

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

**FINANCIAL REPORT  
(Audited)**

**JUNE 30, 2012**

## **C O N T E N T S**

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Business & Personal Consultants

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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, 2012 and 2011 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 audits 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, 2012 and 2011, 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 24, 2012

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

**STATEMENTS OF FINANCIAL POSITION**  
**June 30, 2012 and 2011**

	2012	2011
<b>ASSETS</b>		
Current Assets		
Investments (Note 3)	\$ 812,055	\$ 1,259,469
Student fees receivable	95,733	91,157
Other receivables	3,257	4,077
<b>Total current assets</b>	<b>911,045</b>	<b>1,354,703</b>
Property and Equipment		
Office equipment and furniture	56,162	56,162
Improvements	254,852	254,852
	<b>311,014</b>	<b>311,014</b>
Less: accumulated depreciation	107,908	78,216
	<b>203,106</b>	<b>232,798</b>
	<b>\$ 1,114,151</b>	<b>\$ 1,587,501</b>
<b>LIABILITIES AND NET ASSETS</b>		
Current Liabilities		
Outstanding checks in excess of bank balance	\$ 47,149	\$ -
Accounts payable and accrued expenses	27,002	417,523
Due to related parties (Note 6)	25,104	76,535
Deferred revenue	108,712	129,832
Deposits in excess of withdrawals for agency accounts	118,855	-
<b>Total current liabilities</b>	<b>326,822</b>	<b>623,890</b>
Net Assets		
Unrestricted	787,329	963,611
	<b>\$ 1,114,151</b>	<b>\$ 1,587,501</b>

See Notes to Financial Statements.

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

**STATEMENTS OF ACTIVITIES**  
**Years Ended June 30, 2012 and 2011**

	2012	2011
<hr/>		
Changes in Unrestricted Net Assets:		
Revenues		
Student activity fees	\$ 2,661,669	\$ 2,536,917
Miscellaneous	20,616	118,734
Interest	9,424	8,360
<b>Total revenues</b>	<u>2,691,709</u>	<u>2,664,011</u>
Expenses of auxiliary enterprises		
Program services	2,541,838	2,329,710
General and administrative	326,153	322,419
<b>Total expenses of auxiliary enterprises</b>	<u>2,867,991</u>	<u>2,652,129</u>
Increase (decrease) in net assets	(176,282)	11,882
Net assets, beginning of year	963,611	951,729
Net assets, end of year	<u>\$ 787,329</u>	<u>\$ 963,611</u>

See Notes to Financial Statements.

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

**STATEMENTS OF CASH FLOWS**  
**Years Ended June 30, 2012 and 2011**

	2012	2011
Cash Flows from Operating Activities		
Increase (decrease) in net assets	\$ (176,282)	\$ 11,882
Adjustments to reconcile change in unrestricted net assets to net cash provided by (used in) operating activities:		
Depreciation	29,692	22,638
(Increase) in receivables	(3,756)	(60,056)
Decrease in prepaid expense	-	14,000
Increase (decrease) in accounts payable	(59,370)	316,241
(Decrease) in amounts due to related parties	(367,237)	(87,049)
Increase (decrease) in accrued expenses	(15,345)	21,197
Increase (decrease) in deferred revenue	(21,120)	113,749
Increase in deposits in excess of withdrawals for agency accounts	118,855	-
<b>Net cash provided by (used in) operating activities</b>	<b>(494,563)</b>	<b>352,602</b>
Cash Flows from Investing Activities		
Purchase of investments	-	(233,168)
Purchase of property and equipment	-	(127,794)
Proceeds from sale of investments	447,414	8,360
<b>Net cash provided by (used in) investing activities</b>	<b>447,414</b>	<b>(352,602)</b>
Cash Flows from Financing Activities		
Increase in outstanding checks in excess of bank balance -		
<b>Net cash provided by financing activities</b>	<b>47,149</b>	<b>-</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**

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**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.

*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 \$5,000 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, 2012 and later.

*Deposits in excess of withdrawals for agency accounts:* The Associated Students holds funds for on-campus Clubs to fund Club activities. The monies can be drawn upon at any time.

*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, 2012 and 2011, the Associated Students did not owe any UBIT.

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

**NOTES TO FINANCIAL STATEMENTS**

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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 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 positions 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 2008.

*Student activity fees:* Student activity fees of \$111 per student, per quarter, for each of the years ended June 30, 2012 and 2011, 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 further 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 \$8,123 and \$6,832 for the years ended June 30, 2012 and 2011, 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 \$229 and \$1,683 for the years ended June 30, 2012 and 2011, respectively.

