

Associated Students, Inc., California State University, Long Beach

Isabel Patterson Child Development Center

FINANCIAL STATEMENTS AND SUPPLEMENTAL INFORMATION

Year Ended June 30, 2024



**ASSOCIATED STUDENTS, INC., CALIFORNIA STATE UNIVERSITY, LONG BEACH
ISABEL PATTERSON CHILD DEVELOPMENT CENTER**

Financial Statements and Supplemental Information

Year Ended June 30, 2024

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INDEPENDENT AUDITOR'S REPORT

To the Audit Committee
Associated Students, Inc., California State University, Long Beach
Isabel Patterson Child Development Center

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of Associated Students, Inc., California State University, Long Beach, (a nonprofit organization), Isabel Patterson Child Development Center (Center), which comprise the statement of financial position as of June 30, 2024, 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 financial statements referred to above present fairly, in all material respects, the financial position of the Center of as of June 30, 2024, 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 in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Center 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 these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Auditor's Responsibility for the Audit of the Financial Statements

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

INDEPENDENT AUDITOR'S REPORT, CONTINUED

Auditor's Responsibility for the Audit of the Financial Statements, continued

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Center'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 Center'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.

Emphasis of Matter Regarding Economic Dependency

The Center is a program operated within Associated Students, Inc., California State University, Long Beach and the financial activity between the two is significant. As seen on the statement of financial position, the net assets as of June 30, 2024 are zero. The Center is economically dependent on Associated Students, Inc., California State University, Long Beach. Our opinion is not modified with respect to this matter.

Other Matters

Other Information

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The supplemental information, as reflected in the table of contents, required by the *Audit Guides* issued by the California Department of Education and the California Department of Social Services 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 audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 12, 2024, on our consideration of the Center'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 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 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 Center's internal control over financial reporting and compliance.

INDEPENDENT AUDITOR'S REPORT, CONTINUED

Other Reporting Required by the California Department of Education and California Department of Social Services

In accordance with the requirements set forth by the California Department of Education and California Department of Social Services, we have also issued our report dated December 12, 2024, on our consideration of the Center's internal control over compliance. The purpose of that report is to describe the scope of our testing of internal control over compliance and the results of that testing, and not to provide an opinion on internal control over compliance. That report is an integral part of an audit performed in accordance with the requirements set forth by the California Department of Education and California Department of Social Services in considering the Center's internal control over compliance.

Aldrich CPAs + Advisors LLP

Brea, California
December 12, 2024

ASSOCIATED STUDENTS, INC., CALIFORNIA STATE UNIVERSITY, LONG BEACH
ISABEL PATTERSON CHILD DEVELOPMENT CENTER

Statement of Financial Position

June 30, 2024

ASSETS

Accounts receivable	\$	7,759
Accounts receivable - related parties		<u>49,941</u>
Total Assets	\$	<u><u>57,700</u></u>

LIABILITIES AND NET ASSETS

Liabilities - unearned revenues	\$	57,700
Net assets - without donor restrictions		<u>-</u>
Total Liabilities and Net Assets	\$	<u><u>57,700</u></u>

ASSOCIATED STUDENTS, INC., CALIFORNIA STATE UNIVERSITY, LONG BEACH
ISABEL PATTERSON CHILD DEVELOPMENT CENTER

Statement of Activities

Year Ended June 30, 2024

Revenue and Other Support Without Donor Restrictions:

State apportionments	\$ 480,761
Federal apportionments	38,356
CCAMPIS grant	130,900
Child care food program	35,332
Other grants	52,902
CSULB apportionments	180,842
Parent fees	963,947
ASI fees	540,907
Other operating revenues	112,154
	<hr/>
Total Revenue and Other Support Without Donor Restrictions	2,536,101

Operating Expenses:

Program services:

General child development programs	1,225,487
Preschool programs	1,484,804
Supporting services - general and administrative	80,000
	<hr/>
Total Operating Expenses	2,790,291

Transfers from the General Fund of the Associated Students, Inc.,
California State University, Long Beach

254,190

Change in Net Assets -

Net Assets - Without Donor Restrictions, beginning -

Net Assets - Without Donor Restrictions, ending \$ -

ASSOCIATED STUDENTS, INC., CALIFORNIA STATE UNIVERSITY, LONG BEACH
ISABEL PATTERSON CHILD DEVELOPMENT CENTER

Statement of Functional Expenses

Year Ended June 30, 2024

	Program Services			Supporting Services	
	General Child Development Programs	Preschool Programs	Total Program Services	General and Administrative	Total Expenses
Expenses:					
Classified salaries	\$ 438,365	\$ 608,983	\$ 1,047,348	\$ 24,862	\$ 1,072,210
Certificated salaries	399,319	405,425	804,744	19,103	823,847
Employee benefits	213,670	209,800	423,470	10,053	433,523
Other	63,278	94,833	158,111	3,754	161,865
Food services	38,310	57,230	95,540	2,268	97,808
Insurance	26,869	40,211	67,080	1,592	68,672
Rentals, leases, and repairs	25,969	38,865	64,834	1,539	66,373
Other supplies	13,532	20,215	33,747	801	34,548
Audit	-	-	-	15,662	15,662
Travel and conferences	3,872	5,796	9,668	230	9,898
Professional services	2,303	3,446	5,749	136	5,885
Total Program and Supporting Services Expenses	\$ 1,225,487	\$ 1,484,804	\$ 2,710,291	\$ 80,000	\$ 2,790,291

See accompanying notes to financial statements.

ASSOCIATED STUDENTS, INC., CALIFORNIA STATE UNIVERSITY, LONG BEACH
ISABEL PATTERSON CHILD DEVELOPMENT CENTER

Statement of Cash Flows

Year Ended June 30, 2024

Cash Flows from Operating Activities	
Change in net assets	\$ -
Adjustments to reconcile change in net assets to net cash provided by operating activities:	
Change in operating assets and liabilities:	
Accounts receivable	76,801
Accounts receivable - related parties	(49,941)
Accounts payable - related parties	(76,960)
Unearned revenues	<u>50,100</u>
Net Cash Provided by Operating Activities	-
Cash - Beginning of the Year	<u>-</u>
Cash - End of the Year	<u><u>\$ -</u></u>

ASSOCIATED STUDENTS, INC., CALIFORNIA STATE UNIVERSITY, LONG BEACH

ISABEL PATTERSON CHILD DEVELOPMENT CENTER

Notes to Financial Statements

Year Ended June 30, 2024

Note 1 - Organization and Summary of Significant Accounting Policies

Nature of Activities

Associated Students, Inc., California State University, Long Beach (Associated Students or ASI) is a nonprofit, tax exempt, California State University auxiliary organization located on the campus of California State University, Long Beach (University or CSULB). The University is one of 23 campuses in the California State University System (System). Associated Students was established to administer various student programs and activities including the Isabel Patterson Child Development Center (Center). The Center is a childcare facility operated by Associated Students on the campus of the University under a lease and operating agreement with the System. During the fiscal year ended June 30, 2024, the Center operated the following programs for the benefit of University students, faculty, staff and the community:

- a) Child Development Program: Provides child care and development services.
- b) Child Care Food Program: Provides free and subsidized meals.

New Accounting Guidance Implementation

Effective July 1, 2023, Associated Students adopted Accounting Standards Update (ASU) No. 2016-13, *Financial Instruments—Credit Losses (Topic 326): Measurement of Credit Losses on Financial Instruments*. This update requires the use of a forward-looking expected credit loss model for instruments within its scope, including our accounts receivable, and replaces the previous incurred loss impairment model. The expected credit loss model requires management to estimate current expected credit losses over the lifetime of the assets by considering all reasonable and supportable information, including historical experience, current conditions, and reasonable and supportable forecasts affecting collectability. Management has analyzed the provisions contained in Topic 326 and determined that there is no impact on net assets as of July 1, 2023, due to the provision of the new policy.

