \$0 (2025) and \$4,437 (2024)	651,268	309,872
Accounts receivable, related parties	390,587	813,675
Investments	23,162,440	22,024,339
Property and equipment, net of accumulated depreciation	2,227,119	1,328,155
Right-of-use asset - finance lease	178,748	292,751
Other assets	<u>298,781</u>	<u>379,606</u>
Total Assets	<u>\$ 28,458,877</u>	<u>\$ 25,946,278</u>
LIABILITIES AND NET ASSETS		
Liabilities:		
Accounts payable	\$ 917,150	\$ 184,628
Accounts payable, related parties	814,958	882,809
Accrued expenses	1,366,624	1,053,400
Deferred revenue	252,471	732,863
Lease liability - finance lease	180,170	294,600
Funds held for others	375,240	311,804
Related party funds held for others	559,337	487,846
Unfunded pension obligation	10,203,116	10,520,615
Unfunded postretirement liability	<u>3,564,257</u>	<u>2,442,036</u>
Total Liabilities	18,233,323	16,910,601
Net Assets:		
Without donor restrictions:		
Undesignated	6,221,397	4,673,521
Board designated (See Note 8)	<u>3,874,702</u>	<u>4,222,714</u>
Total Without Donor Restrictions	10,096,099	8,896,235
With donor restrictions	<u>129,455</u>	<u>139,442</u>
Total Net Assets	<u>10,225,554</u>	<u>9,035,677</u>
Total Liabilities and Net Assets	<u>\$ 28,458,877</u>	<u>\$ 25,946,278</u>

ASSOCIATED STUDENTS, INC., CALIFORNIA STATE UNIVERSITY, FULLERTON**Statement of Activities**

Year Ended June 30, 2025

	Without Donor Restrictions	With Donor Restrictions	Total
Revenue and Support:			
Student activity fees	\$ 19,036,445	\$ -	\$ 19,036,445
In-kind contribution of facilities	8,428,525	-	8,428,525
Other	1,881,792	-	1,881,792
Grants and contributions	1,472,769	126,309	1,599,078
Student Center fees	1,740,515	-	1,740,515
Children's Center tuition	768,943	-	768,943
Net assets released from restrictions	136,296	(136,296)	-
Total Revenue and Support	33,465,285	(9,987)	33,455,298
Expenses:			
Program services:			
Student services	12,778,458	-	12,778,458
Student Recreation center	3,494,397	-	3,494,397
Children's Center	3,329,252	-	3,329,252
Total Program Expenses	19,602,107	-	19,602,107
Supporting services:			
Building services	1,897,617	-	1,897,617
Public services	52,436	-	52,436
Administrative	11,451,134	-	11,451,134
Total Supporting Services	13,401,187	-	13,401,187
Total Operating Expenses	33,003,294	-	33,003,294
Change in Net Assets from Operations	461,991	(9,987)	452,004
Nonoperating Income (Expense):			
Pension and postretirement-related changes other than service cost	(558,901)	-	(558,901)
Investment return	1,296,774	-	1,296,774
Total Nonoperating Income	737,873	-	737,873
Change in Net Assets	1,199,864	(9,987)	1,189,877
Net Assets, beginning	8,896,235	139,442	9,035,677
Net Assets, ending	\$ 10,096,099	\$ 129,455	\$ 10,225,554

See accompanying notes to financial statements.

ASSOCIATED STUDENTS, INC., CALIFORNIA STATE UNIVERSITY, FULLERTON**Statement of Activities**

Year Ended June 30, 2024

	Without Donor Restrictions	With Donor Restrictions	Total
Revenue and Support:			
Student activity fees	\$ 16,963,959	\$ -	\$ 16,963,959
In-kind contribution of facilities	8,428,525	-	8,428,525
Grants and contributions	1,445,337	100,261	1,545,598
Student Center fees	1,498,474	-	1,498,474
Other	1,329,426	-	1,329,426
Children's Center tuition	701,226	-	701,226
Net assets released from restrictions	145,258	(145,258)	-
Total Revenue and Support	30,512,205	(44,997)	30,467,208
Expenses:			
Program services:			
Student services	13,602,197	-	13,602,197
Student Recreation center	3,853,882	-	3,853,882
Children's Center	3,420,828	-	3,420,828
Total Program Expenses	20,876,907	-	20,876,907
Supporting services:			
Building services	2,730,105	-	2,730,105
Public services	51,575	-	51,575
Administrative	8,519,048	-	8,519,048
Total Supporting Services	11,300,728	-	11,300,728
Total Operating Expenses	32,177,635	-	32,177,635
Change in Net Assets from Operations	(1,665,430)	(44,997)	(1,710,427)
Nonoperating Income (Expense):			
Pension and postretirement-related changes other than service cost	690,373	-	690,373
Investment return	1,383,447	-	1,383,447
Total Nonoperating Expense	2,073,820	-	2,073,820
Change in Net Assets	408,390	(44,997)	363,393
Net Assets, beginning	8,487,845	184,439	8,672,284
Net Assets, ending	\$ 8,896,235	\$ 139,442	\$ 9,035,677

ASSOCIATED STUDENTS, INC., CALIFORNIA STATE UNIVERSITY, FULLERTON
Statement of Functional Expenses

Year Ended June 30, 2025

	Program Services				Supporting Services			
	Student Services	Student Recreation Center	Children's Center	Total Program	Building Services	Public Services	Administrative	Total
Salaries	\$ 1,078,712	\$ 1,272,124	\$ 1,723,577	\$ 4,074,413	\$ 72,779	\$ -	\$ 5,507,222	\$ 9,654,414
Employee benefits and taxes	202,217	183,318	711,756	1,097,291	11,633	56	2,948,998	4,057,978
Total Personnel	1,280,929	1,455,442	2,435,333	5,171,704	84,412	56	8,456,220	13,712,392
Awards and scholarships	2,801,305	-	-	2,801,305	-	-	-	2,801,305
Communications	25,033	12,000	6,003	43,036	2,313	-	23,564	68,913
Contracts and rentals	327,529	33,620	2,207	363,356	990	5,460	16,931	386,737
Depreciation and amortization	-	-	-	-	-	-	430,247	430,247
In-kind rent for facilities	5,907,364	1,642,284	468,700	8,018,348	148,150	-	262,027	8,428,525
Insurance	34,803	16,177	19,354	70,334	-	-	377,218	447,552
Office and supplies	664,470	114,431	82,732	861,633	120,246	28,364	285,642	1,295,885
Other	541,852	136,334	30,615	708,801	19,955	16,342	469,034	1,214,132
Professional fees	1,009,525	29,218	243,553	1,282,296	1,414,466	2,174	567,383	3,266,319
Repairs and maintenance	18,046	29,087	12,257	59,390	54,972	-	43,815	158,177
Staff development	1,179	5,940	545	7,664	92	-	26,290	34,046
Travel	166,423	19,864	855	187,142	165	40	100,632	287,979
Utilities	-	-	27,098	27,098	51,856	-	392,131	471,085
Total Operating Expenses	12,778,458	3,494,397	3,329,252	19,602,107	1,897,617	52,436	11,451,134	33,003,294
Pension and postretirement-related changes other than service cost	53,368	60,883	96,334	210,585	3,522	-	344,794	558,901
Total Expenses	\$ 12,831,826	\$ 3,555,280	\$ 3,425,586	\$ 19,812,692	\$ 1,901,139	\$ 52,436	\$ 11,795,928	\$ 33,562,195

See accompanying notes to financial statements.

ASSOCIATED STUDENTS, INC., CALIFORNIA STATE UNIVERSITY, FULLERTON
Statement of Functional Expenses

Year Ended June 30, 2024

	Program Services				Supporting Services			
	Student Services	Student Recreation Center	Children's Center	Total Program	Building Services	Public Services	Administrative	Total
Salaries	\$ 2,151,117	\$ 1,519,018	\$ 1,760,040	\$ 5,430,175	\$ 715,825	\$ -	\$ 2,675,321	\$ 8,821,321
Employee benefits and taxes	695,481	381,287	828,404	1,905,172	286,796	65	2,131,776	4,323,809
Total Personnel	2,846,598	1,900,305	2,588,444	7,335,347	1,002,621	65	4,807,097	13,145,130
Awards and scholarships	2,541,690	-	-	2,541,690	-	-	-	2,541,690
Communications	24,776	12,632	5,898	43,306	2,351	80	26,774	72,511
Contracts and rentals	272,445	18,099	1,210	291,754	736	410	15,207	308,107
Cost share from campus	-	-	-	-	-	-	498,012	498,012
Depreciation and amortization	-	334	-	334	-	-	342,891	343,225
In-kind rent for facilities	5,907,365	1,642,284	468,700	8,018,349	148,149	-	262,027	8,428,525
Insurance	25,496	11,002	29,465	65,963	-	-	327,540	393,503
Office and supplies	486,781	98,032	70,282	655,095	153,800	7,703	210,697	1,027,295
Other	505,601	114,975	24,101	644,677	5,213	43,170	534,802	1,227,862
Professional fees	751,518	11,201	199,624	962,343	1,292,393	137	688,709	2,943,582
Repairs and maintenance	56,083	26,967	835	83,885	40,709	-	120,068	244,662
Staff development	2,094	11,098	-	13,192	1,800	-	41,690	56,682
Travel	181,750	6,953	2,821	191,524	424	10	65,963	257,921
Utilities	-	-	29,448	29,448	81,909	-	577,571	688,928
Total Operating Expenses	13,602,197	3,853,882	3,420,828	20,876,907	2,730,105	51,575	8,519,048	32,177,635
Pension and postretirement-related changes other than service cost	(55,851)	(67,518)	(135,865)	(259,234)	(3,107)	-	(428,032)	(690,373)
Total Expenses	\$ 13,546,346	\$ 3,786,364	\$ 3,284,963	\$ 20,617,673	\$ 2,726,998	\$ 51,575	\$ 8,091,016	\$ 31,487,262

See accompanying notes to financial statements.

