

Financial Statements and Report of  
Independent Certified Public  
Accountants

**Associated Students of San Diego State  
University**

June 30, 2023 and 2022

## Contents

	Page
Report of Independent Certified Public Accountants	3
Report of Independent Certified Public Accountants on Internal Control over Financial Reporting and on Compliance and Other Matters required by <i>Government Auditing Standards</i>	6
Financial Statements	
Statements of financial position	8
Statements of activities	9
Statements of functional expenses	10
Statements of cash flows	11
Notes to financial statements	12
Supplementary Information	
Schedule of net position	31
Schedule of revenues, expenses and changes in net position	34
Other supplementary information	36

---

**GRANT THORNTON LLP**

4660 La Jolla Villager Dr., Suite 100  
San Diego, CA 92122

**D** +1 858 704 8004

**F** +1 858 704 8099

**REPORT OF INDEPENDENT CERTIFIED PUBLIC ACCOUNTANTS**

Associated Students Council  
Associated Students of San Diego State University

**Report on the financial statements****Opinion**

We have audited the financial statements of Associated Students of San Diego State University, (a California State University Auxiliary Organization and Component Unit of San Diego State University) (the "Organization"), which comprise the statement of financial position as of June 30, 2023, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Organization as of June 30, 2023, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

**Basis for opinion**

We conducted our audit of the financial statements in accordance with auditing standards generally accepted in the United States of America (US GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States (*Government Auditing Standards*). 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 the Organization 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 for the financial statements**

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for 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 the Organization's ability to continue as a going concern for one year after the date the financial statements are issued.

**Auditor's 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 US GAAS 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.

In performing an audit in accordance with US GAAS 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 the Organization'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 the Organization'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.

**Supplementary information**

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The supplementary information as required by the California State University on pages 31 through 42 is presented for purposes of additional analysis and is not a required part of the financial statements. Such supplementary 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. These additional procedures included 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 US GAAS. In our opinion, the accompanying supplementary information is fairly stated, in all material respects, in relation to the financial statements as a whole.

**Report on 2022 summarized comparative information**

We have previously audited the Organization's 2022 financial statements (not presented herein), and we expressed an unmodified audit opinion on those audited financial statements in our report dated September 20, 2022. In our opinion, the accompanying summarized comparative information as of and for the year ended June 30, 2022 is consistent, in all material respects, with the audited financial statements from which it has been derived.

**Other reporting required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated September 15, 2023 on our consideration of the Organization's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and 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 the Organization'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 the Organization's internal control over financial reporting and compliance.

*Grant Thornton LLP*

San Diego, California  
September 15, 2023

---

**GRANT THORNTON LLP**

4660 La Jolla Village Dr., Suite 100  
San Diego, CA 92122

**D** +1 858 704 8004  
**F** +1 858 704 8099

## **REPORT OF INDEPENDENT CERTIFIED PUBLIC ACCOUNTANTS ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS REQUIRED BY *GOVERNMENT AUDITING STANDARDS***

Associated Students Council  
Associated Students of San Diego State University

We have audited, 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 (*Government Auditing Standards*), the financial statements of Associated Students of San Diego State University, (a California State University Auxiliary Organization and Component Unit of San Diego State University) (the "Organization") which comprise the statement of financial position as of June 30, 2023, and the related statements of activities and cash flows for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated September 15, 2023.

### **Report on internal control over financial reporting**

In planning and performing our audit of the financial statements, we considered the Organization'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 the Organization's internal control. Accordingly, we do not express an opinion on the effectiveness of the Organization'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 Organization'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. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that were not identified.

**Report on compliance and other matters**

As part of obtaining reasonable assurance about whether the Organization'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*.

**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 report is not suitable for any other purpose.

*Grant Thornton LLP*

San Diego, California  
September 15, 2023

**Associated Students of San Diego State University**

**STATEMENTS OF FINANCIAL POSITION**

June 30,

	<b>2023</b>	<b>2022</b>
<b>ASSETS</b>		
<b>Current assets</b>		
Cash and cash equivalents	\$ 821,960	\$ -
Cash held for others, student organizations (Note 3)	981,163	770,515
Short-term investments (Note 2)	23,827,116	24,321,321
Short-term investments held for others, student organizations (Note 3)	-	201,053
Receivables, net (Note 3)	1,819,908	2,127,215
Prepaid expenses and other	59,937	64,823
Deposits	347,464	321,924
Total current assets	27,857,548	27,806,851
<b>Operating right of use assets, net (Note 4)</b>	39,293	-
<b>Building improvements and equipment, net (Note 4)</b>	10,609,918	8,187,258
Total noncurrent assets	10,649,211	8,187,258
Total assets	\$ 38,506,759	\$ 35,994,109
<b>LIABILITIES AND NET ASSETS</b>		
<b>Current liabilities</b>		
Accounts payable (Note 3)	\$ 1,958,403	\$ 1,340,350
Accrued liabilities (Notes 1 and 3)	2,616,910	2,193,931
Operating lease liability, current portion (Note 4)	20,000	-
Deferred revenue	1,413,946	1,385,295
Accrued compensated absences, current portion	450,000	450,000
Total current liabilities	6,459,259	5,369,576
Accrued compensated absences, net of current portion	180,562	152,827
Operating lease liability, net of current portion (Note 4)	19,293	-
Accrued employee benefit costs, net of current portion (Note 5)	5,830,551	6,209,095
Total liabilities	12,489,665	11,731,498
<b>Commitments and contingencies (Notes 5 and 6)</b>		
<b>Net assets, without donor restrictions (Note 7)</b>	25,035,931	23,291,043
<b>Net assets, with donor restrictions (Note 1)</b>	981,163	971,568
Total net assets	26,017,094	24,262,611
Total liabilities and net assets	\$ 38,506,759	\$ 35,994,109

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



Associated Students of San Diego State University

STATEMENTS OF ACTIVITIES

Years ended June 30,

	Without Donor Restrictions	With Donor Restrictions	Total 2023	Total 2022
<b>Changes in unrestricted net assets:</b>				
Revenue and other support (Note 3):				
Activities and programming revenue	\$ 2,793,625	\$ -	\$ 2,793,625	\$ 2,657,259
Facility operations and maintenance revenue	16,513,740	-	16,513,740	16,567,553
Investment income (Note 2)	474,533	-	474,533	89,907
Administrative	38,366	-	38,366	88,017
Program revenue and user fees:				
Aztec Recreation	2,925,075	-	2,925,075	2,065,886
Children's Center	2,232,463	-	2,232,463	2,099,696
Cultural Arts	419,162	-	419,162	592,151
Daily Aztec	101,068	-	101,068	104,335
Mission Bay Aquatic Center	2,580,344	-	2,580,344	2,557,775
Student Government	55,000	-	55,000	55,000
Student Organizations	1,000	-	1,000	-
KCR Radio	48,165	-	48,165	41,960
Facility revenue and user fees (Note 6):				
Aztec Center/Scripps Cottage	2,457,387	-	2,457,387	1,972,306
Viejas Arena	9,069,163	-	9,069,163	7,318,272
Revenue with donor restrictions collected (Note 1)	-	651,054	651,054	519,508
Release of restrictions (Note 1)	641,459	(641,459)	-	-
	<u>40,350,550</u>	<u>9,595</u>	<u>40,360,145</u>	<u>36,729,625</u>
<b>Total revenue and other support</b>				
<b>Expenses and deductions (Notes 1, 3, 5, and 6):</b>				
General and administrative	3,731,862	-	3,731,862	4,268,856
Program expenses:				
Aztec Recreation	9,455,961	-	9,455,961	6,782,687
Children's Center	3,010,528	-	3,010,528	2,600,276
College Councils	43,578	-	43,578	44,303
Cultural Arts	1,185,112	-	1,185,112	1,253,839
Daily Aztec	108,296	-	108,296	108,556
Imperial Valley Campus	132,576	-	132,576	121,460
Mission Bay Aquatic Center	2,839,538	-	2,839,538	2,772,244
Student Government	1,707,396	-	1,707,396	1,545,994
Student Organizations	136,115	-	136,115	123,307
KCR Radio	35,121	-	35,121	19,075
Recognized Student Organizations	641,459	-	641,459	419,047
Facility expenses:				
Aztec Center/Scripps Cottage	6,645,709	-	6,645,709	6,138,432
Viejas Arena	8,894,148	-	8,894,148	7,324,504
Imperial Valley Campus facilities	38,263	-	38,263	55,198
	<u>38,605,662</u>	<u>-</u>	<u>38,605,662</u>	<u>33,577,778</u>
<b>Total expenses and deductions</b>				
	1,744,888	9,595	1,754,483	3,151,847
<b>NET CHANGE IN NET ASSETS</b>				
<b>Net assets, beginning of year</b>	<u>23,291,043</u>	<u>971,568</u>	<u>24,262,611</u>	<u>21,110,764</u>
<b>Net assets, end of year</b>	<u>\$ 25,035,931</u>	<u>\$ 981,163</u>	<u>\$ 26,017,094</u>	<u>\$ 24,262,611</u>