Financial Statement Presentation

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

- Net assets without donor restrictions - Net assets that are not subject to donor-imposed restrictions and may be expended for any purpose in performing the primary objectives of the Center. These net assets may be used at the discretion of the Center's management and the board of directors of Associated Students.
- Net assets with donor restrictions - Net assets subject to stipulations imposed by donors, and grantors. Some donor restrictions are temporary in nature; those restrictions will be met by actions of the Center or by the passage of time. Other donor restrictions are perpetual in nature, whereby the donor has stipulated the funds be maintained in perpetuity. The Center did not have any donor restrictions that were temporary or perpetual in nature for the year ended June 30, 2024.

The Center reports contributions restricted by donors as increases in net assets without donor restrictions, if the restrictions expire (that is, when a stipulated time restriction ends or purpose restriction is accomplished) in the reporting period in which the revenue is recognized. All other donor-restricted contributions are reported as increases in net assets with donor restrictions, depending on the nature of the restrictions. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statements of activities as net assets released from restrictions.

Use of Estimates

The preparation of financial statements in conformity with U.S. GAAP requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

ASSOCIATED STUDENTS, INC., CALIFORNIA STATE UNIVERSITY, LONG BEACH

ISABEL PATTERSON CHILD DEVELOPMENT CENTER

Notes to Financial Statements

Year Ended June 30, 2024

Note 1 - Organization and Summary of Significant Accounting Policies, continued

Cash and Cash Equivalents

The Center considers all highly liquid investments with an original maturity date of three months or less to be cash equivalents.

Accounts Receivable

Accounts receivable arise in the normal course of operations. It is the policy of management to review the outstanding accounts receivable at year-end, as well as the bad debt write-offs experienced in the past, and establish an allowance for credit losses for uncollectable amounts. Management believes that all accounts receivable are fully collectable, therefore, no allowance for credit losses is considered necessary.

Property and Equipment

The Center capitalizes all expenditures for vehicles, equipment and furniture, building, and building improvements in excess of \$10,000. Equipment and improvements are recorded at cost or at estimated fair value at date of gift, if donated. Expenditures for maintenance and repairs are charged against operations. Depreciation is provided on a straight-line basis over the estimated useful lives of the asset of 3 to 40 years.

Unearned Revenues

Unearned revenues consist of funds collected in advance but not yet earned as of the end of the fiscal year.

Revenue Recognition

The Center receives a significant amount of its revenue in the form of federal and state grants and contracts for program operations. All revenue received is restricted in that it is only to be used for expenditures related to Center programs. Revenue from grants and contracts is recognized as funds are expended. The Center recognizes contributions when cash, securities or other assets; an unconditional promise to give; or a notification of a beneficial interest is received. Grants and conditional promises to give – that are, those with a measurable performance or other barrier and a right of return – are not recognized until the conditions on which they depend have been met.

Income Taxes

Associated Students is a qualified nonprofit organization that is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code and Section 23701(d) of the California Revenue and Taxation Code. In addition, Associated Students qualifies for the charitable contribution deduction under Section 170(b)(1)(A)(vi) and has been classified as an organization that is not a private foundation under Section 509(a)(1). However, Associated Students remains subject to taxes on any net income which is derived from a trade or business, regularly carried on, and unrelated to its exempt purpose.

Associated Students follows U.S. GAAP related to the recognition of uncertain tax positions. Associated Students recognizes accrued interest and penalties associated with uncertain tax positions as part of the statement of revenues, expenses, and changes in net position, when applicable. Management has determined that the Associated Students has no uncertain tax positions at June 30, 2024, and therefore no amounts have been accrued.

Fair Value Measurements

Accounting standards provide the 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).

ASSOCIATED STUDENTS, INC., CALIFORNIA STATE UNIVERSITY, LONG BEACH

ISABEL PATTERSON CHILD DEVELOPMENT CENTER

Notes to Financial Statements

Year Ended June 30, 2024

Note 1 - Organization and Summary of Significant Accounting Policies, continued

Fair Value Measurements, continued

The three levels of the fair value hierarchy are described below:

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

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

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

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

The carrying value of receivables and payables are approximate fair values as of June 30, 2024, due to the relative short maturities of these instruments.

Functional Allocation of Expenses

The Center allocates its expenses on a functional basis among their various programs and support services. Expenses that can be identified with a specific program or support services are allocated directly according to their natural expenditure classification. Salaries and wages, employee benefits, employees' appreciation, professional services, training and travel are based on time and effort. Certain costs such as advertising and promotional, bank and credit card fees, postage, general expenses, subscriptions and dues and supplies are allocated based on estimated usage on general and administrative. Costs related to space include insurance, repairs and maintenance which include maintenance of information and technology and other, telephone and data lines and utilities are allocated on a square footage basis.

Reconciliation of Child Development (CD) and GAAP Revenue and Expense Reporting

The supplemental combining statement of activities and basic financial statements present financial data in conformity with U.S. GAAP. The other supplemental financial data presented in the audit, including data in the schedule of expenditures by state categories, present expenditures according to CD reporting requirements. However, reporting differences arise because CD contract funds must be expended during the contract period (usually one year). For example, program amounts that are capitalized and depreciated over multiple years under U.S. GAAP are expensed in the contract period under CD requirements. To address such reporting differences, the audit report includes a reconciliation of CD and GAAP revenue and expense reporting.

Subsequent Events

The Center has evaluated subsequent events through December 12, 2024, which is the date the financial statements were available to be issued.

Note 2 - Liquidity and Availability

The Center's financial assets available within one year of the statement of financial position date for general expenditure are as follows:

Accounts receivable	\$	7,759
Accounts receivable - related parties		49,941
Total Financial Assets Available for General Operations	\$	<u>57,700</u>

ASSOCIATED STUDENTS, INC., CALIFORNIA STATE UNIVERSITY, LONG BEACH

ISABEL PATTERSON CHILD DEVELOPMENT CENTER

Notes to Financial Statements

Year Ended June 30, 2024

Note 2 - Liquidity and Availability, continued

The Center maintains a policy of structuring its financial assets to be available as its general expenditures, liabilities and other obligations come due.

In addition to financial assets available to meet general expenditures over the next 12 months, the Center operates with a balanced budget and anticipates collecting sufficient revenue to cover general expenditures.

Note 3 - Accounts Receivable

Accounts receivable consist of the following:

Child Care Food Program	\$	6,846
Parent fees for Child Development Programs		913
Accounts receivable - related parties		49,941
	\$	<u>57,700</u>

Note 4 - Related Party Transactions

Associated Students provides accounting and payroll services to the Center and the University provides payroll services to the Center. At June 30, 2024, there are accounts receivable from Associated Students of \$49,941. For the year ended June 30, 2024, revenues from Associated Students totaled \$610,875 and revenues and transfers from the University totaled \$180,842 and \$254,190, respectively. These amounts are eliminated in the full financial statements of Associated Students.

Note 5 - Cost Allocation Plan

The Center allocates its costs based on the relative benefits received by the programs or activities. Accordingly, the Center applies several methods for allocating costs:

Direct Costs – Cost identified 100 percent to a specific program are charged directly to that program.

Shared Direct Costs – Costs identified to specific multiple programs or activities are shared between the programs benefitting.

Payroll costs are allocated using time and effort estimates for each employee.

Training costs for staff members are allocated in proportion to the time the employee spent working in each program.

Supplies costs are allocated based on the cost of supplies used in each program.

Administration Cost – Expenses associated with operational functions not related to program activities. Allocated administration costs are the result of time and effort spent by clerical staff and director on non-programming activities. In addition, audit and legal expenses are considered administration costs.

Note 6 - Contingencies

Grant Programs

The Center has received federal and other governmental funds for specific purposes that are subject to review and audit by the funding agencies. Such audits could generate expenditure disallowances or refunds payable under terms of the agency contracts. No material amounts are currently payable. Loss of government support would have a significant impact on the Center's ability to provide its program services.

