

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

**FINANCIAL REPORT  
(Audited)**

**JUNE 30, 2010**

## CONTENTS

---

INDEPENDENT AUDITOR'S REPORT ON THE FINANCIAL STATEMENTS	1
--	---

---

FINANCIAL STATEMENTS	
Statements of financial position	2
Statements of activities	3
Statements of cash flows	4
Notes to financial statements	5-9

---

INDEPENDENT AUDITOR'S REPORT ON THE SUPPLEMENTARY INFORMATION	10
---	----

---

SUPPLEMENTARY INFORMATION	
Expenses by natural classification	11
Schedule of net assets – for inclusion in the California State University	12
Schedule of revenues, expenses, and changes in net assets – for inclusion in the California State University	13
Other information – for inclusion in the California State University	14-22

---



Certified Public Accountants  
Business & Personal Consultants

Member of the McGladrey Network

Member of AICPA Division for Firms  
Private Companies Practice Section

NANCY C. BELTON

## INDEPENDENT AUDITOR'S REPORT

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

We have audited the accompanying statements of financial position of the **Associated Students, Inc., California State University, Bakersfield** as of June 30, 2010 and 2009 and the related statements of activities and cash flows for the years then ended. These financial statements are the responsibility of the **Associated Students, Inc., California State University, Bakersfield's** management. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

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

*Daniells, Phillips, Vaughan & Bock*

Bakersfield, California  
September 29, 2010

**ASSOCIATED STUDENTS, INC.  
CALIFORNIA STATE UNIVERSTIY, BAKERSFIELD**

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

	2010	2009
<b>ASSETS</b>		
Current Assets		
Investments (Note 3)	\$ 1,034,661	\$ 1,081,451
Student fees receivable	35,178	95,053
Prepaid expense	14,000	-
<b>Total current assets</b>	<b>1,083,839</b>	<b>1,176,504</b>
Property and Equipment		
Office equipment and furniture	87,371	84,186
Improvements	44,455	44,455
Construction in progress	89,017	-
	<b>220,843</b>	128,641
Less: accumulated depreciation	93,201	83,518
	<b>127,642</b>	45,123
	<b>\$ 1,211,481</b>	<b>\$ 1,221,627</b>
<b>LIABILITIES AND NET ASSETS</b>		
Current Liabilities		
Accounts payable	\$ 101,282	\$ 103,214
Due to related parties (Note 6)	142,387	10,158
Deferred revenue	16,083	110,989
<b>Total current liabilities</b>	<b>259,752</b>	<b>224,361</b>
Net Assets		
Unrestricted	951,729	997,266
	<b>\$ 1,211,481</b>	<b>\$ 1,221,627</b>

See Notes to Financial Statements.

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

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

	<b>2010</b>	2009
<hr/>		
Changes in Unrestricted Net Assets:		
Revenues		
Student activity fees	<b>\$ 2,561,263</b>	\$ 2,451,882
Interest	<b>9,057</b>	38,633
Miscellaneous	<b>599</b>	955
<b>Total revenues</b>	<b><u>2,570,919</u></b>	<u>2,491,470</u>
Expenses of auxiliary enterprises		
Program services	<b>2,345,067</b>	2,694,702
General and administrative	<b>271,389</b>	206,565
<b>Total expenses of auxiliary enterprises</b>	<b><u>2,616,456</u></b>	<u>2,901,267</u>
(Decrease) in net assets	<b>(45,537)</b>	(409,797)
Net assets, beginning of year	<b>997,266</b>	1,407,063
Net assets, end of year	<b><u>\$ 951,729</u></b>	<u>\$ 997,266</u>

See Notes to Financial Statements.