ASSOCIATED STUDENTS, INC., CALIFORNIA STATE UNIVERSITY, FULLERTON**Statements of Cash Flows**

Years Ended June 30, 2025 and 2024

	<u>2025</u>	<u>2024</u>
Cash Flow from Operating Activities:		
Change in net assets	\$ 1,189,877	\$ 363,393
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Depreciation and amortization	430,247	343,225
Loss on sale of property and equipment	-	14,426
Unrealized (gain) loss on investments	229,196	(211,513)
Change in assets and liabilities:		
Accounts receivable, net	(341,396)	544,713
Accounts receivable, related parties	423,088	(348,800)
Other assets	80,825	(245,366)
Accounts payable	732,522	(39,547)
Accounts payable, related parties	(67,851)	74,632
Accrued expenses	313,224	7,592
Deferred revenue	(480,392)	208,721
Funds held for others	63,436	(132,735)
Related party funds held for others	71,491	60,903
Pension obligation	(317,499)	549,472
Unfunded postretirement liability	<u>1,122,221</u>	<u>(230,434)</u>
Net Cash Provided by Operating Activities	<u>3,448,989</u>	<u>958,682</u>
Cash Flow from Investing Activities:		
Purchase of property and equipment	(1,215,208)	(180,423)
Sale of investments	11,399,968	14,875,762
Purchase of investments	<u>(12,767,265)</u>	<u>(16,473,868)</u>
Net Cash Used by Investing Activities	<u>(2,582,505)</u>	<u>(1,778,529)</u>
Cash Flows Used by Financing Activity:		
Payments on finance lease liability	<u>(114,430)</u>	<u>(56,701)</u>
Net Increase (Decrease) in Cash	752,054	(876,548)
Cash, beginning	<u>797,880</u>	<u>1,674,428</u>
Cash, ending	\$ <u><u>1,549,934</u></u>	\$ <u><u>797,880</u></u>
Supplemental Disclosures of Noncash Investing and Financing Activity:		
Right-of-use asset - finance lease acquired under lease liability	\$ <u><u>-</u></u>	\$ <u><u>351,301</u></u>

ASSOCIATED STUDENTS, INC., CALIFORNIA STATE UNIVERSITY, FULLERTON

Notes to Financial Statements

Years Ended June 30, 2025 and 2024

Note 1 - Organization

Associated Students, Inc., California State University, Fullerton (ASI), is a California public benefit corporation which is an auxiliary organization to California State University, Fullerton (the University). The purpose of ASI is to further educational services and related activities of the students of the University. Student activity fees and other revenue are collected to support student-related programs and to acquire assets for the benefit of the student body. ASI consists of two departments, Associated Students and Titan Student Center.

ASI's financial statements are presented by major program activities. The major programs are:

Student Services

ASI advises, supports, and oversees the functions of student government, as well as a variety of student programs. Additionally, ASI plans and implements a variety of student leader development, training, and retreat programs hosted throughout the year. The Student Government department aids student leaders, including the Board of Directors, Executive Officers, and the Inter-Club Councils in navigating their experiences in ASI and serving the students of the University.

ASI provides expertise in the planning and completion of events and activities for students. Additionally, ASI advises student leaders on budget and finance, and monitors the campus funding/funded councils, organizations, and clubs receiving funding from ASI. ASI is also responsible for administering and overseeing Student Research Grants and providing office and storage spaces for clubs and activities.

Student Recreation Center

The Student Recreation Center (SRC) features a cardio floor, weight room, 35-foot-high rock wall, indoor jogging track, outdoor swimming pool, and 22,000 square feet of gymnasium space. Titan Recreation, the recreational arm of ASI, offers aquatics, personal training, instructional fitness, rock climbing training, and intramural sports. With the addition of the F45 fitness classes and Outdoor Adventure programs, the SRC continues to expand to meet the needs of a growing student population.

University students who have paid the Student Center fee receive access to the SRC and all the programs offered by Titan Recreation. Memberships are also available to the rest of the campus community and alumni.

Children's Center

The Children's Center (Center) provides top-quality care and an exceptional educational program for the children of University students, faculty, and staff. It serves the fundamental purpose of making higher education accessible to student parents by offering affordable and quality childcare. The Center also provides subsidized childcare for low-income students, which enables many to attend who otherwise could not afford or arrange for childcare.

ASI's financial statements also include supporting services in the following categories:

Building Services

Provides all maintenance of ASI's three facilities and surrounding grounds as delineated in the campus agreement. The Building Engineering department is responsible for maintenance of facilities and building systems, custodial services, landscape maintenance, and leaseholder improvements. The Building Engineering department coordinates with University Facilities to oversee appropriate maintenance of fire/life safety systems, elevator maintenance, and access to utilities. ASI reimburses the University for any costs associated with facility maintenance, improvement, and utilities.

ASSOCIATED STUDENTS, INC., CALIFORNIA STATE UNIVERSITY, FULLERTON

Notes to Financial Statements

Years Ended June 30, 2025 and 2024

Note 1 - Organization, continued

Public Services

ASI supports the University Arboretum, which is the botanical garden located on campus, by providing financial support to employ student employees. Additionally, ASI provides programming services to external stakeholders through our summer youth camp programs as well as Camp Titan and Learn to Swim programs year-round.

Administrative

Administration of ASI includes oversight of all departments as well as risk management, strategic planning, assessment, and compliance with California State University (CSU) and University regulations and California nonprofit corporate law. ASI administration includes Human Resources, Financial Services, Building Engineering, and IT Services.

ASI and the University have entered into a Memorandum of Understanding (MOU) to provide accounting services to the Intercollegiate Athletic Program. The services provided by ASI under the terms of the agreement include, but are not limited to: NCAA audit assistance, process and issue payments for scholarships, travel, student grants, personnel expenses, and the issuance of financial reports. Funds are advanced by ASI to cover expenses and are reimbursed monthly. At the end of the fiscal year there may be a balance owed to ASI and collected in the following fiscal year that is shown in the "accounts receivable, related parties" balance. ASI processes payments that are generated and approved by the University and Athletics; therefore ASI does not record expenses related to this activity.

Note 2 - Summary of Significant Accounting Policies

Basis of Presentation

The financial statements of ASI have been prepared in accordance with accounting principles generally accepted in the United States of America (US GAAP), which requires ASI to report information regarding its financial position and activities according to the following net asset classifications:

Net assets without donor restrictions – Net assets that are not subject to donor-imposed restrictions and may be expended for any purpose in performing the primary objectives of ASI. These net assets may be used at the discretion of ASI's management and the Board of Directors.

Net assets with donor restrictions – Net assets subject to stipulations imposed by donors, and grantors. Some donor restrictions are temporary in nature; those restrictions will be met by actions of ASI or by the passage of time. Other donor restrictions are perpetual in nature, whereby the donor has stipulated the funds be maintained in perpetuity. ASI did not have any donor restrictions that were perpetual in nature for the years ended June 30, 2025 and 2024.

Estimates

ASI uses estimates in preparing financial statements in conformity with US GAAP. Those estimates and assumptions affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities, and the reported revenues and expenses. Actual results could differ from those estimates.

Fair Value of Financial Instruments

ASI's financial instruments, none of which are held for trading purposes, include cash, accounts receivable, accounts payable, and lease liability. ASI estimates that the fair value of all of these nonderivative financial instruments at June 30, 2025 and 2024, does not differ materially from the aggregate carrying values of its financial instruments recorded in the accompanying statements of financial position.

ASSOCIATED STUDENTS, INC., CALIFORNIA STATE UNIVERSITY, FULLERTON

Notes to Financial Statements

Years Ended June 30, 2025 and 2024

Note 2 - Summary of Significant Accounting Policies, continued

Accounts Receivable and Allowance for Credit Losses

Management uses a forward-looking expected credit loss model to estimate credit losses on accounts receivable. The expected credit loss model requires management to estimate current expected credit losses over the lifetime of the assets by considering historical experience, existing economic conditions, the financial stability of its customers, and reasonable and supportable forecasts affecting collectability.

Accounts receivable are stated at unpaid balances, less an allowance for credit losses. ASI provides for losses on accounts receivable using the allowance method. Management determines the allowance for credit losses based on historical loss experience adjusted for current conditions, and reasonable and supportable forecasts of future economic conditions. ASI's historical loss experience is determined based on its past transactions, how those assets were underwritten, the economic environment in which the transactions were originated, and other relevant factors, based on its assessment of the current status of individual accounts. 92% of accounts receivable were current as of June 30, 2025 (84% in 2024). Balances that are still outstanding after management has used reasonable collection efforts are written off through a charge to price concession for uncollectable amounts and credit to accounts receivable.

Investment Valuation and Income Recognition

ASI's investments are stated at fair value in the statements of financial position, with all gains and losses included in the statements of activities. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the statement of financial position date. Purchases and sales of securities are recorded on a trade-date basis. Interest income is recorded on the accrual basis. Dividends are recorded on the ex-dividend date. Realized gains or losses on the sale of marketable securities are calculated using the specific-identification method. Unrealized gains and losses represent the change in the fair value of the individual investments for the year, or since the acquisition date, if acquired during the year.

Property and Equipment

Legal title to the Titan Student Union building, Recreational Center, and Children's Center building are retained by the California State University Board of Trustees. Initial property and equipment were purchased by the University. Accordingly, the related assets and liabilities are excluded from ASI's financial statements. Any purchases following the opening that are for building or building improvements are paid for by ASI and subsequently transferred to the University for capitalization according to the University policy. Any purchases of property or equipment are purchased by ASI and recorded as property and equipment on ASI's financial statement according to ASI's capitalization policy.

ASI capitalizes all property and equipment with a normal useful life of at least one year and costing \$5,000 or more if purchased, or at fair value as of the date of receipt, if donated. Depreciation is provided for using the straight-line method over the estimated useful lives of the assets, which range from 3 to 20 years. Repairs and maintenance expenses are capitalized if they extend the useful life or enhance the value of the asset and are over \$5,000.

Leases

ASI adheres to the accounting standard for leases, which provides detailed guidance for financial statement recognition, measurement, and disclosure of leases. The significant policies used by ASI to assist in determining the financial statement treatment of leasing arrangements are described in Note 11.

Funds Held for Others

Funds held for others consists of amounts that are included in cash and investments of ASI but belong to other related organizations. The amounts are reported as an asset and a liability for the same amount. No revenue or expenses are recognized for these activities.

ASSOCIATED STUDENTS, INC., CALIFORNIA STATE UNIVERSITY, FULLERTON

Notes to Financial Statements

Years Ended June 30, 2025 and 2024

Note 2 - Summary of Significant Accounting Policies, continued

Pension

For purposes of measuring the net pension obligation related to pensions and pension expense, information about the fiduciary net position of the California Public Employees' Retirement System (CalPERS) plans and additions to/deductions from the Plans' fiduciary net position have been determined on the same basis as they are reported by CalPERS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Member contributions are recognized in the period in which they are deposited in the plan. Investments are reported at fair value.

Revenue Recognition

Student activity fees – Students are required to pay an Associated Student Body (ASB) fee each semester. Of these fees, specific amounts are designated for Associated Students, the Titan Student Center, and Athletics. The ASB fees are recognized as revenue when they are received from the University, net of any University fees and bond payments. The CSU Board of Trustees has the right of first call on these funds for revenue bond debt service requirements and repairs and replacement of assets. The remaining funds are available for use in the operations of ASI. Any fees that are received in advance of the school year are recorded as deferred revenue.

In-kind contribution of facilities – As noted in Note 10, ASI is provided the use of the Titan Student Union, Recreation Center, and Children's Center at no cost. US GAAP requires an estimate of the value of the space contributed to ASI be recorded as revenue and expense. The amount recorded was based on the total square footage of each facility and a cost per square foot estimate.