SUPPLEMENTAL INFORMATION

ASSOCIATED STUDENTS, INC., CALIFORNIA STATE UNIVERSITY, LONG BEACH
ISABEL PATTERSON CHILD DEVELOPMENT CENTER

Schedule of Expenditures of Federal and State Awards

Year Ended June 30, 2024

Federal/Pass-Through Grantor and Program or Cluster Title	Federal Assistance Listing	Grantor's	Award Amount			Expenditures	
	Number	Number	Federal	State	Total	Federal	State
Research and Development Cluster							
<u>U.S. Department of Education</u>							
Direct Program:							
Child Care Access Means Parents in School (CCAMPIS)	84.335A	P335A210099 - 24	\$ 130,900	\$ -	\$ 130,900	\$ 130,900	\$ -
Total Research and Development Cluster			130,900	-	130,900	130,900	-
Child Care and Development Fund Cluster							
<u>U.S. Department of Health and Human Services</u>							
Passed-through California Department of Social Services:							
General Child Care and Development Program	93.575	CCTR-3078	13,571	-	13,571	13,571	-
General Child Care and Development Program	93.596	CCTR-3078	24,785	-	24,785	24,785	-
Total Child Care and Development Fund Cluster			38,356	-	38,356	38,356	-
Other Programs							
<u>U.S. Department of Agriculture</u>							
Passed-through California Department of Social Services:							
Child and Adult Care Food Program	10.558	04493-CACFP-19-NP-IC	34,229	1,103	35,332	34,229	1,103
<u>U.S. Department of Health and Human Services</u>							
Passed-through California Department of Social Services:							
General Child Care and Development Program	N/A	CCTR-3078	-	535,536	535,536	-	535,536
<u>U.S. Department of Education</u>							
Passed-through California Department of Education:							
California State Preschool Program	N/A	CSPP-3156	-	244,432	244,432	-	244,432
Total Other Programs			34,229	781,071	815,300	34,229	781,071
Total Expenditures of Federal and State Awards			\$ 203,485	\$ 781,071	\$ 984,556	\$ 203,485	\$ 781,071

**ASSOCIATED STUDENTS, INC., CALIFORNIA STATE UNIVERSITY, LONG BEACH
ISABEL PATTERSON CHILD DEVELOPMENT CENTER**

Notes to Schedule of Expenditures of Federal and State Awards

Year Ended June 30, 2024

Note 1 - Basis of Presentation

The accompanying schedule of expenditures of federal and state awards (Schedule) includes the federal and state grant activity of the Center under programs of the federal and state governments for the year ended June 30, 2024. The information in the Schedule is presented in accordance with Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance), and with the requirements of the California Department of Education and California Department of Social Services *Audit Guide*. Because the schedule presents only a selected portion of the operations of the Center, it is not intended to, and does not, present the financial position, changes in net assets, or cash flows of the Center.

Note 2 - Summary of Significant Accounting Policies

Expenditures reported on the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

Note 3 - Indirect Cost Rate

The Center did not elect to use the 10-percent de minimus indirect cost rate for the year ended June 30, 2024.

**ASSOCIATED STUDENTS, INC., CALIFORNIA STATE UNIVERSITY, LONG BEACH
ISABEL PATTERSON CHILD DEVELOPMENT CENTER**

General Information

Year Ended June 30, 2024

Full official name of agency:	Associated Students, Inc. California State University, Long Beach Isabel Patterson Child Development Center
Program type:	Child development program
Project number:	19-B776-00-1
Type of agency:	Nonprofit corporation
Address of agency headquarters:	1212 Bellflower Boulevard Long Beach, CA 90815
<u>Program Name</u> General Child Care and Development Program California State Preschool Program	<u>Contract Number</u> CCTR-3078 CSPP-3156
Name and address of Executive Director:	Miles Nevin 1212 Bellflower Boulevard Long Beach, CA 90815
Name and address of Director of Finance and Administration:	Idris Aydin 1212 Bellflower Boulevard Long Beach, CA 90815
Telephone number:	(562) 985-2437, Associated Students, Inc. (562) 985-5333, Child Development Center
Period covered by examination:	July 1, 2023 to June 30, 2024
Number of days of operation of agency:	198
Scheduled hours of operation each day:	Monday through Thursday: 7:00 am to 6:00 pm Friday: 7:00 a.m. to 5:30 p.m.

ASSOCIATED STUDENTS, INC., CALIFORNIA STATE UNIVERSITY, LONG BEACH
ISABEL PATTERSON CHILD DEVELOPMENT CENTER

Combining Statement of Financial Position

June 30, 2024

	Children's Center	Non-CD Programs	Total
ASSETS			
Current Assets:			
Cash and cash equivalents	\$ -	\$ 18,230,183	\$ 18,230,183
Accounts receivable	7,759	272,569	280,328
Accounts receivable - related parties	49,941	(46,879)	3,062
Inventory	-	4,562	4,562
Prepaid expenses	-	35,461	35,461
Total Current Assets	57,700	18,495,896	18,553,596
Noncurrent Assets:			
Investments	-	4,130,652	4,130,652
Property and equipment, net of accumulated depreciation	-	6,616,768	6,616,768
Total Noncurrent Assets	-	10,747,420	10,747,420
Total Assets	\$ 57,700	\$ 29,243,316	\$ 29,301,016
LIABILITIES AND NET ASSETS			
Current Liabilities:			
Accounts payable	\$ -	\$ 1,326,008	\$ 1,326,008
Accounts payable - related parties	-	373,792	373,792
Accrued expenses	-	102,212	102,212
Funds held for affiliates	-	1,714,337	1,714,337
Unearned revenues	57,700	(20,000)	37,700
Total Current Liabilities	57,700	3,496,349	3,554,049
Noncurrent Liabilities:			
Post-retirement medical benefit obligation	-	3,077,493	3,077,493
Pension obligation	-	7,749,918	7,749,918
Total Noncurrent Liabilities	-	10,827,411	10,827,411
Total Liabilities	57,700	14,323,760	14,381,460
Net Assets - Without Donor Restrictions	-	14,919,556	14,919,556
Total Liabilities and Net Assets	\$ 57,700	\$ 29,243,316	\$ 29,301,016

ASSOCIATED STUDENTS, INC., CALIFORNIA STATE UNIVERSITY, LONG BEACH
ISABEL PATTERSON CHILD DEVELOPMENT CENTER

Combining Statement of Activities

Year Ended June 30, 2024

	General Child Care and Development CCTR-3078	California State Preschool Program CSPP-3156	Total CD Programs	Non-CD Programs	Total
Revenue and Other Support Without Donor Restrictions:					
Grants and contracts:					
State apportionments	\$ 236,329	\$ 244,432	\$ 480,761	\$ -	\$ 480,761
Federal apportionments	38,356	-	38,356	-	38,356
Child care food program	17,625	17,707	35,332	-	35,332
Other grants	16,213	36,689	52,902	784	53,686
Total Grants and Contracts	308,523	298,828	607,351	784	608,135
CCAMPIS grant*	52,890	78,010	130,900	-	130,900
CSULB apportionments	73,069	107,773	180,842	(180,842)	-
Parent fees	477,038	486,909	963,947	-	963,947
ASI fees	211,032	329,875	540,907	17,224,896	17,765,803
Other income	44,343	67,811	112,154	2,686,801	2,798,955
Total Revenue and Other Support Without Donor Restrictions	1,166,895	1,369,206	2,536,101	19,731,639	22,267,740
Operating Expenses:					
Salaries	855,448	1,040,609	1,896,057	7,353,854	9,249,911
Employee benefits	217,732	215,791	433,523	2,122,872	2,556,395
Books and supplies	53,082	79,274	132,356	669,747	802,103
Services and other operating expenses	131,549	196,806	328,355	7,635,752	7,964,107
Total Operating Expenses	1,257,811	1,532,480	2,790,291	17,782,225	20,572,516
Non-Operating Revenues (Expenses):					
Investment return, net	-	-	-	933,570	933,570
Pension related charges other than periodic pension cost	-	-	-	(290,041)	(290,041)
Net Non-Operating Revenues	-	-	-	643,529	643,529
Change in Net Assets Prior to Transfers	(90,916)	(163,274)	(254,190)	2,592,943	2,338,753
Transfers (to) from the General Fund of the Associated Students, Inc., California State University, Long Beach	90,916	163,274	254,190	(254,190)	-
Change in Net Assets	-	-	-	2,338,753	2,338,753
Net Assets:					
Net Assets - Without Donor Restrictions, beginning	-	-	-	12,580,803	12,580,803
Net Assets - Without Donor Restrictions, ending	\$ -	\$ -	\$ -	\$ 14,919,556	\$ 14,919,556

*Child Care Access Means Parents in School (CCAMPIS) program revenue of \$130,900 is a non-CDE/CDSS federal funding source.