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

**Associated Students of San Diego State University**

**STATEMENTS OF FUNCTIONAL EXPENSES**

<b>Year Ended June 30, 2023</b>	<b>Program Expenses</b>	<b>Facility Expenses</b>	<b>General and Administrative</b>	<b>Total Expenses</b>
Full-time salaries and benefits	\$ 5,029,427	\$ 4,074,068	\$ 2,532,092	\$ 11,635,587
Part-time salaries and benefits	4,474,677	3,001,644	127,570	7,603,891
Supplies	889,864	87,067	32,862	1,009,793
Utilities	852,466	795,465	62,483	1,710,414
Insurance	232,493	362,162	16,354	611,009
Professional fees	32,791	-	321,609	354,400
Depreciation	727,800	655,515	64,437	1,447,752
Travel	175,641	22,856	287,105	485,602
Outside services	663,625	677,126	227,644	1,568,395
Reimbursed event services	73,446	3,439,646	-	3,513,092
Repairs and maintenance	2,354,844	2,176,046	6,226	4,537,116
Student programming and support	3,394,111	158,306	3,000	3,555,417
Other expenses	394,495	128,219	50,480	573,194
	<u>\$ 19,295,680</u>	<u>\$ 15,578,120</u>	<u>\$ 3,731,862</u>	<u>\$ 38,605,662</u>
Total expenses				
	<u>\$ 19,295,680</u>	<u>\$ 15,578,120</u>	<u>\$ 3,731,862</u>	<u>\$ 38,605,662</u>
<b>Year Ended June 30, 2022</b>	<b>Program Expenses</b>	<b>Facility Expenses</b>	<b>General and Administrative</b>	<b>Total Expenses</b>
Full-time salaries and benefits	\$ 4,571,097	\$ 3,812,758	\$ 3,495,556	\$ 11,879,411
Part-time salaries and benefits	3,570,886	2,331,687	63,964	5,966,537
Supplies	753,450	82,805	41,995	878,250
Utilities	291,680	701,303	17,445	1,010,428
Insurance	113,461	233,422	-	346,883
Professional fees	40,701	-	366,242	406,943
Depreciation	460,391	590,620	32,938	1,083,949
Travel	90,975	6,265	2,739	99,979
Outside services	475,302	448,179	151,735	1,075,216
Reimbursed event services	67,197	2,796,366	-	2,863,563
Repairs and maintenance	1,919,521	1,990,297	35,524	3,945,342
Student programming and support	3,062,995	420,719	1,500	3,485,214
Other expenses	373,132	103,713	59,218	536,063
	<u>\$ 15,790,788</u>	<u>\$ 13,518,134</u>	<u>\$ 4,268,856</u>	<u>\$ 33,577,778</u>
Total expenses				
	<u>\$ 15,790,788</u>	<u>\$ 13,518,134</u>	<u>\$ 4,268,856</u>	<u>\$ 33,577,778</u>

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

**Associated Students of San Diego State University**

**STATEMENTS OF CASH FLOWS**

**Years ended June 30,**

	<b>2023</b>	<b>2022</b>
<b>Cash flows from operating activities:</b>		
Change in net assets	\$ 1,754,483	\$ 3,151,847
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Net periodic postretirement benefit costs	(378,544)	2,192,510
Depreciation and amortization	1,447,752	1,083,949
Net realized/unrealized gain on investments	(474,533)	(84,507)
Net (gain)/loss on disposal of equipment	343	(21,198)
Bad debt expense	12,275	9,211
Changes in operating assets and liabilities:		
Receivables	464,823	(1,725,027)
Prepaid expenses and other	4,886	(28,224)
Deposits	(25,540)	(26,115)
Accounts payable	540,155	125,318
Accrued liabilities	439,113	981,454
Deferred revenue	28,651	573,124
Accrued compensated absences	27,735	2,170
	<u>3,841,599</u>	<u>6,234,512</u>
Net cash provided by operating activities		
	<u>3,841,599</u>	<u>6,234,512</u>
<b>Cash flows from investing activities:</b>		
Purchase of investments	(17,300,000)	(18,901,000)
Redemption of investments	18,300,000	18,451,000
Purchases of equipment	(5,212,970)	(4,790,315)
Disposals of equipment	1,402,779	187,622
Proceeds from sale of equipment	1,200	57,458
	<u>(2,808,991)</u>	<u>(4,995,235)</u>
Net cash (used in) investing activities		
	<u>(2,808,991)</u>	<u>(4,995,235)</u>
<b>Cash flows from financing activities:</b>		
(Forgiveness of) proceeds from note payable	-	(1,900,000)
	<u>-</u>	<u>(1,900,000)</u>
Net cash (used in) provided by financing activities		
	<u>-</u>	<u>(1,900,000)</u>
<b>NET INCREASE IN CASH</b>	1,032,608	(660,723)
<b>Cash, beginning of year</b>	<u>770,515</u>	<u>1,431,238</u>
<b>Cash, end of year</b>	<u>\$ 1,803,123</u>	<u>\$ 770,515</u>
Cash and cash equivalents	\$ 821,960	\$ -
Cash held for others, student organizations	981,163	770,515
	<u>\$ 1,803,123</u>	<u>\$ 770,515</u>
Cash and cash equivalents and cash held for others, student organizations		
	<u>\$ 1,803,123</u>	<u>\$ 770,515</u>
<b>Supplemental disclosures of non-cash information:</b>		
Building improvements and equipment purchased on accounts payable	\$ 165,138	\$ 103,374
	<u>\$ 165,138</u>	<u>\$ 103,374</u>
Right of use assets acquired through operating leases	\$ 57,906	\$ -
	<u>\$ 57,906</u>	<u>\$ -</u>

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

**Associated Students of San Diego State University**

**NOTES TO FINANCIAL STATEMENTS**

**Years ended June 30, 2023 and 2022**

**NOTE 1 - NATURE OF OPERATIONS AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

***Nature of Operations***

Associated Students of San Diego State University (the Organization or Associated Students) is a California not-for-profit auxiliary organization of The California State University (CSU), organized and operated in accordance with the Education Code of the State of California and the California Code of Regulations, and is a component unit of San Diego State University (the University). The function of the Organization is to provide essential activities that are an integral part of the University's campus programs. Such activities include student government, cultural programs and various other services.

The operations of the Organization combine the activities of two funds without donor restrictions: General Activities and Student Union. The General Activities fund accounts for activities provided by the student government and its boards and committees, and student organizations. The Student Union fund accounts for the facilities, programs and services provided by the Associated Students, which include Cultural Arts, Aztec Center, Viejas Arena, Aztec Recreation, Mission Bay Aquatic Center, Children's Center, KCR Radio, etc. The Organization extends credit to the University and its auxiliary organizations in the form of unsecured receivables. The Organization also receives funding from the University and its auxiliary organizations to support the Organization's operations.

***Affiliated Organizations***

The Organization is related to other auxiliaries of the University, including Aztec Shops, Ltd. (Shops), The Campanile Foundation and the San Diego State University Research Foundation. These auxiliaries and the University periodically provide various services for one another and collaborate on projects.

***Reclassification of Net Assets***

During a prior fiscal year, in accordance with CSU directives, the Organization assumed additional responsibilities with regard to overseeing and reporting the financial activities of the campus registered student organizations (RSOs). As such, the activity of the RSOs is reported within the net asset with donor restrictions net asset category, with net assets with donor restrictions representing the amount of cash and short-term investments held by the Organization on behalf of the RSOs.

***Basis of Accounting and Reporting***

The financial statements of the Organization have been prepared in accordance with Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC) 958, *Not-for-Profit Entities*, and are recorded on the accrual basis of accounting, in accordance accounting principles generally accepted in the United States of America (U.S. GAAP). Net assets without donor restrictions represent funds that are fully available, at the discretion of management and the Associated Students Board of Directors, for the Organization to utilize in any of its programs or services. In order to ensure observance of limitations and possible restrictions placed on the use of available resources, for internal purposes the accounts of the Organization are maintained in accordance with the principles of fund accounting. This is the procedure by which resources for various purposes are classified for accounting and reporting purposes into funds that are in accordance with activities or objectives specified. Funds that have similar objectives and characteristics have been combined into fund groups. Amounts due to or from other funds are eliminated in total in the financial statements.

Contributions, including unconditional promises to give (pledges), are recognized in the year the promise is made, as opposed to when assets are received. Contributions with donor-imposed restrictions are reported as contributions within net assets with donor restrictions. Net assets with donor restrictions are reclassified as net assets without donor restrictions at such time as the Organization has fulfilled the donor-

**Associated Students of San Diego State University**

**NOTES TO FINANCIAL STATEMENTS - CONTINUED**

**Years ended June 30, 2023 and 2022**

imposed restriction. Contributions where donor-imposed restrictions both arose and expired in the same fiscal year are reported as contributions without donor restrictions within net assets without donor restrictions. At June 30, 2023 and 2022, the Organization had no outstanding pledges.

Net assets with donor restrictions include gifts in which donors have stipulated that the principle be invested in perpetuity. At June 30, 2023 and 2022, the Organization had no such net assets.

Noncash contributions are recorded at their fair value at the date of donation as established by either appraisal or the value anticipated in the subsequent resale of an item. There were no noncash contributions for the years ended June 30, 2023 and 2022.

**Comparative Financial Information**

The financial statements include certain prior-year summarized comparative information in total, but not by net asset class. Since prior-year information does not include sufficient detail to constitute a presentation in conformity with U.S. GAAP, such information should be read in conjunction with the Organization's audited financial statements as of and for the year ended June 30, 2022, from which the summarized information was derived.