Grants and contributions – Grant revenue is recognized in the period in which the related work is performed in accordance with the terms of the grant. Grants receivable are recorded when revenue earned under a grant or contract exceeds the cash received. Deferred revenue is recorded when cash received under a grant or contract exceeds the revenue earned. No allowance for credit loss has been recorded as management believes that all amounts are collectible.

Contributions received are recorded as net assets without donor restrictions or net assets with donor restrictions, depending on the existence and/or nature of any donor-imposed restrictions. Donor restricted contributions are reported as an increase in net assets with donor restrictions, depending on the nature of restriction. When a restriction expires (that is, when a stipulated time restriction ends or purpose restriction is accomplished), net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statement of activities as net assets released from restrictions.

Functional Expense Allocations

The cost of providing program and other activities has been summarized on a functional basis in the statements of functional expenses. Accordingly, certain costs have been allocated among the programs and supporting services benefitted. Such allocations are determined by management on an equitable basis. All other expenses are directly charged to the programs or support services benefitted.

The expenses that are allocated include the following:

<u>Expense</u>	<u>Method of Allocation</u>
Salaries and benefits	Time and effort
Pension benefits	Full time salaries
Insurance and utilities	Square footage
Depreciation	Function usage
Custodial services (included in Professional Fees)	Square footage

ASSOCIATED STUDENTS, INC., CALIFORNIA STATE UNIVERSITY, FULLERTON

Notes to Financial Statements

Years Ended June 30, 2025 and 2024

Note 2 - Summary of Significant Accounting Policies, continued

Income Taxes

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

ASI follows US GAAP related to the recognition of uncertain tax positions. ASI recognizes accrued interest and penalties associated with uncertain tax positions as part of the statement of activities, when applicable. Management has determined that ASI has no uncertain tax positions at June 30, 2025 and 2024, and therefore, no amounts have been accrued.

Subsequent Events

ASI has evaluated subsequent events through September 18, 2025, which is the date the financial statements were available to be issued.

Note 3 - Liquidity and Availability

The following reflects ASI's financial assets at June 30, less amounts not available for general use due to donor or board restrictions.

	2025	2024
Financial assets at year end:		
Cash	\$ 1,549,934	\$ 797,880
Accounts receivable, net	1,041,855	1,123,547
Investments	23,162,440	22,024,339
Total financial assets	25,754,229	23,945,766
Less amounts not available for general use:		
Cash held for others	(304,886)	(169,959)
Investments held for others	(629,691)	(629,691)
Donor restricted for nonoperating purposes	(129,455)	(139,442)
Board designated funds	(3,874,702)	(4,222,714)
Financial assets available to meet cash needs for general expenditures due within one year	\$ 20,815,495	\$ 18,783,960

ASI reserve funds are maintained to address the long-term financial needs of the organization and include Children's Center Building, Working Capital, Catastrophic, Loss of External Funding, Equipment Replace, and Titan Recreation Center Funds. In addition, ASI continues to meet the need to fund ASI's unfunded pension obligations through the maintenance of the reserve funds. ASI has a goal to have the working capital reserve fund balance equal to 15% of the operating budget. These funds can be redesignated upon the approval of the Board of Directors should the funds be needed for other purposes. There are also funds held by the University that can be used for repairs and maintenance of ASI's facilities.

ASSOCIATED STUDENTS, INC., CALIFORNIA STATE UNIVERSITY, FULLERTON

Notes to Financial Statements

Years Ended June 30, 2025 and 2024

Note 4 - Investments

Fair Value Measurements

ASI defines fair value as the exchange price that would be received for an asset or paid for a liability in the principal or most advantageous market. ASI applies fair value measurements to assets and liabilities that are required to be recorded at fair value under US GAAP. Fair value measurement techniques maximize the use of observable inputs and minimize the use of unobservable inputs and are categorized in a fair value hierarchy based on the transparency of inputs. The three levels are defined as follows:

Level 1 - Inputs to the valuation methodology are quoted prices (unadjusted) for identical assets or liabilities in active markets.

Level 2 - Inputs to the valuation methodology include quoted prices for similar assets or liabilities in active markets, and inputs that are observable for the asset or liability, either directly or indirectly, for substantially the same term of the financial instrument.

Level 3 - Inputs to the valuation methodology are unobservable and significant to the fair value measurement.

A financial instrument's categorization within the valuation hierarchy is based upon the lowest level of input that is significant to the fair value measurement.

As a practical expedient, certain financial instruments may be valued using net asset value (NAV) per share. NAV is the amount of net assets attributable to each share of outstanding capital stock at the end of the period.

Following is a description of the valuation methodologies used for assets measured at fair value:

Local Agency Investment Fund (LAIF) – Invested with the State of California which pools these funds with other governmental agencies and invests in various investment vehicles. These pooled funds approximate fair value and are carried at NAV. Regulatory oversight is provided by the State Pooled Money Investment Board and the Local Investment Advisory Board.

Cash and Cash Equivalents – Includes cash and money market funds valued at cost plus accrued interest.

Equities – Valued at quoted market prices in active markets, which approximates fair value.

Fixed Income – Valued at cost plus interest, which approximates fair value.

ASSOCIATED STUDENTS, INC., CALIFORNIA STATE UNIVERSITY, FULLERTON**Notes to Financial Statements**

Years Ended June 30, 2025 and 2024

Note 4 - Investments, continued

Investments consist of the following:

	Assets at Fair Value as of June 30, 2025				
	Level 1	Level 2	Level 3	NAV	Total
Cash and Cash Equivalents	\$ 253,351	\$ -	\$ -	\$ -	\$ 253,351
Fixed Income:					
Corporate bonds	1,331,967	-	-	-	1,331,967
Foreign bonds	132,526	-	-	-	132,526
Equities:					
Technology	1,341,399	-	-	-	1,341,399
Financial services	458,240	-	-	-	458,240
Communication services	415,472	-	-	-	415,472
Healthcare	389,737	-	-	-	389,737
Industrial	247,492	-	-	-	247,492
Consumer cyclical	241,520	-	-	-	241,520
Consumer Defensive	194,996	-	-	-	194,996
Real estate	66,278	-	-	-	66,278
Basic materials	61,463	-	-	-	61,463
LAIF	-	-	-	18,027,999	18,027,999
	<u>\$ 5,134,441</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 18,027,999</u>	<u>\$ 23,162,440</u>

Commitments and redemption schedules for those investments' value based on net asset values are as follows:

Description	Fair Value	Unfunded Commitments	Redemption Frequency	Redemption Notice
Local Agency Investment Fund	\$ 18,027,999	\$ -	n/a	n/a

ASSOCIATED STUDENTS, INC., CALIFORNIA STATE UNIVERSITY, FULLERTON**Notes to Financial Statements**

Years Ended June 30, 2025 and 2024

Note 4 - Investments, continued

	Assets at Fair Value as of June 30, 2024				
	Level 1	Level 2	Level 3	NAV	Total
Cash and Cash Equivalents	\$ 356,443	\$ -	\$ -	\$ -	\$ 356,443
Fixed Income:					
Corporate bonds	896,129	-	-	-	896,129
U.S. government and agency bonds	377,308	-	-	-	377,308
Foreign bonds	39,023	-	-	-	39,023
Equities:					
Technology	970,284	-	-	-	970,284
Healthcare	560,626	-	-	-	560,626
Financial services	420,594	-	-	-	420,594
Industrial	362,713	-	-	-	362,713
Consumer cyclical	271,256	-	-	-	271,256
Communication services	268,769	-	-	-	268,769
Consumer Defensive	173,031	-	-	-	173,031
Real estate	69,140	-	-	-	69,140
Basic materials	29,400	-	-	-	29,400
LAIF	-	-	-	17,229,623	17,229,623
	<u>\$ 4,794,716</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 17,229,623</u>	<u>\$ 22,024,339</u>

Commitments and redemption schedules for those investments' value based on net asset values are as follows:

Description	Fair value	Unfunded Commitments	Redemption Frequency	Redemption notice
Local Agency Investment Fund	\$ 17,229,623	\$ -	n/a	n/a

Note 5 - Property and Equipment

The following is a summary of property and equipment as of June 30:

	2025	2024
Property and equipment	\$ 4,837,401	\$ 3,622,195
Less accumulated depreciation	<u>(2,610,282)</u>	<u>(2,294,040)</u>
	<u>\$ 2,227,119</u>	<u>\$ 1,328,155</u>

ASSOCIATED STUDENTS, INC., CALIFORNIA STATE UNIVERSITY, FULLERTON

Notes to Financial Statements

Years Ended June 30, 2025 and 2024

Note 6 - Pension Plan

ASI participates in a cost sharing multiple-employer defined benefit plan through the CalPERS which covers substantially all regular full-time employees of ASI. CalPERS acts as a common investment and administrative agent for participating public entities with the state of California and reports information to ASI.

CalPERS released information providing ASI with a net pension liability measured as of June 30, 2024 and 2023. This estimate was used to record the unfunded liability at June 30, 2025 and 2024, respectively.

Plan Description

Qualified employees are eligible to participate in the Public Agency Cost-Sharing Multiple-Employer Plan under CalPERS, a cost-sharing multiple-employer public employee retirement system defined benefit pension plan administered by CalPERS. The Public Agency Cost-Sharing Multiple-Employer Plan is comprised of a Miscellaneous Risk Pool and a Safety Risk Pool. Individual employers may sponsor more than one Miscellaneous or Safety plan. ASI sponsors three Miscellaneous Risk Pool plans; however, the information presented represents the sum of the allocated pension amounts for each of ASI's respective plans (the Plan). The Plan provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Benefit provisions are established by State statutes, as legislatively amended, within the Public Employees' Retirement Law.

Benefits Provided

The Plan provides service retirement and disability benefits, annual cost of living adjustments and death benefits to eligible plan members. Benefits are based on years of service credit, a benefit factor and the member's final compensation. All members are eligible for employment-related disability benefits regardless of length of service and non-duty disability benefits after five years of service. Disability benefits are determined in the same manner as retirement benefits but are payable immediately without an actuarial reduction. The Post-Retirement Death Benefit is a one-time payment made to a retiree's designated survivor or estate upon the retiree's death. The Basic Death Benefit is a lump sum paid to any member's beneficiary if the member dies while actively employed. The spouse or registered domestic partner of a deceased member, who was eligible to retire for service at the time of death, may elect to receive the Pre-Retirement Option 2W Death Benefit in lieu of the Basic Death Benefit lump sum. The Pre-Retirement Option 2W Death Benefit is a monthly allowance equal to the amount the member would have received if he/she had retired for service on the date of death and elected Option 2W, the highest monthly allowance a member can leave a spouse or domestic partner. The cost-of-living adjustments for each plan are applied as specified by the Public Employees' Retirement Law.

The First Tier Plan closed to new entrants on or after June 26, 2011. The Second Tier Plan was closed to new entrants on or after December 31, 2012.