See independent auditor's report.

ASSOCIATED STUDENTS, INC., CALIFORNIA STATE UNIVERSITY, LONG BEACH
ISABEL PATTERSON CHILD DEVELOPMENT CENTER

Schedule of Expenditures by State Categories

Year Ended June 30, 2024

Expenditures	General Child Care and Development CCTR-3078	California State Preschool Program CSPP-3156	Total CD Programs
Direct payments to providers	\$ -	\$ -	\$ -
1000 Certificated salaries	407,038	416,809	823,847
2000 Classified salaries	448,410	623,800	1,072,210
3000 Employee benefits	217,732	215,791	433,523
4000 Books and supplies	53,082	79,274	132,356
5000 Services and other operating expenses	131,549	196,806	328,355
6100/ Other approved capital outlay	-	-	-
6200	-	-	-
6400 New equipment expense	-	-	-
6500 Replacement equipment	-	-	-
Indirect costs (a)	-	-	-
Total Expenses Claimed for Reimbursement (b)	1,257,811	1,532,480	2,790,291
Supplemental Expenditures	General Child Care and Development CCTR-3078	California State Preschool Program CSPP-3156	Total CD Programs
Total supplemental expenses	-	-	-
Total Expenditures	\$ 1,257,811	\$ 1,532,480	\$ 2,790,291

Notes:

(a) The Center does not have a written cost allocation plan for the fiscal year that was approved by the Board of Directors.

(b) Any food expenses have been allocated to the appropriate contracts.

We have examined the claims filed for reimbursement and the original records supporting the transactions recorded under the contracts listed above to an extent considered necessary to assure ourselves that the amounts claimed by the contractor were eligible for reimbursement, reasonable, necessary, and adequately supported, according to governing laws, regulations, and contract provisions.

ASSOCIATED STUDENTS, INC., CALIFORNIA STATE UNIVERSITY, LONG BEACH
ISABEL PATTERSON CHILD DEVELOPMENT CENTER

Reconciliation of Child Development and GAAP Revenue and Expense Reporting

Year Ended June 30, 2024

	General Child Care and Development CCTR-3078	California State Preschool Program CSPP-3156	Non-CD Programs	Total
Revenue				
AUD/CDFS 9500 and 8501 Total Revenue	\$ 892,210	\$ 1,124,774	\$ -	\$ 2,016,984
Adjustments to Reconcile Difference in Reporting:				
Revenue from CDE and CDSS for CCTR and CSPP contracts	274,685	244,432	-	519,117
Revenue from non-Children's Center funds	-	-	19,912,481	19,912,481
General Fund allocation to Child Development Center	-	-	(180,842)	(180,842)
Total adjustments	274,685	244,432	19,731,639	20,250,756
Revenues per GAAP:				
Combining statement of activities -				
Total revenue and other support without donor restrictions	\$ 1,166,895	\$ 1,369,206	\$ 19,731,639	\$ 22,267,740
Expenses				
Schedule of Expenditures by State Categories (CD)	\$ 1,257,811	\$ 1,532,480	\$ -	\$ 2,790,291
Adjustments to Reconcile Differences in Reporting:				
Expenses from non-Children's Center funds	-	-	17,782,225	17,782,225
Depreciation on assets purchased with public funds	-	-	-	-
Capitalized renovations & repairs expensed on AUD forms	-	-	-	-
Capitalized renovations & repairs expensed as supplemental on AUD forms	-	-	-	-
Capitalized equipment expensed on AUD forms	-	-	-	-
Total adjustments	-	-	17,782,225	17,782,225
Expenses per GAAP:				
Combining statement of activities -				
Total operating expenses	\$ 1,257,811	\$ 1,532,480	\$ 17,782,225	\$ 20,572,516

See independent auditor's report.

ASSOCIATED STUDENTS, INC., CALIFORNIA STATE UNIVERSITY, LONG BEACH
ISABEL PATTERSON CHILD DEVELOPMENT CENTER

Schedule of Claimed Equipment Expenditures

Year Ended June 30, 2024

Capitalized Equipment Expensed on the AUD with Prior Written Approval		General Child Care and Development CCTR-3078	California State Preschool Program CSPP-3156	Non-CD Programs	Total
None	\$	-	-	-	-
Subtotal		-	-	-	-
Capitalized Equipment Expensed on the AUD without Prior Written Approval		General Child Care and Development CCTR-3078	California State Preschool Program CSPP-3156	Non-CD Programs	Total
None		-	-	-	-
Subtotal		-	-	-	-
Total		General Child Care and Development CCTR-3078	California State Preschool Program CSPP-3156	Non-CD Programs	Total
Capitalized equipment	\$	-	-	-	-

Note: The Center's capitalization threshold is \$10,000.

ASSOCIATED STUDENTS, INC., CALIFORNIA STATE UNIVERSITY, LONG BEACH
ISABEL PATTERSON CHILD DEVELOPMENT CENTER

Schedule of Claimed Expenditures for Renovations and Repairs

Year Ended June 30, 2024

Capitalized R&R Project Under \$10,000		General Child Care and Development CCTR-3078	California State Preschool Program CSPP-3156	Non-CD Programs	Total
None	\$	-	\$ -	-	\$ -
Subtotal		-	-	-	-
Capitalized R&R Project of \$10,000 or More with Prior Written Approval		General Child Care and Development CCTR-3078	California State Preschool Program CSPP-3156	Non-CD Programs	Total
None		-	-	-	-
Subtotal		-	-	-	-
Capitalized R&R Project of \$10,000 or More without Prior Written Approval		General Child Care and Development CCTR-3078	California State Preschool Program CSPP-3156	Non-CD Programs	Total
None		-	-	-	-
Subtotal		-	-	-	-
Total		General Child Care and Development CCTR-3078	California State Preschool Program CSPP-3156	Non-CD Programs	Total
Capitalized R&R projects		\$ -	\$ -	-	\$ -

Note: The Center's capitalization threshold is \$10,000.