**Reclassification of Prior Year Presentation**

Certain prior year amounts have been reclassified for consistency with the current year presentation. These reclassifications had no effect on the reported results of operations.

**Allocation of Expenses**

The statements of activities summarize expenses according to program costs and other activities. Included in the program costs and other activities are the allocable depreciation, amortization and gains or losses from the disposal of equipment. All other expenses are allocated based upon direct costs related to each program. Indirect costs are included in general and administrative expense. In the statements of activities, the expenses related to depreciation, amortization and gain or loss from the disposal of equipment have been allocated by asset location among the programs and activities presented for the years ended June 30, as follows:

	2023		2022	
	Depreciation and Amortization	Loss (Gain) from Disposal of Equipment	Depreciation and Amortization	Loss (Gain) from Disposal of Equipment
General and administrative	\$ 64,437	\$ -	\$ 90,359	\$ -
Program expenses:				
Aztec Recreation	629,469	(1,200)	337,648	(23,342)
Children's Center	20,229	1,543	21,626	-
Cultural Arts	60	-	248	-
Daily Aztec	68	-	135	-
Imperial Valley Campus	17,549	-	15,912	-
Mission Bay Aquatic Center	53,382	-	89,975	-
Student Government	4,225	-	3,551	-
KCR Radio	2,818	-	966	-
Facility expenses:				
Aztec Center/Scripps Cottage	203,795	-	179,670	633
Viejas Arena	451,720	-	343,859	1,511
	<u>\$ 1,447,752</u>	<u>\$ 343</u>	<u>\$ 1,083,949</u>	<u>\$ (21,198)</u>

**Associated Students of San Diego State University**

**NOTES TO FINANCIAL STATEMENTS - CONTINUED**

**Years ended June 30, 2023 and 2022**

***Cash and Cash Equivalents and Cash Held for Others, Student Organizations***

The Organization maintains accounts with a financial institution with funds insured by the Federal Deposit Insurance Corporation (FDIC) up to \$250,000 per bank. The Organization had a cash balance at June 30, 2023 and 2022 that exceeded the balance insured by the FDIC by \$1,553,000 and \$791,000, respectively. The Organization has not experienced any losses in such accounts.

***Receivables***

Trade and other accounts receivable primarily consist of amounts due from customers in the normal course of the Organization's operations. Trade receivables are carried at original invoice amount less an estimate made for doubtful receivables based on a monthly review of all outstanding amounts. Management determines the allowance for doubtful accounts by identifying troubled accounts and by using historical experience applied to an aging of accounts. Trade receivables are written off when deemed uncollectible. Total bad debt expense for the years ended June 30, 2023 and 2022 amounted to approximately \$12,275 and \$9,211, respectively. Recoveries of trade receivables previously written off are recorded when received. The Organization does not charge interest on past due accounts.

***Short-term Investments***

Investments, including the Local Agency Investment Fund (LAIF), are recorded at their fair value in the statements of financial position. Investment income or losses (including realized gains and losses on investments, interest and dividends) are included in the statements of activities as increases or decreases in investment income, net.

***Building Improvements and Equipment***

Building improvements and equipment are recorded at cost, if purchased, or at the fair value of the contribution, if donated. Building improvements and equipment are depreciated using the straight-line method over the estimated useful lives of the underlying assets, generally three to 20 years. Improvements on leased facilities and facilities under operating agreements are amortized over the lesser of the related lease or operating agreement, or the estimated assets' lives.

Repairs and maintenance to buildings leased from the trustees of CSU are considered expenditures on behalf of the University and, accordingly, are expensed in the year incurred.

***Long-lived Assets***

The Organization evaluates the carrying value of the long-lived assets for impairment whenever events or changes in circumstances indicate that the carrying value of such assets may not be recoverable. The estimated future cash flows are based upon, among other things, assumptions about expected future operating performance and may differ from actual cash flows. Long-lived assets evaluated for impairment are grouped with other assets to the lowest level for which identifiable cash flows are largely independent of the cash flows of other groups of assets and liabilities. If the sum of the projected future undiscounted cash flows (excluding interest) is less than the carrying value of the assets, the assets will be written down to the estimated fair value in the period in which the determination is made. Management has determined that no impairment of long-lived assets currently exists.

**Associated Students of San Diego State University**

**NOTES TO FINANCIAL STATEMENTS - CONTINUED**

**Years ended June 30, 2023 and 2022**

***Vacation Policy***

The Organization accrues earned vacation based on whether the employee is salaried or hourly and the employee's length of service. Salaried and hourly employees can accrue a maximum of between 272 and 385 hours based on the length of service. Accrued vacation is calculated at the employee's current wage rate. Vacation liabilities of approximately \$631,000 and \$603,000 are included in accrued liabilities at June 30, 2023 and 2022, respectively.

***Retirement and Postretirement Healthcare Benefits***

The Organization is a member of the California Public Employees' Retirement System (PERS), a multiemployer pension system that provides a contributory defined benefit pension and postretirement benefit program for its salaried employees. PERS functions as an investment and administrative agent for participating entities within California.

The PERS plan provides retirement, survivor, and death and disability benefits based upon employees' years of service, age and final compensation, and also provides contributions toward medical insurance. Vesting occurs after five years of credited service. Employees who retire at or after age 50 with five or more years of service are entitled to a retirement benefit, payable monthly for the remainder of their lives, and may elect to continue payment of participant premiums for medical benefit coverage. Several survivor benefit options are available that reduce a retiree's unmodified benefit.

PERS issued a publicly available comprehensive annual financial report that includes financial statements and required supplementary information. Copies of the PERS annual financial report may be obtained from the California PERS website at [www.calpers.ca.gov](http://www.calpers.ca.gov).

While actuarial information is not available for the Organization on a standalone basis, the Organization's pension plan information is included in the University's financial statements on an aggregate basis. The University's financial statements can be obtained from the CSU.

The Organization also provides certain postretirement healthcare benefits for all retired employees that meet eligibility requirements through contracts with PERS. The Organization's share of the estimated healthcare costs that will be paid after retirement is generally being accrued by charges to expense over the employees' active service periods to the dates they are fully eligible for benefits.

The Organization obtains an actuarial valuation of the accumulated postretirement health care obligations on a periodic basis (see Note 5).

***Tax Deferred Annuity Plan***

The Organization sponsors a defined contribution retirement plan for eligible hourly employees. For the years ended June 30, 2023 and 2022, the Organization contributed 7% of the eligible compensation of the qualified employees, amounting to approximately \$259,000 and \$205,000, respectively.

***Revenue Recognition***

Activity fees and Student Union Fees are assessed by the University upon student registration. Certain of those amounts are passed through to the Organization for purposes of activities and programming as well as facility operations and maintenance. In March 2020 and again in August 2021, Associated Students and the University were notified that the CSU had re-financed outstanding debt on A.S. operated facilities, resulting in lowered debt payments and one-time re-funding of borrowed funds. The impact of this exercise was an increase in available Student Union fees of approximately \$1,050,000 and \$816,000 for the years ended June 30, 2023 and 2022, respectively. Future impacts of this exercise will vary depending on operational needs.

**Associated Students of San Diego State University**

**NOTES TO FINANCIAL STATEMENTS - CONTINUED**

**Years ended June 30, 2023 and 2022**

Beginning in the 2021-22 fiscal year, the Student Union Fee was increased \$195.00 annually. This increase was the result of a student approved referendum to fund the renovation, expansion and operation of the Aztec Recreation Center. Beginning in the 2021-22 fiscal year, there was a membership model change from an opt-in model for students to now all eligible San Diego State University (SDSU) students are members of the program. A portion of these funds is used for debt service and the remaining for the operations of the expanded facility and other Associated Students (A.S.) operations. The net impact to A.S. for the 2022-23 fiscal year is an increase in Student Union fees of \$8,900,000. The total Student Union fee of \$432.00 per semester (annual amount of \$864.00 plus summer school fees of 25.58 per unit) could have annual increases based on the Higher Education Price Index (HEPI). Application of the HEPI will be determined by a joint committee made up of University and A.S. leadership. Annual increases will result in higher available student union fees available to A.S.

Revenue from the Children's Center is assessed monthly and recognized as services are provided. Daily Aztec revenues are generated from advertising and are recognized as the advertisements are published. Mission Bay Aquatic Center revenues are generated from program participants' fees and recognized in the period that the services are provided. Aztec Student Union/Scripps Cottage fees are earned from subleased space and on a per-event basis. Viejas Arena revenues are earned at the time events are held.

Included in facility revenues and user fees, the Organization has an exclusive license agreement with Shops that expires on December 31, 2023. The agreement grants Shops an exclusive license to conduct concessions for food, beverages and novelty items bearing the imprint or emblem of the University in the Organization's venues on the campus. The license requires monthly license fees based on various percentages of adjusted gross receipts, as defined, and amounted to approximately \$1,375,000 and \$928,000 during the years ended June 30, 2023 and 2022, respectively.

During the fiscal year ended June 30, 2022, revenue from this agreement was impacted by the COVID-19 pandemic. Large scale events, which drive this revenue were not allowed to occur in A.S. facilities due to health and safety protocols.

***Deferred Revenue***

The Organization recognizes revenue related to activities and programming revenue, student program fees and sponsorships during the semester or as the programs and sponsorships are provided. Accordingly, certain student activity fees, student program fees and sponsorship received in advance of the semester or prior to the program are included in deferred revenue.