The Plan provisions and benefits in effect at June 30, 2025, are summarized as follows:

	Miscellaneous Risk Pool		
	First Tier Plan	Second Tier Plan	PEPRA Misc. Plan
		June 26, 2011 - December 31, 2012	On or after January 1, 2013
Hire date	On or before June 25, 2011		
Benefit formula	2% at 55	2% at 60	2% at 62
Benefit vesting schedule	5 years of service	5 years of service	5 years of service
Benefit payments	Monthly for life	Monthly for life	Monthly for life
Retirement age	55	60	62
Required employee contribution rate	5.00%	5.00%	8.50%

ASSOCIATED STUDENTS, INC., CALIFORNIA STATE UNIVERSITY, FULLERTON

Notes to Financial Statements

Years Ended June 30, 2025 and 2024

Note 6 - Pension Plan, continued

Contributions

Section 20814(c) of the California Public Employees' Retirement Law requires that the employer contribution rates for all public employers are determined on an annual basis by the actuary and shall be effective on the July 1 following notice of a change in the rate. Total plan contributions are determined annually through the CalPERS annual actuarial valuation process. The actuarially determined rate is the estimated amount necessary to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability.

ASI is required to contribute the difference between the actuarially determined rate and the contribution rate of employees. The contribution rates are expressed as a percentage of annual payroll. The contribution rates for each plan for the year ended June 30, 2025, are presented above and the total ASI contributions were \$667,973 (\$814,899 in 2024). These contributions are not included in the liability as they were made after the valuation date.

Pension Liabilities and Pension Expense

As of June 30, 2025, ASI reported net pension liabilities totaling \$10,203,116 (\$10,520,615 in 2024). The net pension liability was measured as of June 30, 2024. ASI's net pension liability was based on a projection of ASI's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined. At June 30, 2025 and 2024, ASI's proportion was 0.13%.

Actuarial Methods and Assumptions

The collective total pension liability for the June 30, 2024, measurement period was determined by an actuarial valuation as of June 30, 2024. The collective total pension liability for the June 30, 2023, measurement period was determined by an actuarial valuation as of June 30, 2023. The June 30 total pension liability was based on the following actuarial methods and assumptions:

	June 30, 2024	June 30, 2023
Actuarial Cost Method	Entry Age Normal	Entry Age Normal
Actuarial Assumptions:		
Discount rate	6.90%	6.80%
Consumer price inflation	2.30%	2.30%
Salary increases	Varies by Entry Age and Service	Varies by Entry Age and Service
	Derived using CalPERS' Membership	Derived using CalPERS'
Mortality rate table	Data for all Funds	Membership Data for all Funds

Mortality assumptions are based on mortality rates resulting from the most recent CalPERS experience study adopted by the CalPERS Board. For purposes of the postretirement mortality rates, those revised rates include 15 years of mortality improvement using Scale BB published by the Society of Actuaries.

In determining the long-term expected rate of return, CalPERS took into account both short-term and long-term market return expectations as well as the expected pension fund cash flows. Using historical returns of all of the funds' asset classes, expected compound (geometric) returns were calculated over the short-term (first 10 years) and the long-term (11+ years) using a building-block approach. Using the expected nominal returns for both short-term and long-term, the present value of benefits was calculated for each fund. The expected rate of return was set by calculating the rounded single equivalent expected return that arrived at the same present value of benefits for cash flows as the one calculated using both short-term and long-term returns. The expected rate of return was then set equal to the single equivalent rate calculated above and adjusted to account for assumed administrative expenses.

ASSOCIATED STUDENTS, INC., CALIFORNIA STATE UNIVERSITY, FULLERTON**Notes to Financial Statements**

Years Ended June 30, 2025 and 2024

Note 6 - Pension Plan, continuedActuarial Methods and Assumptions, continued

The target allocation and best estimates of long-term expected real rate of return by asset class are summarized in the following table:

Asset Class	Assumed Asset Allocation	Real Return Years 1-10
Global equity-cap-weighted	30%	4.54%
Global equity non-cap-weighted	12%	3.84%
Private equity	13%	7.28%
Treasury	5%	0.27%
Mortgage-backed securities	5%	0.50%
Investment grade corporates	10%	1.56%
High yield	5%	2.27%
Emerging market debt	5%	2.48%
Private debt	5%	3.57%
Real assets	15%	3.21%
Leverage	-5%	-0.59%

Discount Rate

The discount rate used to measure the total pension liability was 6.90% for the measurement period ended June 30, 2024, and 6.80% for the measurement period ended June 30, 2023. The projection of cash flows used to determine the discount rate assumed the contributions from plan members and employers will be made at statutory contribution rates. Based on these assumptions, the Plan's fiduciary net position was projected to be available to make all projected future benefit payments to current plan members. Therefore, the long-term assumed investment rate of return was applied to all periods of projected benefit payments to determine total pension liability.

The following presents ASI's proportionate share of the net pension liability as of June 30, 2025, calculated using the current discount rate as well as what the net pension liability would be if it were calculated using a discount rate that is one percent lower or higher than the current rate:

Discount Rate	Net Pension Liability
1% decrease (5.80%)	\$ 15,087,576
Current discount rate (6.80%)	10,203,116
1% increase (7.80%)	6,202,329

The following presents ASI's proportionate share of the net pension liability as of June 30, 2024, calculated using the current discount rate as well as what the net pension liability would be if it were calculated using a discount rate that is one percent lower or higher than the current rate:

Discount Rate	Net Pension Liability
1% decrease (5.80%)	\$ 15,172,952
Current discount rate (6.80%)	10,520,615
1% increase (7.80%)	6,708,412

ASSOCIATED STUDENTS, INC., CALIFORNIA STATE UNIVERSITY, FULLERTON

Notes to Financial Statements

Years Ended June 30, 2025 and 2024

Note 6 - Pension Plan, continued

Plan Fiduciary Net Position

Detailed information about CalPERS Miscellaneous Risk Plan fiduciary net position is available in a separate comprehensive annual financial report. Copies of the CalPERS annual financial report may be obtained from the CalPERS Executive Office, 400 P Street, Sacramento, CA 95814.

Note 7 - Postretirement Health Benefit Plan

In addition to providing pension benefits, ASI sponsors a defined-benefit postretirement medical plan. Employees are eligible for certain medical benefits under the plan if they meet certain age and service requirements at the time of retirement. ASI accrues actuarially determined costs ratably to the date an employee becomes eligible for such benefits. The following tables set forth further information about ASI's postretirement health benefit plan obligation and funded status as of June 30:

	<u>2025</u>	<u>2024</u>
Projected benefit obligation	\$ (8,949,313)	\$ (7,567,295)
Plan assets at fair value	<u>5,385,056</u>	<u>5,125,259</u>
Funded status at end of year	\$ <u>(3,564,257)</u>	\$ <u>(2,442,036)</u>
Benefits paid	\$ <u>435,109</u>	\$ <u>399,521</u>
Postretirement benefit payable	\$ <u>3,564,257</u>	\$ <u>2,442,036</u>

Amounts recognized in the statements of activities at June 30 consist of:

	<u>2025</u>	<u>2024</u>
Service cost	\$ 215,142	\$ 194,512
Interest cost	391,156	349,947
Actuarial gain	1,210,829	83,209
Employer contributions	(159,109)	(123,521)
Asset return	<u>(535,797)</u>	<u>(734,581)</u>
	\$ <u>1,122,221</u>	\$ <u>(230,434)</u>

The components of net periodic postretirement benefit cost, other than the service cost component, are included as pension- and postretirement-related changes other than service cost in the statements of activities and functional expenses.

ASSOCIATED STUDENTS, INC., CALIFORNIA STATE UNIVERSITY, FULLERTON**Notes to Financial Statements**

Years Ended June 30, 2025 and 2024

Note 7 - Postretirement Health Benefit Plan, continued

Actuarial assumptions that were utilized in the calculation of the unfunded liability for the years ended June 30:

	2025	2024
Discount rate	5.48%	5.32%
Expected long-term return on plan assets	6.00%	6.00%
Rate of compensation	N/A	N/A
Health care cost trend rate assumed for next year	7.50%	7.50%
Rate to which the cost trend rate is assumed to decline (ultimate trend rate)	4.00%	4.00%
Year that the rate reaches the ultimate trend rate	2075	2075

Expected future benefit payments expected to be paid during the years ending:

June 30,	
2026	\$ 353,578
2027	355,372
2028	356,178
2029	370,036
2030	386,879
2031	402,062
2032	410,158
2033	433,336
2034	462,551
2035	488,037

The following presents ASI's accrued postretirement benefit obligation calculated using the current medical cost trend rate as well as what the accrued postretirement benefit obligation would be if it were calculated using a rate that is one percent lower or higher than the current rate at June 30, 2025:

Discount Rate	Projected Benefit Obligation
1% decrease (3.41%)	\$ 7,877,702
Current discount rate (5.32%)	8,949,313
1% increase (5.41%)	10,258,612

The following presents ASI's accrued postretirement benefit obligation calculated using the current medical cost trend rate as well as what the accrued postretirement benefit obligation would be if it were calculated using a rate that is one percent lower or higher than the current rate at June 30, 2024:

Discount Rate	Projected Benefit Obligation
1% decrease (3.41%)	\$ 6,671,214
Current discount rate (4.41%)	7,567,295
1% increase (5.41%)	8,661,637

ASSOCIATED STUDENTS, INC., CALIFORNIA STATE UNIVERSITY, FULLERTON**Notes to Financial Statements**Years Ended June 30, 2025 and 2024

Note 8 - Net Assets

Included in ASI's net assets without donor restrictions are Board designated reserve funds. Reserve funds are accounts that have been created by the Board of Directors for specific purposes.

The following are net assets without donor restrictions that are reserved for a specific purpose by the Board of Directors as of June 30:

	<u>2025</u>	<u>2024</u>
Children's Center Building Fund	\$ 2,000,000	\$ 2,000,000
Working Capital Reserve	782,402	1,130,414
Catastrophic Reserve	360,000	360,000
Loss of External Funding Reserve	434,250	434,250
Equipment Replacement Reserve	297,523	297,523
Titan Recreation Center	<u>527</u>	<u>527</u>
Total Designations	\$ <u><u>3,874,702</u></u>	\$ <u><u>4,222,714</u></u>

The Children's Center Building Fund was established by ASI's Board of Directors to address the future repairs and equipment replacement needs of the Children's Center. Funds in this reserve are invested, according to ASI policy, and governed by ASI's Board of Directors and Investment Committee. The minimum fund balance is set at \$2,000,000.