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

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

	2010	2009
Cash Flows from Operating Activities		
(Decrease) in net assets	\$ (45,537)	\$ (409,797)
Adjustments to reconcile change in unrestricted net assets to net cash provided by (used in) operating activities:		
Depreciation	9,684	12,157
(Increase) decrease in receivables	59,875	(34,568)
(Increase) in prepaid expenses	(14,000)	-
Increase (decrease) in accounts payable	(1,932)	84,942
Increase (decrease) in amounts due to related parties	120,927	(97,088)
Increase in accrued expenses	11,302	1,927
Increase (decrease) in deferred revenue	(94,906)	4,090
<b>Net cash provided by (used in) operating activities</b>	<b>45,413</b>	<b>(438,337)</b>
Cash Flows from Investing Activities		
Purchase of investments	(9,057)	(38,633)
Purchase of property and equipment	(92,203)	(2,893)
Proceeds from sale of investments	55,847	479,863
<b>Net cash provided by (used in) investing activities</b>	<b>(45,413)</b>	<b>438,337</b>
<b>Net change in cash</b>	<b>-</b>	<b>-</b>
Cash:		
Beginning	-	-
Ending	<b>\$ -</b>	<b>\$ -</b>

See Notes to Financial Statements.

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

**NOTES TO FINANCIAL STATEMENTS**

---

**Note 1. Nature of Activities and Significant Accounting Policies**

*Nature of activities:* The Associated Students, Inc., California State University, Bakersfield, (“the Associated Students”), functions to benefit the student body of the California State University, Bakersfield by providing financial, cultural, educational, recreational and motivational support. Though in operation since 1976, it became a viable fiscal entity with the introduction of mandatory student fees by an election in October 1977.

A summary of the Associated Students’ significant accounting policies follows:

*Accounting policies:* The Associated Students accounts for its financial transactions in accordance with the policies and procedures of the California State University Auxiliary Organization’s Accounting and Reporting System. The accounting policies of the Associated Students conform to accounting policies generally accepted in the United States of America.

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

*Cash and Cash Equivalents:* The Associated Students considers all highly liquid investments with an original maturity date of three months or less to be cash and cash equivalents. The Associated Students considers amounts included in the California State University Investment Pool to be investments.

*Property and equipment:* Property and equipment is stated at cost. Depreciation of property and equipment is computed on the straight-line method over estimated useful lives of three to ten years. All acquisitions of property and equipment in excess of \$2,500 and all expenses for repairs, maintenance, renewals, and betterments that materially prolong the useful lives of assets are capitalized.

*Deferred revenue:* Deferred revenue represents the portion of student activity fees collected for the summer session applicable to July 1, 2010 and later.

*Income taxes:* The Associated Students is generally exempt from federal and state income taxes under Section 501 (c)(3) of the Internal Revenue Code and related state code sections. As a non-profit organization the Associated Students is subject to unrelated business income tax (UBIT), if applicable. For the tax years ended June 30, 2010 and 2009, the Associated Students did not owe any UBIT.

The Associated Students adopted the accounting standard on accounting for uncertainty in income taxes, which addresses the determination of whether tax benefits claimed or expected to be claimed on a tax return should be recorded in the financial statements. Under this guidance, the Associated Students may recognize the tax benefit from an uncertain tax position

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

**NOTES TO FINANCIAL STATEMENTS**

---

only if it is more-likely-than-not that the tax position will be sustained on examination by taxing authorities, based on the technical merits of the position. The tax benefits recognized in the financial statements from such a position are measured based on the largest benefit that has a greater than 50% likelihood of being realized upon ultimate settlement. The guidance on accounting for uncertainty in income taxes also addresses de-recognition, classification, interest and penalties on income taxes, and accounting in interim periods.

Management evaluated the Associated Students' tax position and concluded that they had taken no uncertain tax positions that require adjustment to the financial statements to comply with the provisions of this guidance. With few exceptions, the Associated Students is no longer subject to income tax examinations by the U.S. federal, state or local tax authorities for years before 2006.

*Student activity fees:* Student activity fees of \$109 and \$105 per student, for the years ended June 30, 2010 and 2009, respectively, were collected from student tuition and recognized as revenue when the students enrolled.