***Use of Estimates***

The preparation of the financial statements in conformity with U.S. GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. These estimates include assessing the collectability of accounts receivable, the lives and methods for recording depreciation and amortization on property, improvements and equipment, and assumptions used to calculate accrued employee benefits and accrued pension costs. Actual results could differ from the estimates used by management.

***Subsequent Events***

The Organization has evaluated subsequent events through September 15, 2023, the date the financial statements were available to be issued, and has determined that there were no subsequent events to recognize or disclose in these financial statements.



**Associated Students of San Diego State University**  
**NOTES TO FINANCIAL STATEMENTS - CONTINUED**  
**Years ended June 30, 2023 and 2022**

***Income Taxes***

The Organization and primarily all of its affiliates are recognized by the Internal Revenue Services (IRS) as exempt from federal income tax under Section 501(a) of the Internal Revenue Code as charitable organizations qualifying under Internal Revenue Code Section 501(c)(3), except for income taxes pertaining to unrelated business income. Under U.S. GAAP, the tax effects from uncertain tax positions are to be recognized in the consolidated financial statements only if the position is more likely than not to be sustained if the position were to be challenged by a tax authority.

The Organization completed an analysis of its uncertain tax positions in accordance with applicable accounting guidance and determined there are no amounts to be recognized on the consolidated financial statements at June 30, 2023 or 2022.

***Recent Accounting Pronouncements***

The Organization adopted ASU 2016-02, *Leases (Topic 842)* as of July 1, 2022. The Organization elected the modified retrospective transition method and did not restate prior comparative periods. After the adoption of this standard, the Organization determines if an arrangement contains a lease at inception based on whether there is an identified asset and whether the Organization controls the use of the identified asset throughout the period of use. The Organization classifies leases as either financing or operating. Right-of-use (“ROU”) assets are recognized at the lease commencement date and represent the Organization's right to use an underlying asset for the lease term and lease liabilities represent the Organization's obligation to make lease payments arising from the lease. Lease liabilities are recognized at the lease commencement date based on the present value of future lease payments over the remaining lease term. Present value of lease payments are discounted based on the risk-free rate.

The Organization's ROU assets are initially measured based on the corresponding lease liability adjusted for (i) payments made to the lessor at or before the commencement date, (ii) initial direct costs incurred and (iii) lease incentives under the lease. Options to renew or terminate the lease are recognized as part of our ROU assets and lease liabilities when it is reasonably certain the options will be exercised. ROU assets are also assessed for impairments consistent with the long-lived asset guidance.

The Organization does not allocate consideration between lease and non-lease components, such as operating costs, as the Organization has elected to not separate lease and non-lease components for any leases within its existing classes of assets. Operating lease expense for fixed lease payments is recognized on a straight-line basis over the lease term. Variable lease payments for usage-based fees are not included in the measurement of the ROU assets or lease liabilities and are expensed as incurred.

Operating leases are presented separately as operating lease ROU assets and operating lease liabilities in the accompanying statement of financial position.

**NOTE 2 - SHORT-TERM INVESTMENTS AND FAIR VALUE MEASUREMENTS**

Short-term investments consisted of the following at June 30:

	<u>2023</u>	<u>2022</u>
Investments, current:		
LAIF	\$ 23,827,116	\$ 24,522,374
	<u>\$ 23,827,116</u>	<u>\$ 24,522,374</u>

**Associated Students of San Diego State University**  
**NOTES TO FINANCIAL STATEMENTS - CONTINUED**  
**Years ended June 30, 2023 and 2022**

Investment income, consisted of approximately \$475,000 and \$90,000 for the years ended June 30, 2023 and 2022, respectively.

***Fair Value Measurements***

LAIF is an investment pool managed by the California State Treasurer (the State). LAIF's investments are short term and follow the investment requirements of the State. LAIF is allowed by the state statutes, bond resolutions and investment policy resolutions to invest in United States government securities, federal agency securities, negotiable CDs, bankers' acceptances, commercial paper, corporate bonds, bank notes, other debt securities, repurchase agreements, reverse repurchase agreements and other investments.

Investments are presented in the financial statements at fair value in accordance with U.S. GAAP. The fair value of securities in the State's pooled investment program generally is based on quoted market prices. The State's office performs a quarterly fair market valuation of the pooled investment program portfolio. In addition, the State's office performs a monthly fair market valuation of all securities held against carrying cost. As of June 30, 2023, and 2022, the weighted-average maturity of the securities in the pooled investment program administered by the State's Office was approximately 260 days and 311 days, respectively. Weighted-average maturity is the average number of days, given a dollar-weighted value of individual investments, that the securities in the portfolio have remaining from evaluation date to stated maturity. The default credit risk of LAIF is considered minimal.

The Pooled Money Investment Board (the Board) provides oversight of the State's pooled investment program. The purpose of the Board is to design an effective cash management and investment program, using all monies flowing through the State's office bank accounts and keeping all available funds invested in a manner consistent with the goals of safety, liquidity and yield. The Board comprises the State Treasurer as chair, the State Controller and Director of Finance. The Board designates the amounts of money available for investment. The State is charged with making the actual investment transactions for this program. This investment program is not registered with the Securities and Exchange Commission as an investment company.

FASB ASC 820 establishes a three-tier fair value hierarchy that prioritizes the inputs used in measuring fair value as follows:

- Level 1 - Observable inputs such as quoted market prices in active markets.
- Level 2 - Inputs, other than the quoted prices in active markets, that are observable either directly or indirectly.
- Level 3 - Unobservable inputs in which there is little or no market data, which require the reporting entity to develop its own assumptions.

Level 3 classifications currently include pooled funds that include multiple investments in which the Organization does not have individual ownership of the specific assets and the Organization has an interest in the pooled investment. For these pooled investments, there is no daily pricing on an active exchange but where a substantial portion of a fund's fair value could be determined based on quoted market prices of underlying investments held by the fund and the estimated fair values of certain investments of the underlying investment pool, which may include private placements and other securities for which prices are not readily available, and are determined by the State or sponsor of the respective other investment pool and may not reflect amounts that could be realized upon immediate sale, nor amounts that ultimately may be realized.

**Associated Students of San Diego State University**

**NOTES TO FINANCIAL STATEMENTS - CONTINUED**

**Years ended June 30, 2023 and 2022**

Investments measured using a Net Asset Value (NAV) per share, or its equivalent, are not classified in the fair value hierarchy above because they may or may not be redeemed at the NAV or because the redemption at NAV is uncertain due to lock-up periods or other investment note ions. At June 30, 2023 and 2022, the Organization had no such investments.

As of June 30, 2023, and 2022, the Organization's investments in LAIF of \$23,827,116 and \$24,522,374, respectively, are categorized as Level 3 investments. There were no transfers between the different levels for the years ended June 30, 2023 and 2022.

The following table reflects a reconciliation of beginning and ending balances for the Organization's total investments in LAIF at June 30:

	<u>2023</u>	<u>2022</u>
Beginning balance	\$ 24,522,374	\$ 23,987,867
Reinvested realized and unrealized gains, net	304,742	84,507
Net transfers	<u>(1,000,000)</u>	<u>450,000</u>
Ending balance	<u>\$ 23,827,116</u>	<u>\$ 24,522,374</u>

**NOTE 3 - RECEIVABLES, ACCOUNTS PAYABLE AND ACCRUED LIABILITIES, AND RELATED AFFILIATE BALANCES**

The Organization provides services to and received reimbursements from other auxiliaries of the University, primarily for the rental of facilities in which the Organization operates. In addition, the Organization purchases goods and services from, and may make reimbursements to, other auxiliaries of the University.

The Organization recorded revenues for services rendered from auxiliaries during the years ended June 30 as follows:

	<u>2023</u>	<u>2022</u>
The Campanile Foundation	\$ 431,185	\$ 235,980
Aztec Shops, Ltd.	2,578,142	1,920,365
San Diego State University Research Foundation	136,616	78,137
San Diego State University	<u>3,346,325</u>	<u>3,542,395</u>
	<u>\$ 6,492,268</u>	<u>\$ 4,510,120</u>

The Organization recorded expenses for services to auxiliaries during the years ended June 30 as follows:

	<u>2023</u>	<u>2022</u>
The Campanile Foundation	\$ 734,850	\$ 675,817
Aztec Shops, Ltd.	693,242	509,303
San Diego State University Research Foundation	-	-
San Diego State University	<u>2,210,380</u>	<u>1,913,938</u>
	<u>\$ 3,638,472</u>	<u>\$ 4,365,815</u>

**Associated Students of San Diego State University**

**NOTES TO FINANCIAL STATEMENTS - CONTINUED**

**Years ended June 30, 2023 and 2022**

The components of the Organization's receivables and customer concentrations as of June 30 are as follows:

	<u>2023</u>	<u>%</u>	<u>2022</u>	<u>%</u>
Other advertising and services	\$ 411,824	22%	\$ 474,699	22%
Customer A	431,439	24%	854,504	40%
Investment Income	169,791	9%	-	-
Related-party receivables:				
The Campanile Foundation	30,558	2%	124,550	6%
Aztec Shops, Ltd.	267,705	15%	203,078	10%
San Diego State University Research Foundation	3,337	-	721	-
San Diego State University	<u>508,111</u>	28%	<u>474,311</u>	22%
	1,822,765		2,131,863	
Less allowance for doubtful accounts	<u>(2,857)</u>		<u>(4,648)</u>	
	<u>\$ 1,819,908</u>		<u>\$ 2,127,215</u>	

As of June 30, 2023, and 2022, accounts payable and accrued liabilities include approximately \$8,680 and \$7,000, respectively, owed to Shops and approximately \$1,593,975 and \$1,249,799, respectively, owed to the University.