ASSOCIATED STUDENTS, INC., CALIFORNIA STATE UNIVERSITY, LONG BEACH
ISABEL PATTERSON CHILD DEVELOPMENT CENTER

Schedule of Claimed Administrative Costs

Year Ended June 30, 2024

Administrative Costs	General Child Care and Development CCTR-3078	California State Preschool Program CSPP-3156	Total CD Programs
Direct payments to providers	\$ -	\$ -	\$ -
1000 Certificated salaries	7,719	11,384	19,103
2000 Classified salaries	10,045	14,817	24,862
3000 Employee benefits	4,062	5,991	10,053
4000 Books and supplies	1,240	1,829	3,069
5000 Services and other operating expenses	9,258	13,655	22,913
6100/ Other approved capital outlay	-	-	-
6200	-	-	-
6400 New equipment expense	-	-	-
6500 Replacement equipment	-	-	-
Indirect costs	-	-	-
Total administrative costs claimed for reimbursement	\$ 32,324	\$ 47,676	\$ 80,000

**ASSOCIATED STUDENTS, INC., CALIFORNIA STATE UNIVERSITY, LONG BEACH
ISABEL PATTERSON CHILD DEVELOPMENT CENTER**

Notes to the Child Care and Development Program Supplemental Information

Year Ended June 30, 2024

In accordance with the applicable requirements from the California Department of Social Services Funding Terms and Conditions and the California Department of Education Contract Terms & Conditions:

1. Interest expense is only allowable as a reimbursable cost in certain circumstances when it has been preapproved by the administering state department or relates to the lease purchase, acquisition, or repair or renovation of early learning and care facilities owned or leased by the contractor. No interest expense was claimed to a child development contract for the year ended June 30, 2024.
2. All expenses claimed for reimbursement under a related party rent transaction must be supported by a fair market rental estimate from an independent appraiser, licensed by the California Office of Real Estate Appraisers. No related party rent expense was claimed to a child development contract for the year ended June 30, 2024.
3. Credit loss expense is unallowable unless it relates to uncollected family fees where documentation of adequate collection attempts exists. No credit loss expense was claimed to a child development contract for the year ended June 30, 2024.

**ASSOCIATED STUDENTS, INC., CALIFORNIA STATE UNIVERSITY, LONG BEACH
ISABEL PATTERSON CHILD DEVELOPMENT CENTER**

Summary of Claim

Year Ended June 30, 2024

Federal Fund Reimbursement Variance Underpayment (Overpaid):

Amount Reimbursable from Federal Fund	\$	29,653	
Less: Federal Fund Payments to Date		23,939	\$ 5,714

Cash In-Lieu Reimbursement:

Allowed		4,576	
Paid		<u>3,661</u>	<u>915</u>

Total Federal Fund Reimbursement Refund (Overpayment)			\$ <u>6,629</u>
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State Fund Reimbursement Variance Underpayment (Overpaid):

Amount Reimbursable from State Fund	\$	1,103	
Less: State Fund Payments to Date		<u>886</u>	\$ <u>217</u>

State Fund Reimbursement Refund (Overpayment)			\$ <u>217</u>
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Total Program Reimbursement Refund (Overpayment)			\$ <u><u>6,846</u></u>
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**ASSOCIATED STUDENTS, INC., CALIFORNIA STATE UNIVERSITY, LONG BEACH
ISABEL PATTERSON CHILD DEVELOPMENT CENTER**

Statement of Claim

Year Ended June 30, 2024

Reimbursement per Examination (Supported by pages 25-28)	\$	35,332
Program Reimbursements Claimed and Received		<u>28,486</u>
Amount Due from Agency	\$	<u><u>6,846</u></u>

Footnotes:

Note1: Total income accrued to the program for year ended June 30, 2024 was \$35,332.

Note 2: All Child Care Food Program claims for reimbursement have been paid as of report issuance date.

Note 3: There were no revised claims for the year ended June 30, 2024

ASSOCIATED STUDENTS, INC., CALIFORNIA STATE UNIVERSITY, LONG BEACH
ISABEL PATTERSON CHILD DEVELOPMENT CENTER

Schedule of Reported, Adjusted, and Allowed Meals and Earned Reimbursement

Year Ended June 30, 2024

FIXED PERCENTAGE METHOD

Federal Meal Compensation	Meals			Food Service Rates	Revenue Recognized	Audit Adjustments	Earned Reimbursement
	Reported	Adjusted	Allowed				
<u>Breakfast</u>							
Free	1,943	-	1,943	\$ 2.2800	\$ 4,430	\$ -	\$ 4,430
Reduced	364	-	364	\$ 1.9800	721	-	721
Base	10,227	-	10,227	\$ 0.3800	3,886	-	3,886
Total	<u>12,534</u>	<u>-</u>	<u>12,534</u>		<u>\$ 9,037</u>	<u>\$ -</u>	<u>\$ 9,037</u>
<u>Lunch</u>							
Free	2,406	-	2,406	\$ 4.2500	\$ 10,226	\$ -	\$ 10,226
Reduced	450	-	450	\$ 3.8500	1,733	-	1,733
Base	12,656	-	12,656	\$ 0.4000	5,062	-	5,062
Total	<u>15,512</u>	<u>-</u>	<u>15,512</u>		<u>\$ 17,021</u>	<u>\$ -</u>	<u>\$ 17,021</u>
<u>Supplement</u>							
Free	1,926	-	1,926	\$ 1.1700	\$ 2,253	\$ -	\$ 2,253
Reduced	359	-	359	\$ 0.5800	208	-	208
Base	11,335	-	11,335	\$ 0.1000	1,134	-	1,134
Total	<u>13,620</u>	<u>-</u>	<u>13,620</u>		<u>\$ 3,595</u>	<u>\$ -</u>	<u>\$ 3,595</u>
Total Federal Meal Reimbursement					29,653	-	\$ 29,653
Cash-in-Lieu	<u>15,512</u>	<u>-</u>	<u>15,512</u>	\$ 0.2950	4,576	-	4,576
Difference Due to Rounding					-	-	-
Total Federal Reimbursement					<u>\$ 34,229</u>	<u>\$ -</u>	<u>\$ 34,229</u>
State Meal Compensation*	<u>5,163</u>	<u>-</u>	<u>5,163</u>	\$ 0.2137	1,103	-	1,103
Total State Reimbursement					<u>\$ 1,103</u>	<u>\$ -</u>	<u>\$ 1,103</u>
Total Program Reimbursement Underpaid/(Overpaid)						<u>\$ -</u>	

Footnotes:

* State Meal Compensation meals are free and reduced breakfast and lunches served.

ASSOCIATED STUDENTS, INC., CALIFORNIA STATE UNIVERSITY, LONG BEACH
ISABEL PATTERSON CHILD DEVELOPMENT CENTER

Schedule of Reported, Adjusted, and Allowed Eligibility

Year Ended June 30, 2024

FIXED PERCENTAGE METHOD

	July	August	September	October	November	December	January	February	March	April	May	June
<u>Total Enrolled</u>												
Reported	-	168	168	173	173	173	173	173	173	173	173	173
Adjusted	-	-	-	-	-	-	-	-	-	-	-	-
Allowed	-	168	168	173	173	173	173	173	173	173	173	173
<u>Eligibility Categories</u>												
Free												
Reported	-	22	22	25	25	25	25	25	25	25	25	25
Adjusted	-	-	-	-	-	-	-	-	-	-	-	-
Allowed	-	22	22	25	25	25	25	25	25	25	25	25
Reduced												
Reported	-	2	2	5	5	5	5	5	5	5	5	5
Adjusted	-	-	-	-	-	-	-	-	-	-	-	-
Allowed	-	2	2	5	5	5	5	5	5	5	5	5
Base												
Reported	-	144	144	143	143	143	143	143	143	143	143	143
Adjusted	-	-	-	-	-	-	-	-	-	-	-	-
Allowed	-	144	144	143	143	143	143	143	143	143	143	143