*Investments Valuation and Income Recognition:* Financial statement presentation follows the guidance in FASB Accounting Standards Codification Not-for-Profit Entities. Accordingly, investments in marketable securities with readily determinable fair values and all investments in debt securities are reported at their fair values in the statement of financial position. 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 measurement date. See Note 4 for discussion of fair value measurements.

*Compensated Absences:* Employees of the Associated Students are entitled to paid vacation, paid sick days, and personal days off, depending on job classification, length of service, and other factors. Accrued vacation of \$5,228 and \$2,627 for the years ended June 30, 2010 and 2009, respectively, have been recorded in accrued expenses. Paid sick days and personal days off have not been accrued, as employees are not entitled to sick days or personal days off pay upon termination of employment.

*Advertising:* The Associated Students expenses advertising costs as they are incurred. Advertising expenses totaled \$11,508 and \$9,572 for the years ended June 30, 2010 and 2009, respectively.

*Subsequent Events:* The Associated Students has evaluated subsequent events through September 29, 2010, the date on which the financial statements were available to be issued. There are no subsequent events considered material by management that would require disclosure in the financial statements.

*Reclassifications:* Certain items in the 2009 financial statements have been reclassified to conform to the 2010 presentation, with no effect on change in net assets.

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

**NOTES TO FINANCIAL STATEMENTS**

---

**Note 2. Cash and cash equivalents**

At June 30, 2010 and 2009 the Associated Students' cash was pooled with the California State University, US Bank SWIFT account that resulted in share pooled cash of \$0 at June 30, 2010 and 2009. Refer to Note 3 below for Investments.

**Note 3. Investments**

The Associated Students' investments are pooled and invested with the California University, Bakersfield's US Bank SWIFT account to take advantage of an effective investment program. The Associated Students' share of pooled investments was \$1,034,661 and \$1,081,451 at June 30, 2010 and 2009, respectively. The SWIFT account consists of a variety of investments such as U.S. agency securities, corporate and fixed income securities, commercial paper and repurchase agreements.

Generally, credit risk is the risk that the issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. Presented below is the minimum rating required by (where applicable) the California State University, Bakersfield, and the actual ratings as of the year end for each investment type. See Note 4 for information regarding investment valuation.

**Note 4. Fair value Measurements**

The FASB Accounting Standards Codification Fair Value Measurements topic establishes a framework for measuring fair value. That framework provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (level 1 measurements) and the lowest priority to unobservable inputs (level 3 measurements). The three levels of the fair value hierarchy are described below:

Level 1                      Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that the Associated Students has the ability to access.

Level 2                      Inputs to the valuation methodology include:

- Quoted prices for similar assets or liabilities in active markets;
- Quoted prices for identical or similar assets or liabilities in inactive markets;
- Inputs other than quoted prices that are observable for the asset or liability;
- Inputs that are derived principally from or corroborated by observable market data by correlation or other means.

If the asset or liability has a specified (contractual) term, the Level 2 input must be observable for substantially the full term of the asset or liability.

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

**NOTES TO FINANCIAL STATEMENTS**

---

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

The asset's or liability's fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques used need to maximize the use of observable inputs and minimize the use of unobservable inputs.

The fair value of the investments held by the pooled SWIFT account explained in Note 3 reflect the Associated Students' pro rata share of the market value of the underlying assets in the account.

The preceding method described may produce a fair value calculation that may not be indicative of net realizable value or reflective of future fair values. Furthermore, while the Associated Students believes its valuation method is appropriate and consistent with other market participants, the use of different methodologies or assumptions to determine the fair value of certain financial instruments could result in a different fair value measurement at the reporting date.

All investments held by the Associated Students at June 30, 2010 are considered to be Level 2 investments.

**Note 5.    Operating Leases**

The Associated Students leases office space at the Antelope Valley Center from the Trustees of the California State University, and at California State University, Bakersfield from California State University, Bakersfield Student Union, Inc., under non-cancellable agreements expiring through June 2014.