Net assets with donor restrictions consist of contributions that have been restricted to the following purposes as of June 30:

	<u>2025</u>	<u>2024</u>
Food pantry	\$ 84,021	\$ 84,021
Scholarships	24,984	24,984
Camp Titan	13,087	13,087
Children's Center	<u>7,363</u>	<u>17,350</u>
	\$ <u><u>129,455</u></u>	\$ <u><u>139,442</u></u>

During the years ended June 30, the following assets were released from restrictions:

	<u>2025</u>	<u>2024</u>
Satisfaction of Purpose Restrictions:		
Children's Center	\$ 66,336	\$ -
Camp Titan	45,000	46,490
Food pantry	24,960	76,001
Scholarships	<u>-</u>	<u>22,767</u>
	\$ <u><u>136,296</u></u>	\$ <u><u>145,258</u></u>

ASSOCIATED STUDENTS, INC., CALIFORNIA STATE UNIVERSITY, FULLERTON**Notes to Financial Statements**

Years Ended June 30, 2025 and 2024

Note 9 - Related Parties

ASI entered into transactions during the fiscal year with the University, which is considered a related party. There were also transactions between the University and Athletics activity for which ASI manages but does not record in the statement of activities as noted in Note 1.

ASI receives grant and rent payments from CSU Fullerton Auxiliary Services Corporation (ASC), a related party.

ASI receives restricted donations from the Cal State Fullerton Philanthropic Foundation (Foundation), a related party.

Total receipts, disbursements, receivables, and payables for the ASI portion of these activities for the years ended June 30 were as follows:

<u>Related Party</u>	<u>Description</u>	<u>2025</u>	<u>2024</u>
Revenues from:			
University	Activity fees	\$ <u>19,036,445</u>	\$ <u>16,963,959</u>
University	Services, space, and programs	\$ <u>1,254,383</u>	\$ <u>2,297,499</u>
ASC	Rent and commissions	\$ 259,260	\$ 245,845
	Children's center grant	<u>-</u>	<u>172,635</u>
		\$ <u>259,260</u>	\$ <u>418,480</u>
Foundation	Donations	\$ <u>101,389</u>	\$ <u>-</u>
Expenses to:			
University	Salaries of University personnel	\$ 85,707	\$ 220,429
University	Other than salaries	<u>1,167,110</u>	<u>3,410,581</u>
		\$ <u>1,252,817</u>	\$ <u>3,631,010</u>

The amounts received and paid by ASI to the University for the activities of IRA and Athletics are as follows at June 30:

	<u>2025</u>	<u>2024</u>
Transfers from the University for Athletics	\$ <u>(1,314,949)</u>	\$ <u>(3,529,280)</u>
Transfers to the University for IRA	\$ <u>-</u>	\$ <u>598,962</u>

ASSOCIATED STUDENTS, INC., CALIFORNIA STATE UNIVERSITY, FULLERTON**Notes to Financial Statements**

Years Ended June 30, 2025 and 2024

Note 9 - Related Parties, continued

Amounts due to and due from related parties at June 30 consist of the following:

<u>Related party</u>	<u>Description</u>	<u>Reported In</u>	<u>2025</u>	<u>2024</u>
Due from:				
University	Various services	Accounts receivable, related party	\$ 300,679	\$ 656,334
ASC	Various services	Accounts receivable, related party	44,908	-
ASC	Children's Center grant	Accounts receivable, related party	-	157,341
Foundation	Donations	Accounts receivable, related party	45,000	-
			390,587	813,675
	Minus amounts accrued by ASI but not University	Accounts receivable, related party	(300,679)	(380,396)
			<u>\$ 89,908</u>	<u>\$ 433,279</u>
Due to:				
University	Various services	Related party payable	\$ 814,958	\$ 882,809
University	Various services	Related party funds held for others	559,337	487,846
			1,374,295	1,370,655
	Plus amounts paid prior to June 30	Related party payable	-	16,492
	Minus amounts accrued by ASI but not University	Related party payable	(67,295)	(55,981)
			<u>\$ 1,307,000</u>	<u>\$ 1,331,166</u>

Any difference in receivables and payables balances between ASI and the University's independent accounting records are a result of timing differences.

Note 10 - Contributed Nonfinancial Assets

ASI leases the Titan Student Union, Student Recreation Center, and the Children's Center facilities from the University and acts as its operator under a lease in effect through December 31, 2033. No lease payments from ASI are required under this lease, but ASI reimburses the University for utilities and certain other costs. As such, ASI recognizes contributed nonfinancial assets for this activity as an in-kind contribution of facilities on the statement of activities.

For the years ended June 30, 2025 and 2024, contributed in-kind revenue and lease expense recorded, to reflect the fair market value of the space utilized, was \$8,428,525 for each year. The revenue and expense are calculated by the University on a biennial basis using the fair market rate that they would charge an unrelated third-party to lease the same space. As required, ASI will also pay for building maintenance and improvements which are expensed in the statements of activities and transferred to campus.

ASSOCIATED STUDENTS, INC., CALIFORNIA STATE UNIVERSITY, FULLERTON

Notes to Financial Statements

Years Ended June 30, 2025 and 2024

Note 11 - Leasing Arrangements

ASI leases equipment under a finance lease agreement which expires on December 11, 2026. Leases with an initial term of 12 months or fewer are not recorded on the statement of financial position. Lease expense is recognized for these leases on a straight-line basis over the lease term. The lease agreements do not contain any material residual value guarantees.

ASI has elected the practical expedient to account for the lease and non-lease components as a single lease component (e.g., maintenance and operating services). Therefore, for those leases, the lease payments used to measure the lease liability include all of the fixed consideration in the contract. All variable payments not based on a market rate or an index are expensed as incurred.

ASI determines if an arrangement is or contains a lease at contract inception. ASI recognizes a right-of-use asset and a lease liability at the lease commencement date. The lease liability is initially measured at the present value of the unpaid lease payments at the lease commencement date. Key estimates and judgments include how the Company determines the discount rate, the lease term, and the lease payments.

When the discount rate implicit in a lease is not readily determinable, ASI calculates the lease liability using the risk-free rate.

The following summarizes the finance right-of-use asset as of June 30:

	2025	2024
<u>Finance Lease</u>		
Right-of-use assets	\$ 348,204	\$ 351,301
Accumulated amortization	(169,456)	(58,550)
	<u>\$ 178,748</u>	<u>\$ 292,751</u>

The amounts contractually due on finance lease liability as of June 30, 2025, were as follows:

<u>Year Ending</u> <u>June 30,</u>	
2026	\$ 124,864
2027	61,011
Total lease payments	185,875
Less amount representing imputed interest	(5,705)
Present value of lease liabilities	<u>\$ 180,170</u>

The following summarizes the line items in the income statement which include the components of lease expense for the years ended June 30:

	2025	2024
Finance lease:		
Amortization of lease assets, included in operating expenses	\$ 114,003	\$ 58,550
Interest on lease liabilities, included in interest expense	30,516	12,564
Total lease cost	<u>\$ 144,519</u>	<u>\$ 71,114</u>

ASSOCIATED STUDENTS, INC., CALIFORNIA STATE UNIVERSITY, FULLERTON

Notes to Financial Statements

Years Ended June 30, 2025 and 2024

Note 11 - Leasing Arrangements, continued

Supplemental statement of financial position information related to finance lease as of June 30, 2025, was as follows:

Weighted average remaining lease term - Finance leases (years)	2.0	2.5
Weighted average discount rate - Finance leases	4.49%	4.49%

Lessee Arrangements

As noted in Note 10, ASI leases the Titan Student Union, Student Recreation Center, and the Children's Center facilities from the University and acts as its operator under a lease in effect through December 31, 2033. As these leases have no payment terms, they are accounted for as contributed nonfinancial assets rather than as leases.

Lessor Arrangements

Under the new lease standard, a lessor records a lease as sales-type, direct-financing, or operating. A lease is a sales-type lease if any one of five criteria are met indicating that the lease effectively transfers control of the underlying asset to the lessee. If those five criteria are not met, but two additional criteria are both met, indicating that the lessor has transferred substantially all the risks and benefits of the underlying asset to the lessee, the lease is a direct-financing lease. All leases that are not sales-type or direct-financing leases are operating leases. ASI elected the practical expedient that permitted it to not reassess under the new standard its prior conclusions about lease identification, lease classification, and initial direct costs.

ASI subleases space within the Titan Student Union to CSU Fullerton Auxiliary Services Corporation (a related party) for dining services, ATMs, and Amazon lockers. The subleases generate approximately \$9,056 in lease revenue per month and expire on dates ranging from 2025 through 2028. Subleases have the option to extend upon mutual written consent from both parties. All these subleases are classified as operating leases. Revenue from these agreements is recognized on a straight-line basis over the lease term. Some of the subleases include escalating payments which result in deferred lease incentives, which are included in prepaid expenses and other assets.

ASI has elected the practical expedient under ASC 842 to account for the lease and non-lease components as a single lease component (e.g., maintenance and operating services). Therefore, for those subleases, the sublease payments include all of the fixed consideration in the contract. Certain of these sublease agreements provide for variable consideration related to common area maintenance charges, utilities, and taxes which are considered earned as incurred. Certain of these sublease agreements also provide for variable consideration related to a percentage of related lessee sales which are considered earned as incurred.

Sublease income is included in the statement of activities as part of other revenue and support. Cash receipts from operating subleases are classified within cash flows from operating activities. Sublease income from related parties was as follows for the years ended June 30:

	2025	2024
ATMs	\$ 48,702	\$ 52,090
Dining space	58,381	53,384
Lockers	1,584	1,584
Variable sublease income	150,593	138,787
Total sublease income	\$ 259,260	\$ 245,845

ASSOCIATED STUDENTS, INC., CALIFORNIA STATE UNIVERSITY, FULLERTON

Notes to Financial Statements

Years Ended June 30, 2025 and 2024

Note 11 - Leasing Arrangements, continued

As all of the assets being subleased are related to contributed nonfinancial assets recognized annually, there are no carrying amounts of the underlying assets related to these operating subleases.

Future annual minimum sublease receipts are as follows:

<u>Year Ending June 30,</u>		
2026	\$	93,609
2027		33,399
2028		<u>30,221</u>
Total	\$	<u>157,229</u>

Note 12 - Commitments and Contingencies

Litigation

From time to time, ASI becomes involved in legal proceedings incidental to ASI. If and when a loss is deemed probable and reasonably estimable, ASI records the liability or expense in the financial statements.

Note 13 - Concentration of Credit Risk

ASI maintains bank accounts which may, at times, exceed depository insurance limits and therefore expose ASI to credit risk. ASI maintains its cash in bank deposit accounts that are insured by the Federal Deposit Insurance Corporation (FDIC) up to a limit of \$250,000 per depositor. ASI monitors the cash balances regularly and evaluates the risk due to balances in excess of insurance limits.

ASI is exposed to credit loss for the amount of investments in the event of nonperformance by LAIF or the state investment pools. However, management of ASI does not anticipate nonperformance by LAIF or the state investment pools. In accordance with ASI's cash management policy, all excess cash is invested in LAIF or state investment pools.

ASI has some exposure to investment risk, including interest rate, market, and credit risk for both marketable and nonmarketable securities. Due to the level of risk exposure, it is possible that near-term valuation changes for investment securities may occur to an extent that could materially affect the amounts reported in the accompanying financial statements.