ASSOCIATED STUDENTS, INC., CALIFORNIA STATE UNIVERSITY, LONG BEACH
ISABEL PATTERSON CHILD DEVELOPMENT CENTER

Schedule of Reported, Adjusted, and Allowed Meals

Year Ended June 30, 2024

FIXED PERCENTAGE METHOD

	Reported	Adjusted	Allowed	Reported	Adjusted	Allowed	Reported	Adjusted	Allowed
		July 2023			August 2023			September 2023	
<u>Breakfast</u>									
Free	-	-	-	79	-	79	186	-	186
Reduced	-	-	-	8	-	8	20	-	20
Base	-	-	-	476	-	476	999	-	999
Total	-	-	-	563	-	563	1,205	-	1,205
<u>Lunch</u>									
Free	-	-	-	89	-	89	224	-	224
Reduced	-	-	-	9	-	9	24	-	24
Base	-	-	-	542	-	542	1,199	-	1,199
Total	-	-	-	640	-	640	1,447	-	1,447
<u>Supplement</u>									
Free	-	-	-	64	-	64	163	-	163
Reduced	-	-	-	6	-	6	14	-	14
Base	-	-	-	430	-	430	1,118	-	1,118
Total	-	-	-	500	-	500	1,295	-	1,295
	Reported	Adjusted	Allowed	Reported	Adjusted	Allowed	Reported	Adjusted	Allowed
		October 2023			November 2023			December 2023	
<u>Breakfast</u>									
Free	213	-	213	202	-	202	116	-	116
Reduced	43	-	43	40	-	40	23	-	23
Base	1,108	-	1,108	1,051	-	1,051	600	-	600
Total	1,364	-	1,364	1,293	-	1,293	739	-	739
<u>Lunch</u>									
Free	267	-	267	206	-	206	140	-	140
Reduced	53	-	53	41	-	41	28	-	28
Base	1,387	-	1,387	1,074	-	1,074	730	-	730
Total	1,707	-	1,707	1,321	-	1,321	898	-	898
<u>Supplement</u>									
Free	222	-	222	187	-	187	124	-	124
Reduced	44	-	44	37	-	37	25	-	25
Base	1,276	-	1,276	1,101	-	1,101	736	-	736
Total	1,542	-	1,542	1,325	-	1,325	885	-	885

See independent auditor's report.

ASSOCIATED STUDENTS, INC., CALIFORNIA STATE UNIVERSITY, LONG BEACH
ISABEL PATTERSON CHILD DEVELOPMENT CENTER

Schedule of Reported, Adjusted, and Allowed Meals, continued

Year Ended June 30, 2024

FIXED PERCENTAGE METHOD

	Reported	Adjusted	Allowed	Reported	Adjusted	Allowed	Reported	Adjusted	Allowed
		January 2024			February 2024			March 2024	
<u>Breakfast</u>									
Free	162	-	162	213	-	213	208	-	208
Reduced	33	-	33	42	-	42	42	-	42
Base	852	-	852	1,109	-	1,109	1,084	-	1,084
Total	1,047	-	1,047	1,364	-	1,364	1,334	-	1,334
<u>Lunch</u>									
Free	201	-	201	263	-	263	267	-	267
Reduced	40	-	40	52	-	52	53	-	53
Base	1,061	-	1,061	1,373	-	1,373	1,388	-	1,388
Total	1,302	-	1,302	1,688	-	1,688	1,708	-	1,708
<u>Supplement</u>									
Free	171	-	171	217	-	217	227	-	227
Reduced	34	-	34	43	-	43	46	-	46
Base	997	-	997	1,266	-	1,266	1,334	-	1,334
Total	1,202	-	1,202	1,526	-	1,526	1,607	-	1,607
	Reported	Adjusted	Allowed	Reported	Adjusted	Allowed	Reported	Adjusted	Allowed
		April 2024			May 2024			June 2024	
<u>Breakfast</u>									
Free	204	-	204	216	-	216	144	-	144
Reduced	41	-	41	43	-	43	29	-	29
Base	1,073	-	1,073	1,124	-	1,124	751	-	751
Total	1,318	-	1,318	1,383	-	1,383	924	-	924
<u>Lunch</u>									
Free	264	-	264	285	-	285	200	-	200
Reduced	53	-	53	57	-	57	40	-	40
Base	1,383	-	1,383	1,479	-	1,479	1,040	-	1,040
Total	1,700	-	1,700	1,821	-	1,821	1,280	-	1,280
<u>Supplement</u>									
Free	225	-	225	179	-	179	147	-	147
Reduced	45	-	45	35	-	35	30	-	30
Base	1,311	-	1,311	942	-	942	824	-	824
Total	1,581	-	1,581	1,156	-	1,156	1,001	-	1,001

See independent auditor's report.

AUDITED ENROLLMENT, ATTENDANCE AND FISCAL REPORT FOR CHILD CARE AND DEVELOPMENT PROGRAMS

Fiscal Year Ending	June 30, 2024
Contract Number	CCTR-3078
Vendor Code*	19-B776

Full Name of Contractor* **Associated Students, Inc., California State University, Long Beach**

Section 1 - Number of Counties Where Services are Provided

- Number of counties where the agency provided services to certified children (Form AUD 9500.1):*
- Number of counties where the agency provided mental health consultation services to certified children (Form 9500.2):*
- Number of counties where the agency provided services to non-certified children (Form AUD 9500.3):*
- Number of counties where the agency provided mental health consultation services to non-certified children (Form 9500.4):*
- Total enrollment and attendance forms to attach:

Note: For each of the above categories, submit one form for each service county for the fiscal year.

Section 2 - Days of Enrollment, Attendance and Operation

	Column A Cumulative FY CDNFS 9500	Column B Audit Adjustments	Column C Cumulative FY per Audit	Column D Adjusted Days per Audit
Total Certified Days of Enrollment	2,392	576	2,968	3,766.8578
Total Certified Days of Enrollment with Mental Health Consultation Services	0	0	0	0.0000
Days of Attendance (including MHCS)	2,376	576	2,952	N/A
Total Non-Certified Days of Enrollment	9,551	3,279	12,830	13,325.1646
Total Non-Certified Days of Enrollment with Mental Health Consultation Services	0	0	0	0.0000
Days of Operation	198	0	198	N/A

*Indicates field is required.

Full Name of Contractor **Associated Students, Inc., California State University, Long Beach**Contract Number **CCTR-3078****Section 3 - Revenue**

	Column A Cumulative FY CDNFS 9500	Column B Audit Adjustments	Column C Cumulative per Audit
Restricted Income - Child Nutrition Programs	17,624	1	17,625
Restricted Income - County Maintenance of Effort (WIC Section 10308.5)	0	0	0
Restricted Income - American Rescue Plan Act (ARPA)	16,213	0	16,213
Restricted Income - Other: CCAMPIS Grant	0	52,890	52,890
Restricted Income - Subtotal	33,837	52,891	86,728
Transfer from Reserve	0	0	0
Waived Family Fees for Certified Children*	1,374	0	1,374
Family Fees Collected for Certified Children	0	0	0
Interest Earned on Child Development Apportionment Payments	0	0	0
Unrestricted Income - Fees for Non-Certified Children	475,516	1,522	477,038
Unrestricted Income - Head Start	0	0	0
Unrestricted Income - Other: Contributions from Associated Students, Inc. and others	511,433	(182,989)	328,444
Total Revenue (*Waived Family Fees Not Included)	1,020,786	(128,576)	892,210

Comments: Days of enrollment and days of attendance for certified children adjusted to correctly report enrollment for children who were scheduled to attend less than five days per week.
Days of enrollment for noncertified children adjusted to correctly report enrollment for children who were scheduled to attend less than five days per week.
Revenue and Reimbursable Expenses adjusted for additional changes to general ledger after June CDNFS submission.

Full Name of Contractor **Associated Students, Inc., California State University, Long Beach**Contract Number **CCTR-3078****Section 4 - Reimbursable Expenses**

	Column A Cumulative FY CDNFS 9500	Column B Audit Adjustments	Column C Cumulative per Audit
Direct Payments to Providers (FCCH only)	0	0	0
1000 Certificated Salaries	382,287	24,751	407,038
2000 Classified Salaries	448,409	1	448,410
3000 Employee Benefits	217,187	545	217,732
4000 Books and Supplies	52,384	698	53,082
5000 Services and Other Operating Expenses	136,977	(5,428)	131,549
6100/6200 Other Approved Capital Outlay	0	0	0
6400 New Equipment (program-related)	0	0	0
6500 Equipment Replacement (program-related)	0	0	0
Depreciation or Use Allowance	0	0	0
Start-up Expenses (service level exemption)	0	0	0
Budget Impasse Credit	0	0	0
Indirect Costs (Include in Administrative Cost)	0	0	0
Non-Reimbursable (State Use Only)	0	0	0
Total Reimbursable Expenses	1,237,244	20,567	1,257,811
Total Administrative Cost (included in section 4 above)	32,323	1	32,324
Total Staff Training Cost (included in section 4 above)	0	0	0

Approved Indirect Cost Rate: **0.0 %**☐ NO SUPPLEMENTAL REVENUE / EXPENSES Check this box and omit page 4.