The total minimum rental commitment as of June 30, 2010 is due in future years as follows:

Years ending June 30,	
2011	\$ 20,203
2012	21,082
2013	22,106
2014	23,131
	<u>\$ 86,522</u>

Rental expense was \$42,454 and \$24,936 for the years ended June 30, 2010 and 2009, respectively.

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

**NOTES TO FINANCIAL STATEMENTS**

---

**Note 6. Transactions With Related Parties**

California State University, Bakersfield (the University) provides accounting services and leases office space to the Associated Students. See Note 5 regarding the leases.

California State University, Bakersfield, Foundation (the Foundation) functions to benefit the student body of California State University, Bakersfield by operating various campus programs. The Foundation provides program services for student services for the Children's Center. The Associated Students pays the California State University Bakersfield and/or the Foundation for these services as approved by the Student Body.

Related party transactions as of and for the years ended June 30, 2010 and 2009 are as follows:

---

	2010	2009
Expenses:		
Program fees		
Student services	\$ 865,303	\$ 562,101
Due to :		
University	30,159	10,158
Foundation	112,228	-



Certified Public Accountants  
Business & Personal Consultants

Member of the McGladrey Network

Member of AICPA Division for Firms  
Private Companies Practice Section

NANCY C. BELTON

## INDEPENDENT AUDITOR'S REPORT ON THE SUPPLEMENTARY INFORMATION

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

Our audits were made for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

*Daniells, Phillips, Vaughan & Bock*

Bakersfield, California  
September 29, 2010

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

**EXPENSES BY NATURAL CLASSIFICATION**  
**Years Ended June 30, 2010 and 2009**

	<b>2010</b>		
	<b>Program</b>	<b>General and Administrative</b>	<b>Total</b>
Scholarships	\$ 1,266,974	\$ 5,834	\$ 1,272,808
Services from other agencies	614,754	12,532	627,286
Supplies	268,578	26,813	295,391
Salaries	62,490	81,694	144,184
Stipends	14,000	34,250	48,250
Rent	20,804	21,650	42,454
Professional fees	31,034	8,300	39,334
Conference and meetings	28,601	5,550	34,151
Travel	6,728	18,282	25,010
Printing and publications	14,211	889	15,100
Expendable equipment	472	14,340	14,812
Benefits	1,719	11,952	13,671
Advertising	10,416	1,092	11,508
Dues and subscriptions	1,162	9,367	10,529
Depreciation	-	9,684	9,684
Insurance	3,124	6,442	9,566
Telephone	-	2,718	2,718
	<b>\$ 2,345,067</b>	<b>\$ 271,389</b>	<b>\$ 2,616,456</b>

2009

Program	General and Administrative	Total
\$ 1,469,405	\$ -	\$ 1,469,405
38,807	17,228	56,035
558,170	22,843	581,013
10,571	58,710	69,281
14,900	31,610	46,510
8,174	16,762	24,936
37,285	8,332	45,617
46,427	3,542	49,969
481,061	15,055	496,116
16,428	154	16,582
11	11,655	11,666
10	-	10
9,417	157	9,574
3,106	-	3,106
-	12,157	12,157
930	7,405	8,335
-	955	955
<u>\$ 2,694,702</u>	<u>\$ 206,565</u>	<u>\$ 2,901,267</u>

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

**Schedule of Net Assets**

**June 30, 2010**

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

**Assets:**

Current assets:

Cash and cash equivalents	\$ -
Short-term investments	1,034,661
Accounts receivable, net	35,178
Leases receivable, current portion	-
Notes receivable, current portion	-
Pledges receivable, net	-
Prepaid expenses and other assets	14,000
<b>Total current assets</b>	<u>1,083,839</u>

Noncurrent assets:

Restricted cash and cash equivalents	-
Accounts receivable, net	-
Leases receivable, net of current portion	-
Notes receivable, net of current portion	-
Student loans receivable, net	-
Pledges receivable, net	-
Endowment investments	-
Other long-term investments	-
Capital assets, net	127,642
Other assets	-
<b>Total noncurrent assets</b>	<u>127,642</u>
<b>Total assets</b>	<u>1,211,481</u>