The amount of net assets with donor restrictions represents the amount of cash held by the Organization on behalf of the RSOs. At June 30, 2023 and 2022, the Organization recorded these funds as cash and short-term investments held for others, student organizations in the statements of financial position in the amount of \$981,162 and \$971,568, respectively.

**NOTE 4 - BUILDING IMPROVEMENTS AND EQUIPMENT**

Building improvements in leased facilities and equipment consisted of the following at June 30:

	<u>2023</u>	<u>2022</u>
Building improvements	\$ 576,648	\$ 576,648
Leasehold improvements	10,142,363	9,200,251
Equipment	11,345,470	9,280,152
Operating right of use assets	57,906	-
Construction in progress	<u>2,013,136</u>	<u>1,480,715</u>
	24,135,523	20,537,766
Less accumulated depreciation and amortization	<u>(13,486,312)</u>	<u>(12,350,508)</u>
	<u>\$ 10,649,211</u>	<u>\$ 8,187,258</u>

**Associated Students of San Diego State University**  
**NOTES TO FINANCIAL STATEMENTS - CONTINUED**  
**Years ended June 30, 2023 and 2022**

***Right of Use Assets and Liabilities***

Upon adoption, ASC 842 Leases had an impact in the Organization's statement of financial position and in its statement of activities. As part of the transition, the Organization elected the following practical expedients:

- Package of practical expedients which eliminates the need to reassess (1) whether any expired or existing contracts are or contain leases; (2) the lease classification for any expired or existing leases; and (3) the initial direct costs for any existing leases.
- The practical expedient whereby the lease and non-lease components will not be separated for all classes of assets.
- Not to recognize ROU assets and corresponding lease liabilities with a lease term of 12 months or less from the lease commencement date.
- To adopt the transition method which allows the effective date of the ASC to be used.

For existing leases, the Organization did not elect the use of hindsight and did not reassess lease term upon adoption.

On July 1, 2022, the Organization recorded \$57,906 in operating lease right of use assets and in operating lease liabilities. Accumulated amortization of right of use assets as of June 30, 2023 was \$18,613. The Organization did not have any finance leases as of the date of adoption. The adoption of ASC 842 had no impact on the Organization's opening net assets.

The following table represents the weighted-average remaining lease term and discount rate as of June 30, 2023:

	Operating Leases
Weighted average remaining lease term (years)	2.00274
Weighted average discount rate	3.60%

Future undiscounted lease payments for the Organization's operating lease liabilities are as follows as of June 30, 2023:

	Operating Leases
2024	\$ 20,000
2025	20,000
2025	-
2026	-
2027	-
Thereafter	-
Total future lease payments	40,000
Less: imputed interest	(707)
Present value of lease liabilities	\$ 39,293

**Associated Students of San Diego State University**  
**NOTES TO FINANCIAL STATEMENTS - CONTINUED**  
**Years ended June 30, 2023 and 2022**

**NOTE 5 - PERS BENEFIT PLANS**

***Cost-sharing Multiemployer Pension Plan***

The Organization contracts with PERS to provide its salaried employees retirement and disability benefits, through the Miscellaneous Plan of the San Diego State University Associated Students and the PEPRA Miscellaneous Plan of the San Diego State University Associated Students, which are paid by the State of California. Through June 30, 2003, the PERS retirement and disability plan was an agent multiemployer retirement plan; therefore, the provisions of ASC 715, *Employers' Accounting for Pensions*, were applicable.

The unfunded pension liabilities at June 30, 2023 and 2022 were derived from the most recent Accounting Valuation Reports provided by PERS. The measurement dates for the reports were June 30, 2023 and 2022, respectively.

Contribution rates to PERS were 26.4% and 26.3% of actual payroll for the years ended June 30, 2023 and 2022, respectively. Actual payroll was approximately \$4,382,468 and \$3,729,003 for the years ended June 30, 2023 and 2022, respectively.

***Postretirement Healthcare Benefit Plan***

In addition, the Organization contracts with PERS to provide its salaried employees group health insurance through PERS under a postretirement healthcare benefit plan. The contract requires the Organization to pay a minimum portion of the health insurance premiums of retirees after certain required periods of employment. The postretirement healthcare benefit plan requires retirees and active employees to pay a portion of the monthly health insurance premium costs. For the years ended June 30, 2023 and 2022, the Organization paid employees' health insurance premiums as they came due.

The following table set forth the funded status of the postretirement healthcare benefits and the amounts recognized in the accompanying statements of the financial position as of June 30:

	2023	2022
Projected benefit obligation	\$ 5,830,551	\$ 6,246,246
Plan asset, at fair value	-	-
Deficiency of plan assets (under) project benefit obligation	(5,830,551)	(6,246,246)
Prior service cost (credit)	-	37,151
Accrued employee benefit cost	\$ (5,830,551)	\$ (6,209,095)
Benefit cost	\$ 674,662	\$ 434,349
Employer contribution	\$ 605,274	\$ 540,284
Weighted-average discount rate	4.90%	4.46%

For measurement purposes on the postretirement healthcare benefit plan, health care cost trend rates for the years ended June 30, 2023 and 2022 were developed to account for factors such as price inflation, per capita income growth (GDP), and new technology. The actuary firm developed the trend assumption using the 2023 "Getzen" model published by the Society of Actuaries. This model produces a long-term estimate

**Associated Students of San Diego State University**

**NOTES TO FINANCIAL STATEMENTS - CONTINUED**

**Years ended June 30, 2023 and 2022**

of medical cost trends based on an analysis of historical US healthcare expenditures and industry experts. It assumes that healthcare costs will continue to grow at their historical trends until the economy (GDP) can no longer support the excess growth. At that time, rates revert to an ultimate trend rate which is projected to be supportable by GDP growth rates. Future healthcare cost trend rates for future years are as follows:

<u>Fiscal Year Ending</u>	<u>Not Medicare Eligible</u>	<u>Medicare Eligible</u>
2024	6.3%	5.2%
2025	5.8%	5.1%
2026	5.3%	4.9%
2027-2033	4.8%	4.8%
2034-2075	Transition to ultimate rate	Transition to ultimate rate
2076+	3.9%	3.9%

The Organization pays monthly premiums for the postretirement healthcare benefit plan. Approximate future premiums to be paid at June 30, 2023 are as follows:

<u>Years Ending June 30,</u>	
2024	\$ 133,597
2025	153,748
2026	184,426
2027	217,559
2028	235,498
Fiscal 2029 through 2033	<u>1,452,215</u>
	<u>\$ 2,377,043</u>

**Associated Students of San Diego State University**  
**NOTES TO FINANCIAL STATEMENTS - CONTINUED**  
**Years ended June 30, 2023 and 2022**

The plan's proportionate share of the fiduciary's unfunded accumulated net pension liability as of June 30, 2023 and 2022 (the measurement dates) were \$5,324,230 and \$2,846,190, respectively, for the Miscellaneous Plan. For the PEPRA Miscellaneous Plan the fiduciaries unfunded accumulated net pension liability as of June 30, 2023 and 2022 (the measurement dates) were \$265,348 and \$(118,226), respectively.

Pension Plan	Plan Number	Pension Plan Funding Status		FIP/RP Status	Employer Contributions			Surcharge Imposed
		2022	2021		2023-24	2024-25	2025-26	
Miscellaneous Plan of the San Diego State University Associated Students	2950717597	70-75%	75-80%	N/A	\$ 330,000	\$ 407,000	\$ 442,000	No
PEPRA Miscellaneous Plan of the San Diego State University Associated Students	2950717597	85-90%	>90%	N/A	\$ -	\$ 10,000	\$ 16,000	No



**Associated Students of San Diego State University**  
**NOTES TO FINANCIAL STATEMENTS - CONTINUED**  
**Years ended June 30, 2023 and 2022**

**NOTE 6 - COMMITMENTS AND CONTINGENCIES**

***Operating Expenses***

Under a master operating agreement, which was renewed indefinitely until either Party gives a 30-day written termination notice, the Organization operates the Aztec Center, Viejas Arena, Aztec Recreation Center, Children's Center, Open Air Theatre, Scripps Cottage, Daily Aztec and a portion of the Peterson Gym for the benefit of the student body on behalf of the University. The use of the facilities are governed by the terms of the agreement, and the agreement requires the Organization to promote, staff, insure, repair, maintain and improve the facilities when needed, and cover the cost of utilities and program expenses, including the costs to operate these facilities. For the years ended June 30, 2023 and 2022, the Organization incurred approximately \$6,277,000 and \$4,271,000, respectively, of employee-related costs, insurance, repair, maintenance, facility improvements and utilities costs, which are included in the programs' expenses and deductions and facility expenses.