*Subsequent Events:* The Associated Students has evaluated subsequent events through September 24, 2012, 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 2011 financial statements have been reclassified to conform to the 2012 presentation, with no effect on change in net assets.

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

**NOTES TO FINANCIAL STATEMENTS**

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**Note 2. Cash**

At June 30, 2012 and 2011 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, 2012 and 2011. 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 \$812,055 and \$1,259,469 at June 30, 2012 and 2011, 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. 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**

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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, 2012 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, 2012 is due in future years as follows:

<u>Years ending June 30,</u>	
2013	\$    33,160
2014	34,697
	<u>\$    67,857</u>

Rental expense was \$32,966 and \$32,385 for the years ended June 30, 2012 and 2011, respectively.

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

**NOTES TO FINANCIAL STATEMENTS**

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**Note 6. Transactions With Related Parties**

The Associated Students salaries are paid by California State University, Bakersfield (the University) and billed to Associated Students. 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.

California State University, Bakersfield, Student Union (Student Union) functions to benefit the student body of California State University, Bakersfield by operating various campus programs. The Student Union provides facilities for the Associated Student to conduct its operations. The Associated Students pays the Student Union for the use of these facilities.

Related party transactions as of and for the years ended June 30, 2012 and 2011 are as follows:

	2012	2011
Expenses:		
Program fees		
Student services	\$ 1,108,808	\$ 680,650
Accounts payable	3,849	346,597
Due to :		
University	25,104	61,319
Others	-	15,216



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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 conducted for the purpose of forming an opinion on the financial statements as a whole. The supplementary information 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.

*Daniells, Phillips, Vaughan & Bock*

Bakersfield, California  
September 24, 2012

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

**EXPENSES BY NATURAL CLASSIFICATION**  
**Years Ended June 30, 2012 and 2011**

	2012		
	Program	General and Administrative	Total
Scholarships	\$ 1,769,015	\$ -	\$ 1,769,015
Travel	453,573	18,632	472,205
Supplies	171,292	55,184	226,476
Salaries	47,598	82,841	130,439
Benefits	26,513	41,538	68,051
Services from other agencies	44,299	10,372	54,671
Rent	11,528	21,438	32,966
Depreciation	-	29,692	29,692
Stipends	-	29,507	29,507
Conference and meetings	14,015	1,906	15,921
Professional fees	-	13,715	13,715
Insurance	2,320	7,936	10,256
Dues and subscriptions	180	4,818	4,998
Telephone	463	2,401	2,864
Repairs and maintenance	-	2,720	2,720
Expendable equipment	-	2,267	2,267
Printing and publications	982	1,017	1,999
Advertising	60	169	229
	<b>\$ 2,541,838</b>	<b>\$ 326,153</b>	<b>\$ 2,867,991</b>

## 2011

Program	General and Administrative	Total
\$ 1,608,682	\$ 935	\$ 1,609,617
4,570	21,389	25,959
211,731	19,917	231,648
393,775	82,488	476,263
16,311	40,060	56,371
52,839	10,372	63,211
1,444	30,941	32,385
-	22,638	22,638
1,000	37,133	38,133
16,838	3,858	20,696
5,041	8,500	13,541
1,722	8,195	9,917
647	9,236	9,883
-	2,708	2,708
-	1,924	1,924
10,305	20,164	30,469
3,630	1,453	5,083
1,175	508	1,683
<u>\$ 2,329,710</u>	<u>\$ 322,419</u>	<u>\$ 2,652,129</u>

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

**STATEMENT OF ACTIVITIES BY FUND  
Year Ended June 30, 2012**

	ASI Administration	Athletic Referendum	Children's Center Referendum	NCAA Referendum	Club Referendum	AVC Referendum	Total
Changes in Unrestricted Net Assets:							
Revenues							
Student activity fees	\$ 339,903	\$ 316,538	\$ 101,238	\$ 1,779,675	\$ 73,713	\$ 50,602	\$ 2,661,669
Miscellaneous	6,275	-	-	93	-	14,248	20,616
Interest	7,574	1,163	267	-	289	131	9,424
<b>Total revenues</b>	<b>353,752</b>	<b>317,701</b>	<b>101,505</b>	<b>1,779,768</b>	<b>74,002</b>	<b>64,981</b>	<b>2,691,709</b>
Expenses of auxiliary enterprises							
Program services	40,125	322,654	98,404	1,937,889	82,668	60,098	2,541,838
General and administrative	303,164	-	1,500	454	578	20,457	326,153
<b>Total expenses of auxiliary enterprises</b>	<b>343,289</b>	<b>322,654</b>	<b>99,904</b>	<b>1,938,343</b>	<b>83,246</b>	<b>80,555</b>	<b>2,867,991</b>
Increase (decrease) in net assets	10,463	(4,953)	1,601	(158,575)	(9,244)	(15,574)	(176,282)
Net assets, beginning of year	558,444	13,741	5,847	186,596	27,293	171,690	963,611
Net assets, end of year	<b>\$ 568,907</b>	<b>\$ 8,788</b>	<b>\$ 7,448</b>	<b>\$ 28,021</b>	<b>\$ 18,049</b>	<b>\$ 156,116</b>	<b>\$ 787,329</b>