**Liabilities:**

Current liabilities:

Accounts payable	224,417
Accrued salaries and benefits payable	14,024
Accrued compensated absences - current portion	5,228
Deferred revenue	16,083
Capitalized lease obligations – current portion	-
Long-term debt obligations – current portion	-
Self-insurance claims liability – current portion	-
Depository accounts	-
Other liabilities	-
<b>Total current liabilities</b>	<u>259,752</u>

Noncurrent liabilities:

Accrued compensated absences, net of current portion	-
Deferred revenue	-
Grants refundable	-
Capitalized lease obligations, net of current portion	-
Long-term debt obligations, net of current portion	-
Self-insurance claims liability, net of current portion	-
Depository accounts	-
Other postemployment benefits obligation	-
Other liabilities	-
<b>Total noncurrent liabilities</b>	<u>-</u>
<b>Total liabilities</b>	<u>259,752</u>

**Net assets:**

Invested in capital assets, net of related debt	127,642
Restricted for:	
Nonexpendable - endowments	-
Expendable:	
Scholarships and fellowships	-
Research	-
Loans	-
Capital projects	-
Debt service	-
Other	-
Unrestricted	824,087
<b>Total net assets</b>	<u>\$ 951,729</u>

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

**Schedule of Revenues, Expenses, and Changes in Net Assets**

**Year Ended June 30, 2010**

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

Revenues:	
Operating revenues:	
Student tuition and fees (net of scholarship allowance of \$0)	\$ 2,561,263
Grants and contracts, noncapital:	-
Federal	-
State	-
Local	-
Nongovernmental	-
Sales and services of educational activities	-
Sales and services of auxiliary enterprises (net of scholarship allowance of \$0)	-
Other operating revenues	-
Total operating revenues	<u>2,561,263</u>
Expenses:	
Operating expenses:	
Instruction	-
Research	-
Public service	-
Academic support	-
Student services	1,333,964
Institutional support	-
Operation and maintenance of plant	-
Student grants and scholarships	1,272,808
Auxiliary enterprise expenses	-
Depreciation and amortization	9,684
Total operating expenses	<u>2,616,456</u>
Operating income (loss)	<u>(55,193)</u>
Nonoperating revenues (expenses):	
State appropriations, noncapital	-
Federal financial aid grants, noncapital	-
State financial aid grants, noncapital	-
Local financial aid grants, noncapital	-
Nongovernmental and other financial aid grants, noncapital	-
Other federal nonoperating grants, noncapital	-
Gifts, noncapital	-
Investment income (loss), net	9,057
Endowment income (loss), net	-
Interest Expense	-
Other nonoperating revenues (expenses)	599
Net nonoperating revenues (expenses)	<u>9,656</u>
Income (loss) before other additions	(45,537)
State appropriations, capital	-
Grant and gifts, capital	-
Additions (reductions) to permanent endowments	-
Increase (decrease) in net assets	<u>(45,537)</u>
Net assets:	
Net assets at beginning of year, as previously reported	997,266
Restatements	-
Net assets at beginning of year, as restated	<u>997,266</u>
Net assets at end of year	\$ <u>951,729</u>

**ASSOCIATED STUDENTS, INC. CALIFORNIA STATE UNIVERSITY, BAKERSFIELD**  
**OTHER INFORMATION**  
**JUNE 30, 2010**  
**(for inclusion in the California State University)**

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

Portion of restricted cash and cash equivalents related to endowments	\$ -
All other restricted cash and cash equivalents	-
Total restricted cash and cash equivalents	<u>\$ -</u>