***Commitments and Contingencies***

The Organization operates the Mission Bay Aquatic Center for the benefit of the student body on behalf of the University and the community of the City of San Diego. During 2009, the Organization amended its contract and entered into a long-term agreement with the City of San Diego for the Mission Bay Aquatic Center. The operating agreement runs through August 31, 2023, has a 10-year renewal option and requires payment of an annual fee based on gross income from certain activities, as defined in the agreement, conducted during the previous 12 months. On January 26, 2023 the Organization exercised its ten-year lease option, extending the term to August 31, 2033. The Organization incurred approximately \$61,000 of rent expense for the year ended June 30, 2023. The use of the facilities is governed by the terms of the agreement, and the agreement requires the Organization to promote, staff, insure, repair, maintain and improve the facility when needed, and cover the cost of utilities. For the years ended June 30, 2023 and 2022, the Organization incurred approximately \$149,000 and \$130,000, respectively, of employee-related costs, insurance, repair, maintenance and utilities costs, which are included in the program's expenses and deductions.

In a prior year, the Organization entered into a usage agreement for certain athletic facilities owned by the University for the purpose of conducting intramural programs for students through June 2025. The usage fee charge is negotiated annually, by July 1 for the upcoming year. The Organization paid \$20,000 and \$40,000 to the University for years ended June 30, 2023 and 2022, respectively, which was recorded as a component of Aztec Recreation program expenses.

The Organization leases administrative space under a master lease agreement from the University and recognized rent expense of approximately \$148,000 during each of the years ended June 30, 2023 and 2022. The Organization recognized approximately \$74,000 of rent expense under a parking lot lease with the University during each of the years ended June 30, 2023 and 2022. The approximate future minimum lease payments due under non-cancelable operating leases at June 30, 2023 is \$81,000 for the year ending June 30, 2024 and \$20,000 for the year ending June 30, 2025 for total future minimum lease payments of \$101,000.

During the year ended June 30, 2023, the Organization entered into agreements to have two solar arrays generating an estimated 769kW of electricity annually to be installed on campus. The Organization will be the primary beneficiary of the electricity from these arrays. The Organization borrowed approximately \$2,272,000 in order to finance the installation. The solar panel agreements will be recorded during the year ended June 30, 2024 as a financing leases once the projects are complete and Associated Students obtains control of the assets. As of June 30, 2023, the solar panel projects are still in the installation phase. There are two loan agreements through a lender which will also be recorded during the year ended June 30, 2024 once the term has begun. Terms of the loans are 120 monthly payments at an annual interest rate of 3.5%.

**Associated Students of San Diego State University**

**NOTES TO FINANCIAL STATEMENTS - CONTINUED**

**Years ended June 30, 2023 and 2022**

Annual payments will total approximately \$270,000. The ten-year term begins on the earlier of the Commercial Operations Date (COD) of the Solar System's installation or 365 calendar days from the closing of the loan. The loan agreements were signed on February 7, 2023. The Organization can pay off the loan prior to the expiration of the term without penalty.

***Rental Income***

During the year ended June 30, 2014, the Organization entered into a memorandum of understanding to lease retail food space at Aztec Student Union to Shops. Effective July 1, 2014, the memorandum of understanding was finalized into an agreement. The lease term is an initial 10 years, which expires on June 30, 2024, with the Organization having the option to extend for two additional five-year periods. Rental income is \$600,000 annually and subject to negotiation at the end of each lease year. The Organization also funded \$250,000 of tenant improvements to Shops, which is being amortized straight-line over the initial 10-year term of the lease. The unamortized rent receivable balance at June 30, 2023 and 2022 is \$18,750 and \$43,750, respectively.

During the year ended June 30, 2014, the Organization entered into a Lease Agreement with Cal Coast Credit Union for the branch location located in the Conrad Prebys Student Union. On August 24, 2018 Cal Coast Credit Union elected to extend the lease for an additional five-year term through February 28, 2024. During the years ended June 30, 2023 and 2022, the Organization recognized revenue of approximately \$38,000 and \$36,900, respectively. Rental income of approximately \$25,000 will be recognized for the fiscal year ended June 30, 2024, for the lease period through February 28, 2024.

***Sponsorship Revenues***

In December 2006, the Organization entered into a sponsorship agreement with the University, granting the University the right to rent signage space for the benefit of the Organization. Under the terms of the agreement, the Organization will receive sponsorship revenue related to Viejas Arena and other campus venues through June 30, 2017 under agreements entered into by the University with individual sponsors.

During the year ended June 30, 2009, the University and the Organization signed an amendment to the December 2006 sponsorship agreement. Under the terms of the amendment, the Organization will receive sponsorship revenue related to Viejas Arena through June 30, 2019 under the agreement entered into by the University with the sponsor. As the Organization paid for a portion of these costs incurred, the University will reimburse the Organization for such costs until they are fully reimbursed under the stipulation the Organization fulfills its commitment to the sponsorship agreement with the University. The University will deduct all costs incurred relating to the sponsorship revenue earned and distribute 50% of the remaining balance to the Organization.

During the year ended June 30, 2018, the University and the Organization signed an amendment to the December 2006 sponsorship extending the agreement. Under the terms of the amendment, the Organization will receive sponsorship revenue related to Viejas Arena through June 30, 2029 under the agreement entered into by the University with the sponsor.

During the years ended June 30, 2023 and 2022, the Organization recognized revenue of approximately \$482,000 and \$416,000, respectively, under the sponsorship agreements.

**Associated Students of San Diego State University**  
**NOTES TO FINANCIAL STATEMENTS - CONTINUED**  
**Years ended June 30, 2023 and 2022**

Approximate future income from sponsorship revenue agreements at June 30, 2023 are as follows:

<u>Years Ending June 30,</u>	
2024	\$ 285,000
2025	377,000
2026	392,000
2027	406,000
2028	<u>421,000</u>
	<u>\$ 1,881,000</u>

***Booking Agreement***

Effective January 1, 2018 and amended April 1, 2020 the Organization entered into a booking agreement with a third party to receive rental compensation for the ability to use Viejas Arena through December 31, 2027. Under the terms of the agreement, the Organization will receive an annual guaranteed payment of \$750,000 per year.

During the year ended June 30, 2022, the third party and the Organization signed an amendment to the January 2018 booking agreement. Under the terms of the amendment, the Organization will receive rental compensation for the ability to use Viejas Arena through December 2028. During years ended June 30, 2023 and 2022, the Organization recognized revenue of \$810,000 per year, relating to this agreement.

Approximate future income from booking agreement in place as of June 30, 2022 is as follows:

<u>Years Ending June 30,</u>	
2024	\$ 810,000
2025	810,000
2026	810,000
2027	810,000
2028	<u>810,000</u>
	<u>\$ 4,050,000</u>

***Contingencies***

The Organization is subject to legal processing and claims that arise in the normal course of business. While the outcome of the proceedings and claims cannot be predicted with certainty, management does not believe that the outcome of any of these matters will have a material adverse effect on the Organization's financial position and results of operations.

**Associated Students of San Diego State University**  
**NOTES TO FINANCIAL STATEMENTS - CONTINUED**  
**Years ended June 30, 2023 and 2022**

**NOTE 7 - NET ASSETS WITHOUT DONOR RESTRICTIONS**

The Organization has designated all of its net assets without donor restrictions at June 30, as follows:

	2023	2022
General activities	\$ 2,100,646	\$ 2,072,556
Various programs	3,812,430	2,185,549
Repair and equipment replacement	7,487,739	10,208,067
Future facility	1,025,199	637,613
Building improvements and equipment, net	10,609,918	8,187,258
	\$ 25,035,932	\$ 23,291,043

Funds designated as General activities and Various programs here, combine to form Working Capital (Facility & General) Reserves as outlined in Note 8 and A.S. policies.

**NOTE 8 - LIQUIDITY**

The following represents Associated Student's financial assets at June 30, 2023 and 2022:

	2023	2022
Financial assets at year-end:		
Cash and cash equivalents	\$ 821,960	\$ -
Short-term investments (Note 2)	23,827,116	24,321,321
Receivables, net (Note 3)	1,819,908	2,127,215
Financial assets available to meet general expenditures over next 12 months	\$ 26,468,984	\$ 26,448,536

The Organization maintains cash balances to meet weekly obligations with excess funds being invested in LAIF. The Organization's by-laws contain policies regarding net assets. The policy is reviewed annually by the Associated Students Board of Directors and it defines the purpose and amounts for excess cash balances. The policy divides excess funds into three primary types.

*Working Capital (Facility and General)* - To be used for unexpected operating expense overages, to offset unexpected revenue shortfalls and for purchases of any other equipment or maintenance not previously scheduled. Minimum reserve balances shall be 5% and maximum of 10% of the current year's operating budget.

*Future Facility* - To be used to fund Associated Student's facility expansion and/or major facility modifications, in excess of \$25,000.

*Repair and Equipment Replacement* - To be funded annually through an allocation from the operating budget based on average annual costs for projected repair and replacement needs.

**Associated Students of San Diego State University**  
**NOTES TO FINANCIAL STATEMENTS - CONTINUED**  
**Years ended June 30, 2023 and 2022**

**NOTE 9 - RISKS**

The impact of the COVID-19 pandemic on the Organization has ceased. The financial position of Associated Students remained stable and no significant impact in future periods is expected. Associated Students refers the reader to Note 8 Liquidity, at this time management believes the Organization has adequate reserves to operate for the foreseeable future.