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

**STATEMENT OF ACTIVITIES BY FUND  
Year Ended June 30, 2011**

	ASI Administration	Athletic Referendum	Children's Center Referendum	NCAA Referendum	Club Referendum	AVC Referendum	Total
Changes in Unrestricted Net Assets:							
Revenues							
Student activity fees	\$ 306,139	\$ 343,310	\$ 97,314	\$ 1,666,197	\$ 74,646	\$ 49,311	\$ 2,536,917
Miscellaneous	4,347	-	-	574	-	113,813	118,734
Interest	4,894	1,097	320	1,596	416	37	8,360
<b>Total revenues</b>	<b>315,380</b>	<b>344,407</b>	<b>97,634</b>	<b>1,668,367</b>	<b>75,062</b>	<b>163,161</b>	<b>2,664,011</b>
Expenses of auxiliary enterprises							
Program services	59,038	343,042	96,580	1,654,182	95,851	81,017	2,329,710
General and administrative	295,329	-	1,500	454	10,680	14,456	322,419
<b>Total expenses of auxiliary enterprises</b>	<b>354,367</b>	<b>343,042</b>	<b>98,080</b>	<b>1,654,636</b>	<b>106,531</b>	<b>95,473</b>	<b>2,652,129</b>
Increase (decrease) in net assets	(38,987)	1,365	(446)	13,731	(31,469)	67,688	11,882
Net assets, beginning of year	597,431	12,376	6,293	172,865	58,762	104,002	951,729
Net assets, end of year	<b>\$ 558,444</b>	<b>\$ 13,741</b>	<b>\$ 5,847</b>	<b>\$ 186,596</b>	<b>\$ 27,293</b>	<b>\$ 171,690</b>	<b>\$ 963,611</b>

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

Schedule of Net Assets

June 30, 2012

(for inclusion in the California State University)

Assets:		
Current assets:		
Cash and cash equivalents	\$	—
Short-term investments		812,055
Accounts receivable, net		98,990
Leases receivable, current portion		—
Notes receivable, current portion		—
Pledges receivable, net		—
Prepaid expenses and other assets		—
		<u>911,045</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		203,106
Other assets		—
		<u>203,106</u>
		<u>1,114,151</u>
Liabilities:		
Current liabilities:		
Accounts payable		27,002
Accrued salaries and benefits payable		16,981
Accrued compensated absences— current portion		8,123
Deferred revenue		108,712
Capitalized lease obligations – current portion		—
Long-term debt obligations – current portion		—
Self-insurance claims liability - current portion		—
Depository accounts		—
Other liabilities		166,004
		<u>326,822</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 liabilities, net of current portion		—
Depository accounts		—
Other postemployment benefits obligation		—
Other liabilities		—
		<u>—</u>
		<u>326,822</u>
Net assets:		
Invested in capital assets, net of related debt		203,106
Restricted for:		
Nonexpendable – endowments		—
Expendable:		
Scholarships and fellowships		—
Research		—
Loans		—
Capital projects		—
Debt service		—
Other		—
Unrestricted		584,223
		<u>584,223</u>
	\$	<u>787,329</u>

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

Schedule of Revenues, Expenses, and Changes in Net Assets

Year Ended June 30, 2012

(for inclusion in the California State University)

Revenues:	
Operating revenues:	
Student tuition and fees (net of scholarship allowances of \$0)	\$ 2,661,669
Grants and contracts, noncapital:	
Federal	—
State	—
Local	—
Nongovernmental	—
Sales and services of educational activities	—
Sales and services of auxiliary enterprises (net of scholarship allowances of \$0)	—
Other operating revenues	20,616
Total operating revenues	<u>2,682,285</u>
Expenses:	
Operating expenses:	
Instruction	—
Research	—
Public service	—
Academic support	—
Student services	1,069,284
Institutional support	—
Operation and maintenance of plant	—
Student grants and scholarships	1,769,015
Auxiliary enterprise expenses	—
Depreciation and amortization	29,692
Total operating expenses	<u>2,867,991</u>
Operating income (loss)	<u>(185,706)</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	9,424
Endowment income (loss), net	—
Interest Expenses	—
Other nonoperating revenues (expenses)	—
Net nonoperating revenues (expenses)	<u>9,424</u>
Income (loss) before other additions	<u>(176,282)</u>
State appropriations, capital	—
Grants and gifts, capital	—
Additions (reductions) to permanent endowments	—
Increase (decrease) in net assets	<u>(176,282)</u>
Net assets:	
Net assets at beginning of year, as previously reported	963,611
Restatements	—
Net assets at beginning of year, as restated	<u>963,611</u>
Net assets at end of year	\$ <u><u>787,329</u></u>