**2.1 Composition of investments at June 30, 2010:**

	Current Unrestricted	Current Restricted	Total Current	Noncurrent Unrestricted	Noncurrent Restricted	Total Noncurrent	Total
State of California Surplus Money Investment Fund (SMIF)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State of California Local Agency Investment Fund (LAIF)	-	-	-	-	-	-	-
Wachovia Short Term Fund	-	-	-	-	-	-	-
Wachovia Medium Term Fund	-	-	-	-	-	-	-
Wachovia Equity Fund	-	-	-	-	-	-	-
US Bank SWIFT pool	1,034,661	-	1,034,661	-	-	-	1,034,661
Common Fund - Short Term Fund	-	-	-	-	-	-	-
Common Fund - Others	-	-	-	-	-	-	-
Debt securities	-	-	-	-	-	-	-
Equity securities	-	-	-	-	-	-	-
Fixed income securities (Treasury notes, GNMA's)	-	-	-	-	-	-	-
Land and other real estate	-	-	-	-	-	-	-
Certificates of deposit	-	-	-	-	-	-	-
Notes receivable	-	-	-	-	-	-	-
Mutual funds	-	-	-	-	-	-	-
Money Market funds	-	-	-	-	-	-	-
Collateralized mortgage obligations:							
Inverse floaters	-	-	-	-	-	-	-
Interest-only strips	-	-	-	-	-	-	-
Agency pass-through	-	-	-	-	-	-	-
Private pass-through	-	-	-	-	-	-	-
Other major investments	-	-	-	-	-	-	-
Total investments	<u>1,034,661</u>	<u>-</u>	<u>1,034,661</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,034,661</u>
Less endowment investments (enter as negative number)	-	-	-	-	-	-	-
Total investments	<u>\$ 1,034,661</u>	<u>\$ -</u>	<u>\$ 1,034,661</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,034,661</u>

**ASSOCIATED STUDENTS, INC. CALIFORNIA STATE UNIVERSITY, BAKERSFIELD  
OTHER INFORMATION  
JUNE 30, 2010  
(for inclusion in the California State University)**

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

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

\$ - \$ - \$ - \$ - \$ - \$ - \$ - \$ - \$ -

**2.3 Restricted current investments at June 30, 2010 related to:**

**Total restricted current investments at June 30, 2010**

<b>Amount</b>
<u>\$ -</u>
<u><u>\$ -</u></u>

**2.4 Restricted noncurrent investments at June 30, 2010 related to:**

Endowment investment

**Total restricted noncurrent investments at June 30, 2010**

<b>Amount</b>
<u>\$ -</u>
<u><u>\$ -</u></u>

**ASSOCIATED STUDENTS, INC. CALIFORNIA STATE UNIVERSITY, BAKERSFIELD**  
**OTHER INFORMATION (Continued)**  
**JUNE 30, 2010**  
**(for inclusion in the California State University)**

**3.1 Composition of Capital Assets at June 30, 2010:**

	Balance June 30, 2009	Prior period Adjustments	Reclassifications	Balance June 30, 2009 (restated)	Additions	Reductions	Transfers of Completed CWIP	Balance June 30, 2010
<b>Non-Depreciable Capital Assets:</b>								
Land and land improvements	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Works of art and historical treasures	-	-	-	-	-	-	-	-
Construction work in progress (CWIP)	-	-	-	-	89,017	-	-	89,017
Intangible assets	-	-	-	-	-	-	-	-
<b>Total nondepreciable capital assets</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>89,017</b>	<b>-</b>	<b>-</b>	<b>89,017</b>
<b>Depreciable Capital Assets:</b>								
Buildings and building improvements	44,455	-	-	44,455	-	-	-	44,455
Improvements, other than buildings	-	-	-	-	-	-	-	-
Infrastructure	-	-	-	-	-	-	-	-
Leasehold improvements	-	-	-	-	-	-	-	-
Personal property:								
Equipment	84,186	-	-	84,186	3,185	-	-	87,371
Library books and materials	-	-	-	-	-	-	-	-
Intangible assets	-	-	-	-	-	-	-	-
<b>Total depreciable capital assets</b>	<b>128,641</b>	<b>-</b>	<b>-</b>	<b>128,641</b>	<b>3,185</b>	<b>-</b>	<b>-</b>	<b>131,826</b>
<b>Total capital assets, net</b>	<b>128,641</b>	<b>-</b>	<b>-</b>	<b>128,641</b>	<b>92,202</b>	<b>-</b>	<b>-</b>	<b>220,843</b>
<b>Less Accumulated Depreciation:</b>								
Buildings and building improvements	(10,358)	-	-	(10,358)	(4,824)	-	-	(15,182)
Improvements, other than buildings	-	-	-	-	-	-	-	-
Infrastructure	-	-	-	-	-	-	-	-
Leasehold improvements	-	-	-	-	-	-	-	-
Personal property:								
Equipment	(73,159)	-	-	(73,159)	(4,860)	-	-	(78,019)
Library books and materials	-	-	-	-	-	-	-	-
Intangible assets	-	-	-	-	-	-	-	-
<b>Total accumulated depreciation</b>	<b>(83,517)</b>	<b>-</b>	<b>-</b>	<b>(83,517)</b>	<b>(9,684)</b>	<b>-</b>	<b>-</b>	<b>(93,201)</b>
<b>Net capital assets, net</b>	<b>\$ 45,124</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 45,124</b>	<b>\$ 82,518</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 127,642</b>