Full Name of Contractor **Associated Students, Inc., California State University, Long Beach**Contract Number **CCTR-3078****Section 5 - Supplemental Revenue**

	Column A Cumulative FY CDNFS 9500	Column B Audit Adjustments	Column C Cumulative per Audit
Enhancement Funding	16,213	(16,213)	0
Other:	0	0	0
Other:	0	0	0
Total Supplemental Revenue	16213	(16213)	0

Section 6 - Supplemental Expenses

	Column A Cumulative FY CDNFS 9500	Column B Audit Adjustments	Column C Cumulative per Audit
1000 Certificated Salaries	0	0	0
2000 Classified Salaries	0	0	0
3000 Employee Benefits	0	0	0
4000 Books and Supplies	0	0	0
5000 Services and Other Operating Expenses	0	0	0
6000 Equipment / Capital Outlay	0	0	0
Depreciation or Use Allowance	0	0	0
Indirect Costs	0	0	0
Non-Reimbursable Supplemental Expenses	0	0	0
Total Supplemental Expenses	0	0	0

Full Name of Contractor **Associated Students, Inc., California State University, Long Beach**Contract Number **CCTR-3078****Section 7 - Summary**

	Column A Cumulative FY CDNFS 9500	Column B Audit Adjustments	Column C Cumulative per Audit
Total Certified Days of Enrollment (including MHCS)	2,392	576	2,968
Days of Operation	198	0	198
Days of Attendance (including MHCS)	2,376	576	2,952
Restricted Program Income	33,837	52,891	86,728
Transfer from Reserve	0	0	0
Family Fees Collected for Certified Children	0	0	0
Interest Earned on Child Development Apportionment Payments	0	0	0
Direct Payments to Providers	0	0	0
Start-up Expenses (service level exemption)	0	0	0
Total Reimbursable Expenses	1,237,244	20,567	1,257,811
Total Administrative Cost	32,323	1	32,324
Total Staff Training Cost	0	0	0
Non-Reimbursable (State use only)	N/A	N/A	

Total Certified Adjusted Days of Enrollment (including MHCS) **3,766.8578**Total Non-Certified Adjusted Days of Enrollment (including MHCS) **13,325.1646**

Independent auditor's assurances on agency's compliance with contract funding terms and conditions and program requirements for programs that transferred to the California Department of Social Services on July 1, 2021 pursuant to WIC Section 10203(b):

Eligibility, enrollment and attendance records are being maintained as required (Select YES or NO from the drop-down box): **Yes**

Reimbursable expenses claimed on page 3 are eligible for reimbursement, reasonable, necessary, and adequately supported (select YES or NO from the drop-down box):

Yes

Include any comments in the comments box on page 2. If necessary, attach additional sheets to explain adjustments.

CHILD CARE AND DEVELOPMENT PROGRAMS CERTIFIED CHILDREN DAYS OF ENROLLMENT AND ATTENDANCE

Fiscal Year Ending	June 30, 2024
Contract Number	CCTR-3078
Vendor Code	19-B776

Full Name of Contractor **Associated Students, Inc., California State University, Long Beach**

Service County: **Los Angeles**

	Column A Cumulative FY CDNFS 9500	Column B Audit Adjustments	Column C Cumulative per Audit	Column D Adjustment Factor	Column E Adjusted Days per Audit
Infants (up to 18 months) Full-time-plus	0	0	0	2.8792	0.0000
Infants (up to 18 months) Full-time	192	12	204	2.4400	497.7600
Infants (up to 18 months) One-half-time	134	140	274	1.4674	402.0676
Toddlers (18 up to 36 months) Full-time-plus	0	0	0	2.1240	0.0000
Toddlers (18 up to 36 months) Full-time	828	77	905	1.8000	1,629.0000
Toddlers (18 up to 36 months) One-half-time	365	227	592	1.0825	640.8400
Three Years and Older Full-time-plus	0	0	0	1.1800	0.0000
Three Years and Older Full-time	0	0	0	1.0000	0.0000
Three Years and Older One-half-time	873	120	993	0.6014	597.1902
Exceptional Needs Full-time-plus	0	0	0	1.8172	0.0000
Exceptional Needs Full-time	0	0	0	1.5400	0.0000
Exceptional Needs One-half-time	0	0	0	0.9262	0.0000

Full Name of Contractor **Associated Students, Inc., California State University, Long Beach**Contract Number **CCTR-3078**

	Column A Cumulative FY CDNFS 9500	Column B Audit Adjustments	Column C Cumulative per Audit	Column D Adjustment Factor	Column E Adjusted Days per Audit
Dual Language Learner Full-time-plus	0	0	0	1.2980	0.0000
Dual Language Learner Full-time	0	0	0	1.1000	0.0000
Dual Language Learner One-half-time	0	0	0	0.6014	0.0000
At Risk of Abuse or Neglect Full-time-plus	0	0	0	1.2980	0.0000
At Risk of Abuse or Neglect Full-time	0	0	0	1.1000	0.0000
At Risk of Abuse or Neglect One-half-time	0	0	0	0.6014	0.0000
Severely Disabled Full-time-plus	0	0	0	2.2774	0.0000
Severely Disabled Full-time	0	0	0	1.9300	0.0000
Severely Disabled One-half-time	0	0	0	1.1607	0.0000
Total Certified Days of Enrollment	2,392	576	2,968	N/A	3,766.8578
Days of Attendance	2,376	576	2,952	N/A	N/A

Enter the sum of Total Certified Days of Enrollment from Form AUD9500.1(s) in the Total Certified Days of Enrollment line of AUD 9500, Section 2.

Enter the sum of Days of Attendance from all Form AUD9500.1(s) and Form AUD9500.2(s) in the Days of Attendance line of AUD 9500, Section 2.

CHILD CARE AND DEVELOPMENT PROGRAMS NON-CERTIFIED CHILDREN DAYS OF ENROLLMENT

Fiscal Year Ending	June 30, 2024
Contract Number	CCTR-3078
Vendor Code	19-B776

Full Name of Contractor **Associated Students, Inc., California State University, Long Beach**

Service County: **Los Angeles**

	Column A Cumulative FY CDNFS 9500	Column B Audit Adjustments	Column C Cumulative per Audit	Column D Adjustment Factor	Column E Adjusted Days per Audit
Infants (up to 18 months) Full-time-plus	0	0	0	2.8792	0.0000
Infants (up to 18 months) Full-time	986	(32)	954	2.4400	2,327.7600
Infants (up to 18 months) One-half-time	343	267	610	1.4674	895.1140
Toddlers (18 up to 36 months) Full-time-plus	0	0	0	2.1240	0.0000
Toddlers (18 up to 36 months) Full-time	1,631	81	1,712	1.8000	3,081.6000
Toddlers (18 up to 36 months) One-half-time	1,579	1,071	2,650	1.0825	2,868.6250
Three Years and Older Full-time-plus	0	0	0	1.1800	0.0000
Three Years and Older Full-time	0	0	0	1.0000	0.0000
Three Years and Older One-half-time	5,012	1,892	6,904	0.6014	4,152.0656
Exceptional Needs Full-time-plus	0	0	0	1.8172	0.0000
Exceptional Needs Full-time	0	0	0	1.5400	0.0000
Exceptional Needs One-half-time	0	0	0	0.9262	0.0000

Full Name of Contractor **Associated Students, Inc., California State University, Long Beach**Contract Number **CCTR-3078**

	Column A Cumulative FY CDNFS 9500	Column B Audit Adjustments	Column C Cumulative per Audit	Column D Adjustment Factor	Column E Adjusted Days per Audit
Dual Language Learner Full-time-plus	0	0	0	1.2980	0.0000
Dual Language Learner Full-time	0	0	0	1.1000	0.0000
Dual Language Learner One-half-time	0	0	0	0.6014	0.0000
At Risk of Abuse or Neglect Full-time-plus	0	0	0	1.2980	0.0000
At Risk of Abuse or Neglect Full-time	0	0	0	1.1000	0.0000
At Risk of Abuse or Neglect One-half-time	0	0	0	0.6014	0.0000
Severely Disabled Full-time-plus	0	0	0	2.2774	0.0000
Severely Disabled Full-time	0	0	0	1.9300	0.0000
Severely Disabled One-half-time	0	0	0	1.1607	0.0000
Total Non-Certified Days of Enrollment	9,551	3,279	12,830	N/A	13,325.1646

Enter the sum of Total Non-Certified Days of Enrollment from all Form AUD 9500.3(s) in the Total Non-Certified Days of Enrollment line of AUD 9500, Section 2.