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

Other Information

June 30, 2012

(for inclusion in the California State University)

**1 Restricted cash and cash equivalents at June 30, 2012:**

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>\$ -</u></u>

**2.1 Composition of investments at June 30, 2012:**

	<u>Current Unrestricted</u>	<u>Current Restricted</u>	<u>Total Current</u>	<u>Noncurrent Unrestricted</u>	<u>Noncurrent Restricted</u>	<u>Total Noncurrent</u>	<u>Total</u>
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	812,055	-	812,055	-	-	-	812,055
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>812,055</u>	<u>-</u>	<u>812,055</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>812,055</u>
Less endowment investments (enter as negative number)	-	-	-	-	-	-	-
Total investments	<u><u>\$ 812,055</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 812,055</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 812,055</u></u>

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

Other Information

June 30, 2012

(for inclusion in the California State University)

**2.2 Investments held by the University under contractual agreements at June 30, 2012:**

Portion of investments in note 2.1 held by the University under contractual agreements at June 30, 2012 :

- - - - -

**2.3 Restricted current investments at June 30, 2012 related to:**

**Amount**

**Total restricted current investments at June 30, 2012**

\$ —

**2.4 Restricted noncurrent investments at June 30, 2012 related to:**

**Amount**

Endowment investment

\$ —

**Total restricted noncurrent investments at June 30, 2012**

\$ —

**ASSOCIATED STUDENTS, INC. CALIFORNIA STATE UNIVERSITY, BAKERSFIELD**  
**OTHER INFORMATION (Continued)**  
**JUNE 30, 2012**  
**(for inclusion in the California State University)**

**3.1 Composition of capital assets at June 30, 2012:**

	Balance June 30, 2011	Prior period Adjustments	Reclassi- fications	Balance June 30, 2011 (restated)	Additions	Reductions	Transfers of Completed CWIP	Balance June 30, 2012
Nondepreciable/nonamortizable capital assets:								
Land and land improvements	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Works of art and historical treasures	-	-	-	-	-	-	-	-
Construction work in progress (CWIP)	-	-	-	-	-	-	-	-
Intangible assets:								
Rights and easements	-	-	-	-	-	-	-	-
Patents, copyrights and trademarks	-	-	-	-	-	-	-	-
Internally generated intangible assets in progress	-	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-	-
Other intangible assets:								
Total intangible assets	-	-	-	-	-	-	-	-
Total nondepreciable/nonamortizable capital assets	-	-	-	-	-	-	-	-
Depreciable/amortizable capital assets:								
Buildings and building improvements	-	-	-	-	-	-	-	-
Improvements, other than buildings	-	-	-	-	-	-	-	-
Infrastructure	-	-	-	-	-	-	-	-
Leasehold improvements	254,852	-	-	254,852	-	-	-	254,852
Personal property:								
Equipment	56,162	-	-	56,162	-	-	-	56,162
Library books and materials	-	-	-	-	-	-	-	-
Intangible assets:								
Software and websites	-	-	-	-	-	-	-	-
Rights and easements	-	-	-	-	-	-	-	-
Patents, copyright and trademarks	-	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-	-
Other intangible assets:								
Total intangible assets	-	-	-	-	-	-	-	-
Total depreciable/amortizable capital assets	311,014	-	-	311,014	-	-	-	311,014
Total capital assets	311,014	-	-	311,014	-	-	-	311,014
Less accumulated depreciation/amortization:								
Buildings and building improvements	-	-	-	-	-	-	-	-
Improvements, other than buildings	-	-	-	-	-	-	-	-
Infrastructure	-	-	-	-	-	-	-	-
Leasehold improvements	(32,985)	-	-	(32,985)	(25,486)	-	-	(58,471)
Personal property:								
Equipment	(45,231)	-	-	(45,231)	(4,206)	-	-	(49,437)
Library books and materials	-	-	-	-	-	-	-	-
Intangible assets:								
Software and websites	-	-	-	-	-	-	-	-
Rights and easements	-	-	-	-	-	-	-	-
Patents, copyright and trademarks	-	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-	-
Other intangible assets:								
Total intangible assets	-	-	-	-	-	-	-	-
Total accumulated depreciation/amortization	(78,216)	-	-	(78,216)	(29,692)	-	-	(107,908)
Total capital assets, net	\$ 232,798	\$ -	\$ -	\$ 232,798	\$ (29,692)	\$ -	\$ -	\$ 203,106