Note 14 - Risks and Uncertainties

ASI receives a substantial portion of its funding from entities who receive significant funding through federal awards. These awards are subject to the availability of appropriations and other political and economic factors, which are outside ASI's control. Due to ongoing uncertainty and recent federal funding rescissions, there is risk that certain federal programs indirectly supporting ASI may be reduced or eliminated in future periods. Any such reductions could have a material impact on the ASI's operations and financial condition.

Management continues to monitor federal appropriations and program announcements to assess any potential impact. However, the extent of future changes in funding and their impact on operations cannot be reasonably estimated at this time.

**INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL
REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON
AN AUDIT OF FINANCIAL STATEMENTS PERFORMED
IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS***

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

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of Associated Students, Inc., California State University, Fullerton (a nonprofit organization)(ASI), which comprise the statement of financial position as of June 30, 2025, the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated September 18, 2025.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered ASI's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of ASI's internal control. Accordingly, we do not express an opinion on the effectiveness of ASI's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that have not been identified.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether ASI's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL
REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON
AN AUDIT OF FINANCIAL STATEMENTS PERFORMED
IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*, CONTINUED

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the organization's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the organization's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Aldrich CPAs + Advisors LLP

San Diego, California
September 18, 2025

SUPPLEMENTAL INFORMATION

ASSOCIATED STUDENTS, INC., CALIFORNIA STATE UNIVERSITY, FULLERTON**Schedule of Financial Position by Unit**

June 30, 2025

	ASI	Titan Student Center	Eliminations	Total
ASSETS				
Cash	\$ 1,310,590	\$ 239,344	\$ -	\$ 1,549,934
Accounts receivable, net	58,577	592,691	-	651,268
Interfund receivables	1,108,964	-	(1,108,964)	-
Accounts receivable, related parties	164,317	226,270	-	390,587
Investments	11,625,082	11,537,358	-	23,162,440
Property and equipment, net	55,521	2,171,598	-	2,227,119
Right-of-use asset - finance lease	-	178,748	-	178,748
Other assets	234,606	64,175	-	298,781
Total Assets	<u>\$ 14,557,657</u>	<u>\$ 15,010,184</u>	<u>\$ (1,108,964)</u>	<u>\$ 28,458,877</u>
LIABILITIES AND NET ASSETS				
Liabilities:				
Accounts payable	\$ 179,895	\$ 737,255	\$ -	\$ 917,150
Interfund payable	-	1,108,964	(1,108,964)	-
Accounts payable, related parties	233,877	581,081	-	814,958
Accrued expenses	852,178	514,446	-	1,366,624
Deferred revenue	29,477	222,994	-	252,471
Lease liability - current portion	-	119,905	-	119,905
Funds held for others	375,240	-	-	375,240
Related party funds held for others	559,337	-	-	559,337
Unfunded pension obligation	4,163,472	6,039,644	-	10,203,116
Unfunded postretirement liability	2,145,550	1,418,707	-	3,564,257
Lease liability - net of current portion	-	60,265	-	60,265
Total Liabilities	8,539,026	10,803,261	(1,108,964)	18,233,323
Net Assets:				
Without donor restrictions:				
Undesignated	3,162,897	3,058,500	-	6,221,397
Board designated	2,810,300	1,064,402	-	3,874,702
Total Without Donor Restrictions	5,973,197	4,122,902	-	10,096,099
With donor restrictions	45,434	84,021	-	129,455
Total Net Assets	<u>6,018,631</u>	<u>4,206,923</u>	<u>-</u>	<u>10,225,554</u>
Total Liabilities and Net Assets	<u>\$ 14,557,657</u>	<u>\$ 15,010,184</u>	<u>\$ (1,108,964)</u>	<u>\$ 28,458,877</u>

ASSOCIATED STUDENTS, INC., CALIFORNIA STATE UNIVERSITY, FULLERTON**Schedule of Financial Position by Unit**

June 30, 2024

	ASI	Titan Student Center	Eliminations	Total
ASSETS				
Cash	\$ 237,924	\$ 559,956	\$ -	\$ 797,880
Accounts receivable, net	259,868	50,004	-	309,872
Interfund receivables	-	31,008	(31,008)	-
Accounts receivable, related parties	813,675	-	-	813,675
Investments	12,032,541	9,991,798	-	22,024,339
Property and equipment, net	57,287	1,270,868	-	1,328,155
Right-of-use asset - finance lease	-	292,751	-	292,751
Other assets	337,636	41,970	-	379,606
Total Assets	\$ <u>13,738,931</u>	\$ <u>12,238,355</u>	\$ <u>(31,008)</u>	\$ <u>25,946,278</u>
LIABILITIES AND NET ASSETS				
Liabilities:				
Accounts payable	\$ 142,227	\$ 42,401	\$ -	\$ 184,628
Interfund payable	31,008	-	(31,008)	-
Accounts payable, related parties	63,300	819,509	-	882,809
Accrued expenses	693,250	360,150	-	1,053,400
Deferred revenue	458,554	274,309	-	732,863
Lease liability - current portion	-	115,102	-	115,102
Funds held for others	311,804	-	-	311,804
Related party funds held for others	487,846	-	-	487,846
Unfunded pension obligation	4,356,256	6,164,359	-	10,520,615
Unfunded postretirement liability	1,629,328	812,708	-	2,442,036
Lease liability - net of current portion	-	179,498	-	179,498
Total Liabilities	8,173,573	8,768,036	(31,008)	16,910,601
Net Assets:				
Without donor restrictions:				
Undesignated	2,699,637	1,973,884	-	4,673,521
Board designated	2,810,300	1,412,414	-	4,222,714
Total Without Donor Restrictions	5,509,937	3,386,298	-	8,896,235
With donor restrictions	55,421	84,021	-	139,442
Total Net Assets	5,565,358	3,470,319	-	9,035,677
Total Liabilities and Net Assets	\$ <u>13,738,931</u>	\$ <u>12,238,355</u>	\$ <u>(31,008)</u>	\$ <u>25,946,278</u>

ASSOCIATED STUDENTS, INC., CALIFORNIA STATE UNIVERSITY, FULLERTON
Schedule of Activities by Unit

Year Ended June 30, 2025

	ASI	Titan Student Center	Eliminations	Total
Revenue and Support:				
Student activity fees	\$ 7,569,190	\$ 11,467,255	\$ -	\$ 19,036,445
In-kind contribution of facilities	925,100	7,503,425	-	8,428,525
Other	885,333	996,459	-	1,881,792
Grants and contributions	1,459,491	139,587	-	1,599,078
Student Center fees	124,150	1,616,365	-	1,740,515
Children's Center tuition	768,943	-	-	768,943
Administrative fees	1,946,607	-	(1,946,607)	-
Total Revenue and Support	13,678,814	21,723,091	(1,946,607)	33,455,298
Expenses:				
Program services:				
Student services	5,370,763	7,407,695	-	12,778,458
Student Recreation center	-	3,494,397	-	3,494,397
Children's Center	3,329,252	-	-	3,329,252
Total Program Expenses	8,700,015	10,902,092	-	19,602,107
Supporting services:				
Building services	-	3,844,224	(1,946,607)	1,897,617
Public services	52,436	-	-	52,436
Administrative	4,980,729	6,470,405	-	11,451,134
Total Supporting Services	5,033,165	10,314,629	(1,946,607)	13,401,187
Total Operating Expenses	13,733,180	21,216,721	(1,946,607)	33,003,294
Change in Net Assets from Operations	(54,366)	506,370	-	452,004
Nonoperating Income (Expense):				
Pension and postretirement related changes other than service cost	(262,920)	(295,981)	-	(558,901)
Investment income	752,566	544,208	-	1,296,774
Total Nonoperating Income	489,646	248,227	-	737,873
Change in Net Assets	435,280	754,597	-	1,189,877
Net Assets, beginning	5,565,358	3,470,319	-	9,035,677
Designations from other units	17,993	(17,993)	-	-
Net Assets, ending	\$ 6,018,631	\$ 4,206,923	\$ -	\$ 10,225,554

See independent auditor's report.

ASSOCIATED STUDENTS, INC., CALIFORNIA STATE UNIVERSITY, FULLERTON
Schedule of Activities by Unit

Year Ended June 30, 2024

	ASI	Titan Student Center	Eliminations	Total
Revenue and Support:				
Student activity fees	\$ 7,013,938	\$ 9,950,021	\$ -	\$ 16,963,959
In-kind contribution of facilities	925,100	7,503,425	-	8,428,525
Grants and contributions	1,485,049	60,549	-	1,545,598
Student Center fees	99,945	1,398,529	-	1,498,474
Other	871,292	458,134	-	1,329,426
Children's Center tuition	701,226	-	-	701,226
Administrative fees	2,337,376	-	(2,337,376)	-
Total Revenue and Support	13,433,926	19,370,658	(2,337,376)	30,467,208
Expenses:				
Program services:				
Student services	5,338,335	8,263,862	-	13,602,197
Student Recreation center	-	3,853,882	-	3,853,882
Children's Center	3,420,828	-	-	3,420,828
Total Program Expenses	8,759,163	12,117,744	-	20,876,907
Supporting services:				
Building services	-	5,067,481	(2,337,376)	2,730,105
Public services	51,575	-	-	51,575
Administrative	4,425,134	4,093,914	-	8,519,048
Total Supporting Services	4,476,709	9,161,395	(2,337,376)	11,300,728
Total Operating Expenses	13,235,872	21,279,139	(2,337,376)	32,177,635
Change in Net Assets from Operations	198,054	(1,908,481)	-	(1,710,427)
Nonoperating Income (Expense):				
Pension and postretirement related changes other than service cost	305,381	384,992	-	690,373
Investment return	929,458	453,989	-	1,383,447
Total Nonoperating Expense	1,234,839	838,981	-	2,073,820
Change in Net Assets	1,432,893	(1,069,500)	-	363,393
Net Assets, beginning	4,132,465	4,539,819	-	8,672,284
Net Assets, ending	\$ 5,565,358	\$ 3,470,319	\$ -	\$ 9,035,677

See independent auditor's report.