**3.2 Details of depreciation expense for the year ended June 30, 2010:**

Depreciation and amortization expense related to capital assets	\$ 9,684
Amortization expense related to other assets	-
<b>Total depreciation and amortization</b>	<b>\$ 9,684</b>

**ASSOCIATED STUDENTS, INC. CALIFORNIA STATE UNIVERSITY, BAKERSFIELD**  
**OTHER INFORMATION (Continued)**  
**JUNE 30, 2010**  
**(for inclusion in the California State University)**

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

	<b>Nonamortizable</b>	<b>Amortizable</b>	<b>Accumulated Amortizable</b>
Easements	\$ -	\$ -	\$ -
Rights	-	-	-
Websites	-	-	-
Computer software	-	-	-
Licenses and permits	-	-	-
Patents	-	-	-
Copyrights	-	-	-
Trademarks	-	-	-
Others	-	-	-
<b>Total intangible assets</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

**ASSOCIATED STUDENTS, INC. CALIFORNIA STATE UNIVERSITY, BAKERSFIELD**  
**OTHER INFORMATION (Continued)**  
**JUNE 30, 2010**  
**(for inclusion in the California State University)**

**4 Long-term liabilities activity schedule**

	Balance June 30, 2009	Prior period Adjustments	Reclassifications	Balance June 30, 2009 (restated)	Additions	Reductions	Balance June 30, 2010	Current Portion	Long-Term Portion
Accrued compensated absences	\$ 2,627	\$ -	\$ -	\$ 2,627	\$ 4,605	\$ (2,004)	\$ 5,228	\$ 5,228	\$ -
Capitalized lease obligations:									
Gross balance	-	-	-	-	-	-	-	-	-
Unamortized premium / (discount) on capitalized lease obligations	-	-	-	-	-	-	-	-	-
Total capitalized lease obligations	-	-	-	-	-	-	-	-	-
Long-term debt obligations:									
Revenue bonds	-	-	-	-	-	-	-	-	-
Other bonds (Non-revenue bonds)	-	-	-	-	-	-	-	-	-
Commercial paper	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
Total long-term debt obligation	-	-	-	-	-	-	-	-	-
Unamortized bond premium / (discount)	-	-	-	-	-	-	-	-	-
Unamortized loss on refunding	-	-	-	-	-	-	-	-	-
Total long-term debt obligations, net	-	-	-	-	-	-	-	-	-
Total long-term liabilities	\$ 2,627	\$ -	\$ -	\$ 2,627	\$ 4,605	\$ (2,004)	\$ 5,228	\$ 5,228	\$ -

**ASSOCIATED STUDENTS, INC. CALIFORNIA STATE UNIVERSITY, BAKERSFIELD**  
**OTHER INFORMATION (Continued)**  
**JUNE 30, 2010**  
(for inclusion in the California State University)