**3.2 Detail of depreciation and amortization expense for the year ended June 30, 2012:**

Depreciation and amortization expense related to capital assets	\$ 29,692
Amortization expense related to other assets	-
Total depreciation and amortization	\$ 29,692

**ASSOCIATED STUDENTS, INC. CALIFORNIA STATE UNIVERSITY, BAKERSFIELD**  
**OTHER INFORMATION (Continued)**  
**JUNE 30, 2012**  
**(for inclusion in the California State University)**

**4 Long-term liabilities activity schedule**

	Balance June 30, 2011	Prior period Adjustments	Reclassifications	Balance June 30, 2011 (restated)	Additions	Reductions	Balance June 30, 2012	Current Portion	Long-Term Portion
Accrued compensated absences	\$ 6,832	\$ -	\$ -	\$ 6,832	\$ 9,210	\$ (7,919)	\$ 8,123	\$ 8,123	\$ -
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	\$ 6,832	\$ -	\$ -	\$ 6,832	\$ 9,210	\$ (7,919)	\$ 8,123	\$ 8,123	\$ -

**ASSOCIATED STUDENTS, INC. CALIFORNIA STATE UNIVERSITY, BAKERSFIELD**  
**OTHER INFORMATION (Continued)**  
**JUNE 30, 2012**  
(for inclusion in the California State University)

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

Year ending June 30:	Principal	Interest	Principal and Interest
2013	\$ -	\$ -	\$ -
2014	-	-	-
2015	-	-	-
2016	-	-	-
2017			
2018-2022	-	-	-
2023-2027	-	-	-
2028-2032	-	-	-
2033-2037	-	-	-
2038-2042	-	-	-
2043-2047	-	-	-
2048-2052	-	-	-
2053-2057	-	-	-
2058-2062	-	-	-
<hr/>			
Total minimum lease payments			-
Less amounts representing interest			<hr/> -
Present value of future minimum lease payments			-
Less: current portion			<hr/> -
<b>Capitalized lease obligations, net of current portion</b>			<hr/> <b>\$ -</b> <hr/>

**ASSOCIATED STUDENTS, INC. CALIFORNIA STATE UNIVERSITY, BAKERSFIELD**  
**OTHER INFORMATION (Continued)**  
**JUNE 30, 2012**  
**(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
2013	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2014	-	-	-	-	-	-	-	-	-
2015	-	-	-	-	-	-	-	-	-
2016	-	-	-	-	-	-	-	-	-
2017	-	-	-	-	-	-	-	-	-
2018-2022	-	-	-	-	-	-	-	-	-
2023-2027	-	-	-	-	-	-	-	-	-
2028-2032	-	-	-	-	-	-	-	-	-
2033-2037	-	-	-	-	-	-	-	-	-
2038-2042	-	-	-	-	-	-	-	-	-
2043-2047	-	-	-	-	-	-	-	-	-
2048-2052	-	-	-	-	-	-	-	-	-
2053-2057	-	-	-	-	-	-	-	-	-
2058-2062	-	-	-	-	-	-	-	-	-
Total	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

**ASSOCIATED STUDENTS, INC. CALIFORNIA STATE UNIVERSITY, BAKERSFIELD**  
**OTHER INFORMATION (Continued)**  
**JUNE 30, 2012**  
(for inclusion in the California State University)

**7 Calculation of net assets**

	<u>Auxiliary Organizations</u>		<u>Total</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	\$ -	\$ 203,106	\$ 203,106
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>\$ 203,106</u>	<u>\$ 203,106</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	\$ 234,704
Payments to University for other than salaries of University personnel	874,104
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)	(3,849)
Other amounts (payable to) University (enter as negative number)	(25,104)
Accounts receivable from University	-
Other amounts receivable from University	-

**ASSOCIATED STUDENTS, INC. CALIFORNIA STATE UNIVERSITY, BAKERSFIELD**  
**OTHER INFORMATION (Continued)**  
**JUNE 30, 2012**  
**(for inclusion in the California State University)**

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

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

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

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

**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, 2011 as previously reported	\$	963,611
Prior period adjustments:		-
Net assets as of June 30, 2011, as restated	\$	963,611
		<hr/> <hr/>

**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 -		