SUPPLEMENTARY INFORMATION

Associated Students of San Diego State University

SCHEDULE OF NET POSITION

June 30, 2023

(for inclusion in the California State University)

**ASSETS**

**Current assets**

Cash and cash equivalents	\$ 821,960
Short-term investments	23,827,116
Accounts receivable, net	1,819,908
Leases receivable, current portion	-
Notes receivable, current portion	-
Pledges receivable, net	-
Prepaid expenses and other current assets	407,401
	<hr/>
Total current assets	26,876,385

**Noncurrent assets**

Restricted cash and cash equivalents	981,163
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	10,649,211
Other assets	-
	<hr/>
Total noncurrent assets	11,630,374

Total assets	<hr/> <hr/> 38,506,759
--------------	------------------------

**Deferred outflows of resources**

Unamortized loss on debt refunding	-
Net pension liability	-
Others	-
	<hr/>

Total deferred outflows of resources	<hr/> <hr/> \$ -
--------------------------------------	------------------

Associated Students of San Diego State University

SCHEDULE OF NET POSITION - CONTINUED

June 30, 2023

(for inclusion in the California State University)

**LIABILITIES**

**Current liabilities**

Accounts payable	\$ 1,958,403
Accrued salaries and benefits	1,960,034
Accrued compensated absences, current portion	450,000
Unearned revenue	1,413,946
Lease liabilities, current portion	20,000
Long-term debt obligations, current portion	-
Claims liability for losses and loss adjustment expenses, current portion	-
Depository accounts	-
Other liabilities	656,876
	<hr/>
Total current liabilities	6,459,259

**Noncurrent liabilities**

Accrued compensated absences, net of current portion	180,562
Unearned revenue	-
Grants refundable	-
Lease liabilities, net of current portion	19,293
Long-term debt obligations, net of current portion	-
Claims liability for losses and loss adjustment expenses, net of current portion	-
Depository accounts	-
Net other postemployment benefits obligations	5,830,551
Net pension liability	-
Other liabilities	-
	<hr/>
Total noncurrent liabilities	6,030,406

Total liabilities 

---

 12,489,665

**Deferred inflows of resources**

Service concession arrangements	-
Net pension liability	-
Unamortized gain on debt refunding	-
Nonexchange transactions	-
Others	-
	<hr/>
Total deferred inflows of resources	\$ -



**Associated Students of San Diego State University**

**SCHEDULE OF NET POSITION - CONTINUED**

**June 30, 2023**

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

**Net position**

Net investment in capital assets	\$ 10,609,918
Restricted for:	
Nonexpendable - endowments	-
Expendable:	
Scholarships and fellowships	-
Research	-
Loans	-
Capital projects	-
Debt service	-
Others	981,163
Unrestricted	<u>14,426,013</u>
Total net position	<u>\$ 26,017,094</u>

Associated Students of San Diego State University

SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION

Years ended June 30, 2023  
(for inclusion in the California State University)

**Revenues:**

Operating revenues:	
Student tuition and fees (net of scholarship allowances of \$0)	\$ -
Grants and contracts, noncapital:	
Federal	48,024
State	301,343
Local	46,380
Nongovernmental	-
Sales and services of educational activities	-
Sales and services of auxiliary enterprises (net of scholarship allowances of \$0)	-
Other operating revenues	<u>39,489,865</u>
Total operating revenues	<u>39,885,612</u>

**Expenses:**

Operating expenses:	
Instruction	-
Research	-
Public service	-
Academic support	-
Student services	-
Institutional support	-
Operation and maintenance of plant	-
Student grants and scholarships	-
Auxiliary enterprise expenses	37,157,910
Depreciation and amortization	<u>1,447,752</u>
Total operating expenses	<u>38,605,662</u>
Operating income (loss)	<u>\$ 1,279,950</u>

**Associated Students of San Diego State University**

**SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION - CONTINUED**

**Years ended June 30, 2023  
(for inclusion in the California State University)**

<b>Nonoperating revenues (expenses):</b>	
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	474,533
Endowment income (loss), net	-
Interest expense	-
Other nonoperating revenues (expenses)	-
	<hr/>
Net nonoperating revenues (expenses)	474,533
	<hr/>
Income (loss) before other revenues (expenses)	1,754,483
State appropriations, capital	-
Grants and gifts, capital	-
Additions (reductions) to permanent endowments	-
	<hr/>
<b>INCREASE (DECREASE) IN NET POSITION</b>	1,754,483
<b>Net position:</b>	
Net position at beginning of year, as previously reported	24,262,611
Restatements	-
	<hr/>
Net position at beginning of year, as restated	24,262,611
	<hr/>
Net position at end of year	<u><u>\$ 26,017,094</u></u>

Associated Students of San Diego State University

OTHER INFORMATION

June 30, 2023

(for inclusion in the California State University Financial Statements)

1 Cash and cash equivalents:

Portion of restricted cash and cash equivalents related to endowments	\$ -
All other restricted cash and cash equivalents	981,163
<b>Noncurrent restricted cash and cash equivalents</b>	<b>981,163</b>
Current cash and cash equivalents	821,960
<b>Total</b>	<b>\$ 1,803,123</b>

2.1 Composition of investments:

	Current	Noncurrent	Total
Investment type:			
Money market funds	\$ -	\$ -	\$ -
Repurchase agreements	-	-	-
Certificates of deposit	-	-	-
U.S. agency securities	-	-	-
U.S. treasury securities	-	-	-
Municipal bonds	-	-	-
Corporate bonds	-	-	-
Asset-backed securities	-	-	-
Mortgage-backed securities	-	-	-
Commercial paper	-	-	-
Supranational	-	-	-
Mutual funds	-	-	-
Exchange-traded funds	-	-	-
Equity securities	-	-	-
Alternative investments:	-	-	-
Private equity (including limited partnerships)	-	-	-
Hedge funds	-	-	-
Managed futures	-	-	-
Real estate investments (including REITs)	-	-	-
Commodities	-	-	-
Derivatives	-	-	-
Other alternative investments	-	-	-
Other external investment pools	-	-	-
CSU Consolidated Investment Pool (formerly SWIFT)	-	-	-
State of California Local Agency Investment Fund (LAIF)	23,827,116	-	23,827,116
State of California Surplus Money Investment Fund (SMIF)	-	-	-
Other investments	-	-	-
Total other investments	-	-	-
Total investments	23,827,116	-	23,827,116
Less endowment investments (enter as negative number)	-	-	-
Total investments, net of endowments	<u>\$ 23,827,116</u>	<u>\$ -</u>	<u>\$ 23,827,116</u>

2.2 Fair value hierarchy in investments:

	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)
Investment Type:					
Money market funds	\$ -	\$ -	\$ -	\$ -	\$ -
Repurchase agreements	-	-	-	-	-
Certificates of deposit	-	-	-	-	-
U.S. agency securities	-	-	-	-	-
U.S. treasury securities	-	-	-	-	-
Municipal bonds	-	-	-	-	-
Corporate bonds	-	-	-	-	-
Asset-backed securities	-	-	-	-	-
Mortgage-backed securities	-	-	-	-	-
Commercial paper	-	-	-	-	-
Supranational	-	-	-	-	-
Mutual funds	-	-	-	-	-
Exchange-traded funds	-	-	-	-	-
Equity securities	-	-	-	-	-
Alternative investments:	-	-	-	-	-
Private equity (including limited partnerships)	-	-	-	-	-
Hedge funds	-	-	-	-	-
Managed futures	-	-	-	-	-
Real estate investments (including REITs)	-	-	-	-	-
Commodities	-	-	-	-	-
Derivatives	-	-	-	-	-
Other alternative investments	-	-	-	-	-
Other external investment pools	-	-	-	-	-
CSU Consolidated Investment Pool (formerly SWIFT)	-	-	-	-	-
State of California Local Agency Investment Fund (LAIF)	23,827,116	-	-	-	23,827,116
State of California Surplus Money Investment Fund (SMIF)	-	-	-	-	-
Other investments	-	-	-	-	-
Total other investments	-	-	-	-	-
Total investments	<u>\$ 23,827,116</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 23,827,116</u>

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

Associated Students of San Diego State University

OTHER INFORMATION

June 30, 2023

(for inclusion in the California State University)