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

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

**ASSOCIATED STUDENTS, INC. CALIFORNIA STATE UNIVERSITY, BAKERSFIELD**  
**OTHER INFORMATION (Continued)**  
**JUNE 30, 2010**  
**(for inclusion in the California State University)**

**6 Long-term debt obligations schedule**

Year Ending June 30:	Revenue Bonds			All Other Long-Term Debt Obligations			Total		
	Principal	Interest	Principal and Interest	Principal	Interest	Principal and Interest	Principal	Interest	Principal and Interest
2011	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2012	-	-	-	-	-	-	-	-	-
2013	-	-	-	-	-	-	-	-	-
2014	-	-	-	-	-	-	-	-	-
2015	-	-	-	-	-	-	-	-	-
2016-2020	-	-	-	-	-	-	-	-	-
2021-2025	-	-	-	-	-	-	-	-	-
2026-2030	-	-	-	-	-	-	-	-	-
2031-2035	-	-	-	-	-	-	-	-	-
2036-2040	-	-	-	-	-	-	-	-	-
2041-2045	-	-	-	-	-	-	-	-	-
2046-2050	-	-	-	-	-	-	-	-	-
2051-2055	-	-	-	-	-	-	-	-	-
2056-2060	-	-	-	-	-	-	-	-	-
Total	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

**ASSOCIATED STUDENTS, INC. CALIFORNIA STATE UNIVERSITY, BAKERSFIELD**  
**OTHER INFORMATION (Continued)**  
**JUNE 30, 2010**  
(for inclusion in the California State University)

**7 Calculation of net assets**

	<u>Auxiliary Organizations</u>		<u>Total Auxiliaries</u>
	<u>GASB</u>	<u>FASB</u>	
<b>7.1 Calculation of net assets - Invested in capital assets, net of related debt</b>			
Capital assets, net of accumulated depreciation	\$ -	\$ 127,642	\$ 127,642
Capitalized lease obligations - current portion	-	-	-
Capitalized lease obligations, net of current portion	-	-	-
Long-term debt obligations - current portion	-	-	-
Long-term debt obligations, net of current portion	-	-	-
Portion of outstanding debt that is unspent at year-end	-	-	-
Other adjustments: (please list)	-	-	-
Net assets - invested in capital assets, net of related debt	<u>\$ -</u>	<u>\$ 127,642</u>	<u>\$ 127,642</u>

**7.2 Calculation of net assets - Restricted for nonexpendable - endowments**

Portion of restricted cash and cash equivalents related to endowments	\$ -	\$ -	\$ -
Endowment investments	-	-	-
Other adjustments: (please list)	-	-	-
<b>Net assets - Restricted for nonexpendable - endowments per SNA</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**8 Transactions with Related Entities**

	<u>Amount</u>
Payments to University for salaries of University personnel working on contracts, grants, and other programs	\$ 154,731
Payments to University for other than salaries of University personnel	710,572
Payments received from University for services, space, and programs	-
Gifts-in-kind to the University from Auxiliary Organizations	-
Gifts (cash or assets) to the University from recognized Auxiliary Organizations	-
Accounts (payable to) University (enter as negative number)	(10,907)
Other amounts (payable to) University (enter as negative number)	(19,252)
Accounts receivable from University	-
Other amounts receivable from University	-

**ASSOCIATED STUDENTS, INC. CALIFORNIA STATE UNIVERSITY, BAKERSFIELD**  
**OTHER INFORMATION (Continued)**  
**JUNE 30, 2010**  
**(for inclusion in the California State University)**

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

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

**10 Pollution remediation liabilities under GASB Statement No. 49:**

Description	Amount
	\$ -
Total pollution remediation liabilities	-
Less: current portion	-
	-
Pollution remediation liabilities, net of current portion	\$ -
	-

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

	Net Asset Class	Amount Dr. (Cr.)
Net assets as of June 30, 2009 as previously reported		\$ 997,266
Prior period adjustments:		-
Net assets as of June 30, 2009, as restated		\$ 997,266
		-

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

	Debit	Credit
--	-------	--------

N/A - No restatements -