**SUPPLEMENTAL INFORMATION
FOR INCLUSION IN THE CALIFORNIA STATE UNIVERSITY**

ASSOCIATED STUDENTS, INC., CALIFORNIA STATE UNIVERSITY, FULLERTON**Schedule of Net Position**

June 30, 2025

(for inclusion in the California State University)

Assets:**Current assets:**

Cash and cash equivalents	1,549,934
Short-term investments	23,162,440
Accounts receivable, net	1,041,855
Lease receivable, current portion	—
P3 receivable, current portion	—
Notes receivable, current portion	—
Pledges receivable, net	—
Prepaid expenses and other current assets	—

Total current assets25,754,229**Noncurrent assets:**

Restricted cash and cash equivalents	—
Accounts receivable, net	—
Lease receivable, net of current portion	—
P3 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	2,405,867
Other assets	298,781

Total noncurrent assets2,704,648**Total assets**28,458,877**Deferred outflows of resources:**

Unamortized loss on debt refunding	—
Net pension liability	—
Net OPEB liability	—
Leases	—
P3	—
Others	—

Total deferred outflows of resources—

ASSOCIATED STUDENTS, INC., CALIFORNIA STATE UNIVERSITY, FULLERTON**Schedule of Net Position, continued**

June 30, 2025

(for inclusion in the California State University)

Liabilities:**Current liabilities:**

Accounts payable	1,732,108
Accrued salaries and benefits	767,883
Accrued compensated absences, current portion	239,437
Unearned revenues	252,471
Lease liabilities, current portion	119,939
SBITA liabilities - current portion	—
P3 liabilities - current portion	—
Long-term debt obligations, current portion	—
Claims liability for losses and loss adjustment expenses, current portion	—
Depository accounts	—
Other liabilities	—
Total current liabilities	3,111,838

Noncurrent liabilities:

Accrued compensated absences, net of current portion	359,304
Unearned revenues	—
Grants refundable	—
Lease liabilities, net of current portion	60,231
SBITA liabilities, net of current portion	—
P3 liabilities, net of current portion	—
Long-term debt obligations, net of current portion	—
portion	—
Depository accounts	934,577
Net other postemployment benefits liability	3,564,257
Net pension liability	10,203,116
Other liabilities	—
Total noncurrent liabilities	15,121,485
Total liabilities	18,233,323

Deferred inflows of resources:

P3 service concession arrangements	—
Net pension liability	—
Net OPEB liability	—
Unamortized gain on debt refunding	—
Nonexchange transactions	—
Lease	—
P3	—
Others	—
Total deferred inflows of resources	—

ASSOCIATED STUDENTS, INC., CALIFORNIA STATE UNIVERSITY, FULLERTON**Schedule of Net Position, continued**

June 30, 2025

(for inclusion in the California State University)

Net position:

Net investment in capital assets	2,225,697
Restricted for:	
Nonexpendable – endowments	—
Expendable:	
Scholarships and fellowships	24,984
Research	—
Loans	—
Capital projects	—
Debt service	—
Others	104,471
Unrestricted	<u>7,870,402</u>
Total net position	<u>10,225,554</u>

ASSOCIATED STUDENTS, INC., CALIFORNIA STATE UNIVERSITY, FULLERTON**Schedule of Revenues, Expenses, and Changes in Net Position**

Year Ended June 30, 2025

(for inclusion in the California State University)

Revenues:**Operating revenues:**

Student tuition and fees, gross	—
Scholarship allowances (enter as negative)	—

Grants and contracts, noncapital:

Federal	—
State	1,599,078
Local	—
Nongovernmental	—
Sales and services of educational activities	—
Sales and services of auxiliary enterprises, gross	1,740,515
Scholarship allowances (enter as negative)	—
Other operating revenues	30,115,705
Total operating revenues	33,455,298

Expenses:**Operating expenses:**

Instruction	—
Research	—
Public service	52,436
Academic support	—
Student services	28,277,385
Institutional support	—
Operation and maintenance of plant	2,000,822
Student grants and scholarships	2,801,305
Auxiliary enterprise expenses	—
Depreciation and amortization	430,247
Total operating expenses	33,562,195
Operating income (loss)	(106,897)

ASSOCIATED STUDENTS, INC., CALIFORNIA STATE UNIVERSITY, FULLERTON
Schedule of Revenues, Expenses, and Changes in Net Position, continued
Year Ended June 30, 2025
(for inclusion in the California State University)

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	1,296,774
Endowment income (loss), net	—
Interest expense	—
Other nonoperating revenues (expenses)	—
Net nonoperating revenues (expenses)	<u>1,296,774</u>
Income (loss) before other revenues (expenses)	1,189,877
State appropriations, capital	—
Grants and gifts, capital	—
Additions (reductions) to permanent endowments	—
Increase (decrease) in net position	<u>1,189,877</u>
Net position:	
Net position at beginning of year, as previously reported	9,035,677
Restatements	—
Net position at beginning of year, as restated	<u>9,035,677</u>
Net position at end of year	<u><u>10,225,554</u></u>

ASSOCIATED STUDENTS, INC., CALIFORNIA STATE UNIVERSITY, FULLERTON

Other Information

Year Ended June 30, 2025

(for inclusion in the California State University)

1 Cash and cash equivalents:

Portion of restricted cash and cash equivalents related to endowments	-
All other restricted cash and cash equivalents	-
Noncurrent restricted cash and cash equivalents	-
Current cash and cash equivalents	1,549,934
Total	\$ 1,549,934

2.1 Composition of investments:

Investment Type	Current	Noncurrent	Total
Money market funds	253,351	-	253,351
Repurchase agreements	-	-	-
Certificates of deposit	-	-	-
U.S. agency securities	-	-	-
U.S. treasury securities	-	-	-
Municipal bonds	-	-	-
Corporate bonds	1,331,967	-	1,331,967
Asset backed securities	-	-	-
Mortgage backed securities	-	-	-
Commercial paper	-	-	-
Supranational	-	-	-
Mutual funds	-	-	-
Exchange traded funds	-	-	-
Equity securities	3,416,597	-	3,416,597
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	-	-	-
CSU Consolidated Investment Pool (formerly SWIFT)	-	-	-
State of California Local Agency Investment Fund (LAIF)	18,027,999	-	18,027,999
State of California Surplus Money Investment Fund (SMIF)	-	-	-
Other investments:	-	-	-
Foreign bonds	132,526	-	132,526
	-	-	-
	-	-	-
	-	-	-
	-	-	-
Total Other investments	132,526	-	132,526
Total investments	23,162,440	-	23,162,440
Less endowment investments (enter as negative number)	-	-	-
Total investments, net of endowments	\$ 23,162,440	-	23,162,440

See independent auditor's report.

ASSOCIATED STUDENTS, INC., CALIFORNIA STATE UNIVERSITY, FULLERTON

Other Information, continued

Year Ended June 30, 2025

(for inclusion in the California State University)

2.2 Fair value hierarchy in investments:

Investment Type	Total	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)	Net Asset Value (NAV)
Money market funds	\$ 253,351	253,351	-	-	-
Repurchase agreements	-	-	-	-	-
Certificates of deposit	-	-	-	-	-
U.S. agency securities	-	-	-	-	-
U.S. treasury securities	-	-	-	-	-
Municipal bonds	-	-	-	-	-
Corporate bonds	1,331,967	1,331,967	-	-	-
Asset backed securities	-	-	-	-	-
Mortgage backed securities	-	-	-	-	-
Commercial paper	-	-	-	-	-
Supranational	-	-	-	-	-
Mutual funds	-	-	-	-	-
Exchange traded funds	-	-	-	-	-
Equity securities	3,416,597	3,416,597	-	-	-
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	-	-	-	-	-
CSU Consolidated Investment Pool (formerly SWIFT)	-	-	-	-	-
State of California Local Agency Investment Fund (LAIF)	18,027,999	-	-	-	18,027,999
State of California Surplus Money Investment Fund (SMIF)	-	-	-	-	-
Other investments:					
Foreign bonds	132,526	132,526	-	-	-
	-	-	-	-	-
	-	-	-	-	-
	-	-	-	-	-
	-	-	-	-	-
Total other investments:	132,526	132,526	-	-	-
Total investments	\$ 23,162,440	5,134,441	-	-	18,027,999

2.3 Investments held by the University under contractual agreements: Not Applicable

See independent auditor's report.

ASSOCIATED STUDENTS, INC., CALIFORNIA STATE UNIVERSITY, FULLERTON

Other Information, continued

Year Ended June 30, 2025

(for inclusion in the California State University)

3.1 Capital Assets, excluding ROU assets:

Composition of capital assets, excluding ROU assets:

	Balance June 30, 2024	Reclassifications	Prior Period Additions	Prior Period Retirements	Balance June 30, 2024 (Restated)	Additions	Retirements	Transfer of completed CWIP/PWIP	Balance June 30, 2025
Non-depreciable/Non-amortizable 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	-	-	-	-	-	-	-	-	-
Intangible assets in progress (PWIP)	-	-	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-	-	-
Other intangible assets:	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-
Total Other intangible assets	-	-	-	-	-	-	-	-	-
Total intangible assets	-	-	-	-	-	-	-	-	-
Total non-depreciable/non-amortizable capital assets	-	-	-	-	-	-	-	-	-
Depreciable/Amortizable capital assets:									
Buildings and building improvements	-	-	-	-	-	-	-	-	-
Improvements, other than buildings	-	-	-	-	-	-	-	-	-
Infrastructure	-	-	-	-	-	-	-	-	-
Leasehold improvements	-	-	-	-	-	955,551	-	-	955,551
Personal property:									
Equipment	3,622,198	-	-	-	3,622,198	259,655	(3)	-	3,881,850
Library books and materials	-	-	-	-	-	-	-	-	-
Intangible assets:	-	-	-	-	-	-	-	-	-
Software and websites	-	-	-	-	-	-	-	-	-
Rights and easements	-	-	-	-	-	-	-	-	-
Patents, copyrights and trademarks	-	-	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-	-	-
Other intangible assets:	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-
Total Other intangible assets	-	-	-	-	-	-	-	-	-
Total intangible assets	-	-	-	-	-	-	-	-	-
Total depreciable/amortizable capital assets	3,622,198	-	-	-	3,622,198	1,215,206	(3)	-	4,837,401
Total capital assets	3,622,198	-	-	-	3,622,198	1,215,206	(3)	-	4,837,401

See independent auditor's report.