3.1 Capital assets, excluding ROU assets:

	Balance June 30, 2022	Reclassifications	Prior Period Additions	Prior Period Retirements	Balance June 30, 2022 (Restated)	Additions	Retirements	Transfer of Completed CWIP/PWIP	Balance June 30, 2023
Composition of capital assets, excluding ROU assets:									
Non-depreciable/Non-amortizable capital assets:									
Land and land improvements	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Works of art and historical treasures	-	-	-	-	-	-	-	-	-
Construction work in progress (CWIP)	1,480,715	-	-	-	1,480,715	1,935,201	-	(1,402,779)	2,013,137
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	1,480,715	-	-	-	1,480,715	1,935,201	-	(1,402,779)	2,013,137
Depreciable/amortizable capital assets:									
Buildings and building improvements	576,648	-	-	-	576,648	-	-	-	576,648
Improvements, other than buildings	-	-	-	-	-	-	-	-	-
Infrastructure	-	-	-	-	-	-	-	-	-
Leasehold improvements	9,200,251	-	-	-	9,200,251	942,112	-	-	10,142,363
Personal property:									
Equipment	8,461,344	-	-	-	8,461,344	969,955	(308,283)	1,402,779	10,525,795
Library books and materials	-	-	-	-	-	-	-	-	-
Intangible assets:									
Software and websites	818,808	-	-	-	818,808	6,074	(5,208)	-	819,674
Rights and easements	-	-	-	-	-	-	-	-	-
Patents, copyrights and trademarks	-	-	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-	-	-
Other intangible assets:	-	-	-	-	-	-	-	-	-
Total other intangible assets	-	-	-	-	-	-	-	-	-
Total intangible assets	818,808	-	-	-	818,808	6,074	(5,208)	-	819,674
Total depreciable/amortizable capital assets	19,057,051	-	-	-	19,057,051	1,918,141	(313,491)	1,402,779	22,064,480
Total capital assets	20,537,766	-	-	-	20,537,766	3,853,342	(313,491)	-	24,077,617
Less accumulated depreciation/amortization:									
Buildings and building improvements	(576,648)	-	-	-	(576,648)	-	-	-	(576,648)
Improvements, other than buildings	-	-	-	-	-	-	-	-	-
Infrastructure	-	-	-	-	-	-	-	-	-
Leasehold improvements	(4,960,914)	-	-	-	(4,960,914)	(773,835)	-	-	(5,734,749)
Personal property:									
Equipment	(6,042,695)	-	-	-	(6,042,695)	(638,650)	308,284	-	(6,373,061)
Library books and materials	-	-	-	-	-	-	-	-	-
Intangible assets:									
Software and websites	(770,251)	-	-	-	(770,251)	(16,654)	3,664	-	(783,241)
Rights and easements	-	-	-	-	-	-	-	-	-
Patents, copyrights and trademarks	-	-	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-	-	-
Other intangible assets:	-	-	-	-	-	-	-	-	-
Total other intangible assets	-	-	-	-	-	-	-	-	-
Total intangible assets	(770,251)	-	-	-	(770,251)	(16,654)	3,664	-	(783,241)
Total accumulated depreciation/amortization	(12,350,508)	-	-	-	(12,350,508)	(1,429,139)	311,948	-	(13,467,699)
Total capital assets, net excluding ROU assets	\$ 8,187,258	\$ -	\$ -	\$ -	\$ 8,187,258	\$ 2,424,203	\$ (1,543)	\$ -	\$ 10,609,918

Associated Students of San Diego State University  
**OTHER INFORMATION**  
 June 30, 2023  
 (for inclusion in the California State University)

**Capital Assets, Right of Use**

	Balance June 30, 2022	Prior Period Reclassifications	Prior Period Additions	Prior Period Reductions	Balance June 30, 2022 (Restated)	Additions	Remeasurements	Reductions	Balance June 30, 2023
Composition of capital assets - Lease ROU, net									
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	-	-	-	-	-	-	57,906	-	57,906
Buildings and building improvements	-	-	-	-	-	-	-	-	-
Improvements, other than buildings	-	-	-	-	-	-	-	-	-
Infrastructure	-	-	-	-	-	-	-	-	-
Personal property:									
Equipment	-	-	-	-	-	-	-	-	-
Total depreciable/amortizable lease assets	-	-	-	-	-	-	57,906	-	57,906
Less accumulated depreciation/amortization:									
Land and land improvements	-	-	-	-	-	-	-	-	-
Buildings and building improvements	-	-	-	-	-	-	(18,613)	-	(18,613)
Improvements, other than buildings	-	-	-	-	-	-	-	-	-
Infrastructure	-	-	-	-	-	-	-	-	-
Personal property:									
Equipment	-	-	-	-	-	-	-	-	-
Total accumulated depreciation/amortization	-	-	-	-	-	-	(18,613)	-	(18,613)
Total capital assets - lease ROU, net	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 39,293	\$ -	\$ 39,293
Composition of capital assets - SBITA ROU, net									
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	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Composition of capital assets - P3 ROU, net:									
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									\$ 10,649,211

**Associated Students of San Diego State University**

**OTHER INFORMATION**

**June 30, 2023**

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

**3.2 Detail of depreciation and amortization expense:**

Depreciation and amortization expense - capital assets, excluding ROU assets	\$	1,429,139
Amortization expense - Leases ROU		18,613
Amortization expense - SBITA ROU		-
Amortization expense - P3 ROU		-
Depreciation and amortization expense - others		-
		<hr/>
Total depreciation and amortization	\$	<u>1,447,752</u>

Associated Students of San Diego State University  
**OTHER INFORMATION**  
June 30, 2023  
(for inclusion in the California State University)

**4 Long-term liabilities:**

	Balance June 30, 2022	Prior Period Adjustments/ Reclassification	Balance June 30, 2022 (Restated)	Additions	Reductions	Balance June 30, 2023	Current Portion	Noncurrent Portion
1. Accrued compensated absences	\$ 602,827	\$ -	\$ 602,827	\$ 620,882	\$ (593,147)	\$ 630,562	\$ 450,000	\$ 180,562
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	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

**5 Lease, SBITA, P3 liabilities:**

	Balance June 30, 2022	Prior Period Adjustments/ Reclassification	Additions	Remeasurement	Reductions	Balance June 30, 2023	Current Portion	Noncurrent Portion
Lease liabilities	\$ -	\$ -	\$ 57,906	\$ -	\$ (18,613)	\$ 39,293	\$ 20,000	\$ 19,293
SBITA liabilities	-	-	-	-	-	-	-	-
P3 liabilities - SCA	-	-	-	-	-	-	-	-
P3 liabilities - non-SCA	-	-	-	-	-	-	-	-
Sub-total P3 liabilities	-	-	-	-	-	-	-	-
Total Lease, SBITA, P3 liabilities	\$ -	\$ -	\$ 57,906	\$ -	\$ (18,613)	\$ 39,293	\$ 20,000	\$ 19,293
Total long-term liabilities						\$ 669,855	\$ 470,000	\$ 199,855

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

Year ending June 30:	Lease Liabilities			SBTA Liabilities			Public-Private or Public-Public Partnerships (P3)			Total Leases, SBITA, P3 Liabilities		
	Principal	Interest	Principal and Interest	Principal	Interest	Principal and Interest	Principal	Interest	Principal and Interest	Principal Only	Interest Only	Principal and Interest
2024	\$ 20,000	\$ -	\$ 20,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 20,000	\$ -	\$ 20,000
2025	19,293	707	20,000	-	-	-	-	-	-	19,293	707	20,000
2026	-	-	-	-	-	-	-	-	-	-	-	-
2027	-	-	-	-	-	-	-	-	-	-	-	-
2028	-	-	-	-	-	-	-	-	-	-	-	-
2029 - 2033	-	-	-	-	-	-	-	-	-	-	-	-
2034 - 2038	-	-	-	-	-	-	-	-	-	-	-	-
2039 - 2043	-	-	-	-	-	-	-	-	-	-	-	-
2044 - 2048	-	-	-	-	-	-	-	-	-	-	-	-
2049 - 2053	-	-	-	-	-	-	-	-	-	-	-	-
Thereafter	-	-	-	-	-	-	-	-	-	-	-	-
Total minimum payments	\$ 39,293	\$ 707	\$ 40,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 39,293	\$ 707	\$ 40,000
Less: amounts representing interest												(707)
Present value of future minimum payments												39,293
Total Leases, SBITA, P3 liabilities												39,293
Less: current portion												(20,000)
Leases, SBITA, P3 liabilities, net of current portion												\$ 19,293

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



**Associated Students of San Diego State University**

**OTHER INFORMATION**

**June 30, 2023**

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

**7 Transactions with related entities:**

	<u><b>Amount</b></u>
Payments to University for salaries of University personnel working on contracts, grants, and other programs	\$ 419,805
Payments to University for other than salaries of University personnel	1,790,575
Payments received from University for services, space, and programs	3,346,325
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	(1,593,975)
Other amounts payable to University	-
Accounts receivable from University	508,111
Other amounts receivable from University	-

**8 Restatements: Not Applicable**

Associated Students of San Diego State University

OTHER INFORMATION

June 30, 2023

(for inclusion in the California State University)

9 Natural classifications of operating expenses:

	<u>Salaries</u>	<u>Benefits - Other</u>	<u>Benefits - Pension</u>	<u>Benefits - OPEB</u>	<u>Scholarships and Fellowships</u>	<u>Supplies and Other Services</u>	<u>Depreciation and Amortization</u>	<u>Total Operating Expenses</u>
Instruction	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Research	-	-	-	-	-	-	-	-
Public service	-	-	-	-	-	-	-	-
Academic support	-	-	-	-	-	-	-	-
Student services	-	-	-	-	-	-	-	-
Institutional support	-	-	-	-	-	-	-	-
Operation and maintenance of plant	-	-	-	-	-	-	-	-
Student grants and scholarships	-	-	-	-	-	-	-	-
Auxiliary enterprise expenses	15,147,452	2,986,937	779,748	325,341	-	17,918,432	-	37,157,910
Depreciation and amortization	-	-	-	-	-	-	1,447,752	1,447,752
Total operating expenses	<u>\$ 15,147,452</u>	<u>\$ 2,986,937</u>	<u>\$ 779,748</u>	<u>\$ 325,341</u>	<u>\$ -</u>	<u>\$ 17,918,432</u>	<u>\$ 1,447,752</u>	<u>\$ 38,605,662</u>

Select type of pension plan >>

Defined Benefit Plan

10 Deferred outflows/inflows of resources: Not Applicable

11 Other nonoperating revenues (expenses): Not Applicable