ASSOCIATED STUDENTS, INC., CALIFORNIA STATE UNIVERSITY, FULLERTON

Other Information, continued

Year Ended June 30, 2025

(for inclusion in the California State University)

Less accumulated depreciation/amortization: (enter as negative number, except for reductions enter as positive number)

Buildings and building improvements	-	-	-	-	-	-	-	-	-
Improvements, other than buildings	-	-	-	-	-	-	-	-	-
Infrastructure	-	-	-	-	-	-	-	-	-
Leasehold improvements	-	-	-	-	-	(25,527)	-	-	(25,527)
Personal property:									
Equipment	(2,294,043)	-	-	-	(2,294,043)	(290,717)	5	-	(2,584,755)
Library books and materials	-	-	-	-	-	-	-	-	-
Intangible assets:									
Software and websites	-	-	-	-	-	-	-	-	-
Rights and easements	-	-	-	-	-	-	-	-	-
Patents, copyrights and trademarks	-	-	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-	-	-
Other intangible assets:									
	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-
Total Other intangible assets	-	-	-	-	-	-	-	-	-
Total intangible assets	-	-	-	-	-	-	-	-	-
Total accumulated depreciation/amortization	(2,294,043)	-	-	-	(2,294,043)	(316,244)	5	-	(2,610,282)
Total capital assets, net excluding ROU assets	\$ 1,328,155	-	-	-	1,328,155	898,962	2	-	2,227,119

ASSOCIATED STUDENTS, INC., CALIFORNIA STATE UNIVERSITY, FULLERTON

Other Information, continued

Year Ended June 30, 2025

(for inclusion in the California State University)

Capital Assets, Right of Use

Composition of capital assets - Lease ROU, net:	Balance June 30, 2024	Prior Period Reclassifications	Prior Period Additions	Prior Period Reductions	Balance June 30, 2024 (Restated)	Additions	Remeasurements	Reductions	Balance June 30, 2025
Non-depreciable/Non-amortizable lease assets:									
Land and land improvements	—	—	—	—	—	—	—	—	—
Total non-depreciable/non-amortizable lease assets	-	—	—	—	—	—	—	—	-
Depreciable/Amortizable lease assets:									
Land and land improvements	—	—	—	—	—	—	—	—	—
Buildings and building improvements	—	—	—	—	—	—	—	—	—
Improvements, other than buildings	—	—	—	—	—	—	—	—	—
Infrastructure	—	—	—	—	—	—	—	—	—
Personal property:									
Equipment	351,301	—	—	—	351,301	—	—	—	351,301
Total depreciable/amortizable lease assets	351,301	—	—	—	351,301	—	—	—	351,301
Less accumulated depreciation/amortization: (enter as negative number, except for reductions enter as positive number)									
Land and land improvements	—	—	—	—	—	—	—	—	—
Buildings and building improvements	—	—	—	—	—	—	—	—	—
Improvements, other than buildings	—	—	—	—	—	—	—	—	—
Infrastructure	—	—	—	—	—	—	—	—	—
Personal property:									
Equipment	(58,550)	—	—	—	(58,550)	(114,003)	—	—	(172,553)
Total accumulated depreciation/amortization	(58,550)	—	—	—	(58,550)	(114,003)	—	—	(172,553)
Total capital assets - lease ROU, net	292,751	—	—	—	292,751	(114,003)	—	—	178,748

Composition of capital assets - SBITA ROU, net	Balance June 30, 2024	Reclassifications	Prior Period Additions	Prior Period Reductions	Balance June 30, 2024 (Restated)	Additions	Remeasurements	Reductions	Balance June 30, 2025
Depreciable/Amortizable SBITA assets:									
Software	—	—	—	—	—	—	—	—	—
Total depreciable/amortizable SBITA assets	-	-	-	-	-	-	-	-	-
Less accumulated depreciation/amortization:									
Software	—	—	—	—	—	—	—	—	—
Total accumulated depreciation/amortization	-	-	-	-	-	-	-	-	-
Total capital assets - SBITA ROU, net	-	-	-	-	-	-	-	-	-

See independent auditor's report.

ASSOCIATED STUDENTS, INC., CALIFORNIA STATE UNIVERSITY, FULLERTON

Other Information, continued

Year Ended June 30, 2025

(for inclusion in the California State University)

Composition of capital assets - P3 ROU, net:	Balance June 30, 2024	Reclassifications	Prior Period Additions	Prior Period Reductions	Balance June 30, 2024 (Restated)	Additions	Remeasurements	Reductions	Balance June 30, 2025
Non-depreciable/Non-amortizable P3 assets:									
Land and land improvements	—	—	—	—	—	—	—	—	—
Total non-depreciable/non-amortizable P3 assets	-	-	-	-	-	-	-	-	-
Depreciable/Amortizable P3 assets:									
Land and land improvements	—	—	—	—	—	—	—	—	—
Buildings and building improvements	—	—	—	—	—	—	—	—	—
Improvements, other than buildings	—	—	—	—	—	—	—	—	—
Infrastructure	—	—	—	—	—	—	—	—	—
Personal property:	—	—	—	—	—	—	—	—	—
Equipment	—	—	—	—	—	—	—	—	—
Total depreciable/amortizable P3 assets	-	-	-	-	-	-	-	-	-
Less accumulated depreciation/amortization:									
Land and land improvements	—	—	—	—	—	—	—	—	—
Buildings and building improvements	—	—	—	—	—	—	—	—	—
Improvements, other than buildings	—	—	—	—	—	—	—	—	—
Infrastructure	—	—	—	—	—	—	—	—	—
Personal property:	—	—	—	—	—	—	—	—	—
Equipment	—	—	—	—	—	—	—	—	—
Total accumulated depreciation/amortization	-	-	-	-	-	-	-	-	-
Total capital assets - P3 ROU, net	—	—	—	—	—	—	—	—	—

Total capital assets, net including ROU assets

2,405,867

3.2 Detail of depreciation and amortization expense:

Depreciation and amortization expense - capital assets, excluding ROU assets	\$	316,244
Amortization expense - Leases ROU		114,003
Amortization expense - SBITA ROU		-
Amortization expense - P3 ROU		-
Depreciation and Amortization expense - Others		-
Total depreciation and amortization	\$	430,247

See independent auditor's report.

ASSOCIATED STUDENTS, INC., CALIFORNIA STATE UNIVERSITY, FULLERTON

Other Information, continued

Year Ended June 30, 2025

(for inclusion in the California State University)

4 Long-term liabilities:

	Balance June 30, 2024	Prior Period Adjustments/Recla ssifications	Balance June 30, 2024 (Restated)	Additions	Reductions	Balance June 30, 2025	Current Portion	Noncurrent Portion
1. Accrued compensated absences	555,158		555,158	43,583	-	598,741	239,437	359,304
2. Claims liability for losses and loss adjustment expenses	-	-	-	-	-	-	-	-
3. Capital lease obligations (pre-ASC 842):								
Gross balance	-	-	-	-	-	-	-	-
Unamortized net premium/(discount)	-	-	-	-	-	-	-	-
Total capital lease obligations (pre ASC 842)	-	-	-	-	-	-	-	-
4. Long-term debt obligations:								
4.1 Auxiliary revenue bonds (non-SRB related)	-	-	-	-	-	-	-	-
4.2 Commercial paper	-	-	-	-	-	-	-	-
4.3 Notes payable (SRB related)	-	-	-	-	-	-	-	-
4.4 Finance purchase of capital assets	-	-	-	-	-	-	-	-
4.5 Others:	-	-	-	-	-	-	-	-
Total others	-	-	-	-	-	-	-	-
Sub-total long-term debt	-	-	-	-	-	-	-	-
4.6 Unamortized net bond premium/(discount)	-	-	-	-	-	-	-	-
Total long-term debt obligations	-	-	-	-	-	-	-	-

	Balance June 30, 2024	Prior Period Adjustments/Recla ssifications	Additions	Remeasurements	Reductions	Balance June 30, 2025	Current Portion	Noncurrent Portion
5. Lease, SBITA, P3 liabilities:								
Lease liabilities	\$ 294,600				(114,430)	180,170	119,939	60,231
SBITA liabilities	-	-	-	-	-	-	-	-
P3 liabilities - SCA	-	-	-	-	-	-	-	-
P3 liabilities - non-SCA	-	-	-	-	-	-	-	-
Sub-total P3 liabilities	-	-	-	-	-	-	-	-
Total Lease, SBITA, P3 liabilities	\$ 294,600	-	-	-	(114,430)	180,170	119,939	60,231
Total long-term liabilities						\$ 778,911	\$ 359,376	\$ 419,535

ASSOCIATED STUDENTS, INC., CALIFORNIA STATE UNIVERSITY, FULLERTON

Other Information, continued

Year Ended June 30, 2025

(for inclusion in the California State University)

5 Future minimum payments schedule - leases, SBITA, P3:

	Lease Liabilities			SBITA liabilities			Public-Private or Public-Public Partnerships (P3)			Total Leases, SBITA, P3 liabilities		
	Principal Only	Interest Only	Principal and Interest	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:												
2026	119,939	4,925	124,864	-	-	-	-	-	-	119,939	4,925	124,864
2027	60,231	780	61,011	-	-	-	-	-	-	60,231	780	61,011
2028	-	-	-	-	-	-	-	-	-	-	-	-
2029	-	-	-	-	-	-	-	-	-	-	-	-
2030	-	-	-	-	-	-	-	-	-	-	-	-
2031 - 2035	-	-	-	-	-	-	-	-	-	-	-	-
2036 - 2040	-	-	-	-	-	-	-	-	-	-	-	-
2041 - 2045	-	-	-	-	-	-	-	-	-	-	-	-
2046 - 2050	-	-	-	-	-	-	-	-	-	-	-	-
2051 - 2055	-	-	-	-	-	-	-	-	-	-	-	-
Thereafter	-	-	-	-	-	-	-	-	-	-	-	-
Total minimum lease payments	\$ 180,170	5,705	185,875	-	-	-	-	-	-	180,170	5,705	185,875
Less: amounts representing interest												(5,705)
Present value of future minimum lease payments												180,170
Total Leases, SBITA, P3 liabilities												180,170
Less: current portion												(119,939)
Leases, SBITA, P3 liabilities, net of current portion												\$ 60,231

6 Future minimum payments schedule - Long-term debt obligations: Not Applicable

7 Transactions with related entities:

Payments to University for salaries of University personnel working on contracts, grants, and other programs	85,707
Payments to University for other than salaries of University personnel	1,167,110
Payments received from University for services, space, and programs	21,545,998
Gifts-in-kind to the University from discretely presented component units	
Gifts (cash or assets) to the University from discretely presented component units	
Accounts (payable to) University	(644,709)
Other amounts (payable to) University	(673,282)
Accounts receivable from University	288,476
Other amounts receivable from University	-

8 Restatements: Not Applicable

ASSOCIATED STUDENTS, INC., CALIFORNIA STATE UNIVERSITY, FULLERTON

Other Information, continued

Year Ended June 30, 2025

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9 Natural classifications of operating expenses:

	Salaries	Benefits - Other	Benefits - Pension	Benefits - OPEB	Scholarships and fellowships	Supplies and other services	Depreciation and amortization	Total operating expenses
Instruction	—	—	—	—	—	—	—	-
Research	—	—	—	—	—	—	—	-
Public service	—	56	—	—	—	52,380	—	52,436
Academic support	—	—	—	—	—	—	—	-
Student services	9,581,635	2,890,707	941,821	772,662	—	14,090,560	—	28,277,385
Institutional support	—	—	—	—	—	—	—	-
Operation and maintenance of plant	72,779	3,969	6,281	1,383	—	1,916,410	—	2,000,822
Student grants and scholarships	—	—	—	—	2,801,305	—	—	2,801,305
Auxiliary enterprise expenses	—	—	—	—	—	—	—	-
Depreciation and amortization	—	—	—	—	—	—	430,247	430,247
Total operating expenses	\$ 9,654,414	2,894,732	948,102	774,045	2,801,305	16,059,350	430,247	33,562,195

Select type of pension plan >>

Defined Benefit Plan

10 Deferred outflows/inflows of resources: Not Applicable

11 Other nonoperating revenues (expenses): Not Applicable