Contractor Name Associated Students, Inc., California State University, Long Beach
California Department of Education
Audited Enrollment, Attendance and Fiscal
Report for California State Preschool Program

Contract Number: CSPP-3156
Fiscal Year Ended: June 30, 2024
Vendor Code: 19-B776

Section 1 – Number of Counties Where Services are Provided

Number of counties where the agency provided services to certified children (Form 1):**1**

Number of counties where the agency provided mental health consultation services to certified children (Form 2):**0**

Number of counties where the agency provided services to non-certified children (Form 3):**1**

Number of counties where the agency provided mental health consultation services to non-certified children (Form 4):**0**

Total enrollment and attendance forms to attach: **2**

Note: For each of the above categories, submit one form for each service county.

Section 2 – Days of Enrollment, Attendance and Operation

Enrollment and Attendance Form Summary	Column A Cumulative FY per CPARIS	Column B Audit Adjustments	Column C Cumulative FY per Audit	Column D Adjusted Days per Audit
Total Certified Days of Enrollment	3,325	8	3,333	3,895.6492
Total Certified Days of Enrollment with Mental Health Consultation Services	0	0	0	0.0000
Days of Attendance (including MHCS)	3,235	1	3,236	N/A
Total Non-Certified Days of Enrollment	14,440	16	14,456	14,886.1882
Total Non-Certified Days of Enrollment with Mental Health Consultation Services	0	0	0	0.0000

Days of Operation	Column A Cumulative FY per CPARIS	Column B Audit Adjustments	Column C Cumulative FY per Audit	Column D Adjusted Days per Audit
Days of Operation	198	0	198	N/A

Section 3 – Revenue

Restricted Income	Column A – Cumulative FY per CPARIS	Column B – Audit Adjustments	Column C – Cumulative FY per Audit
Child Nutrition Programs	17,706	1	17,707
County Maintenance of Effort (EC Section 8260)	0	0	0
Other: American Rescue Plan Act	0	0	0
Other: CCAMPIS Grant	0	78,010	78,010
TOTAL RESTRICTED INCOME	17,706	78,011	95,717

Transfer from Reserve	Column A – Cumulative FY per CPARIS	Column B – Audit Adjustments	Column C – Cumulative FY per Audit
Transfer from Preschool Reserve	0	0	0

Other Income	Column A – Cumulative FY per CPARIS	Column B – Audit Adjustments	Column C – Cumulative FY per Audit
Waived Family Fees for Certified Children (July - September)	2,392	0	2,392
Family Fees for Certified Children (October - June)	0	0	0
Interest Earned on Apportionment Payments	0	0	0
Unrestricted Income: Fees for Non-Certified Children	484,665	2,244	486,909
Unrestricted Income: Head Start	279,133	(279,133)	0
Other: Contributions from Associated Students, Inc.	459,511	(129,636)	329,875
Other: Contributions from others	0	212,273	212,273

Section 4 - Reimbursable Expenses

Cost Category	Column A – Cumulative FY per CPARIS	Column B – Audit Adjustments	Column C – Cumulative FY per Audit
Direct Payments to Providers (FCCH only)	0	0	0
Direct Payments to Subcontractors: Cost of Care Plus & One-Time Allocations Only	0	0	0
1000 Certificated Salaries	374,042	42,767	416,809
2000 Classified Salaries	568,810	54,990	623,800
3000 Employee Benefits	214,987	804	215,791
4000 Books and Supplies	69,446	9,828	79,274
5000 Services and Other Operating Expenses	188,246	8,560	196,806
6100/6200 Other Approved Capital Outlay	0	0	0
6400 New Equipment (program-related)	0	0	0
6500 Equipment Replacement (program-related)	0	0	0
Depreciation or Use Allowance	0	0	0
Start-up Expenses (service level exemption)	0	0	0
Indirect Costs (include in Total Administrative Cost)	0	0	0
TOTAL REIMBURSABLE EXPENSES	1,415,531	116,949	1,532,480

Does the agency have an indirect cost rate approved by its cognizant agency (Select YES or NO)? ☐ Yes ☒ No

Approved Indirect Cost Rate: 0.0 %

Specific Items of Reimbursable Expenses	Column A – Cumulative FY per CPARIS	Column B – Audit Adjustments	Column C – Cumulative FY per Audit
Total Administrative Cost (included in Reimbursable Expenses)	0	47,676	47,676
Total Staff Training Cost (included in Reimbursable Expenses)	0	0	0

Section 5 - Supplemental Funding

Supplemental Revenue	Column A – Cumulative FY per CPARIS	Column B – Audit Adjustments	Column C – Cumulative FY per Audit
Enhancement Funding	36,689	(36,689)	0
Other:	0	0	0
Other:	0	0	0
TOTAL SUPPLEMENTAL REVENUE	36,689	(36,689)	0

Supplemental Expenses	Column A – Cumulative FY per CPARIS	Column B – Audit Adjustments	Column C – Cumulative FY per Audit
1000 Certificated Salaries	0	0	0
2000 Classified Salaries	0	0	0
3000 Employee Benefits	0	0	0
4000 Books and Supplies	0	0	0
5000 Services and Other Operating Expenses	0	0	0
6000 Equipment / Capital Outlay	0	0	0
Depreciation or Use Allowance	0	0	0
Indirect Costs	0	0	0
Non-Reimbursable Supplement Expenses	0	0	0
TOTAL SUPPLEMENTAL EXPENSES	0	0	0

Section 6 - Summary

Description	Column A – Cumulative FY per CPARIS	Column B – Audit Adjustments	Column C – Cumulative FY per Audit
Total Certified Days of Enrollment (including MHCS)	3,325	8	3,333
Days of Operation	198	0	198
Days of Attendance (including MHCS)	3,235	1	3,236
Total Certified Adjusted Days of Enrollment	N/A	N/A	3,895.6492
Total Non-Certified Adjusted Days of Enrollment	N/A	N/A	14,886.1882
Restricted Program Income	17,706	78,011	95,717
Transfer from Preschool Reserve Account	0	0	0
Family Fees for Certified Children (October - June)	0	0	0
Interest Earned on Apportionment Payments	0	0	0
Direct Payments to Providers	0	0	0
Start-up Expenses (service level exemption)	0	0	0
Total Reimbursable Expenses	1,415,531	116,949	1,532,480
Total Administrative Cost	0	47,676	47,676
Total Staff Training Cost	0	0	0
Non-Reimbursable Cost (State Use Only)	N/A	N/A	0

Section 7 - Auditor's Assurances

Independent auditor's assurances on agency's compliance with the contract funding terms and conditions and program requirements of the California Department of Education, Early Education Division:

Eligibility, enrollment and attendance records are being maintained as required (Select YES or NO): ☒ Yes ☐ No

Reimbursable expenses claimed in Section 4 are eligible for reimbursement, reasonable, necessary, and adequately supported (Select YES or NO): ☒ Yes ☐ No

Section 8 - Comments

Include any comments in the comment box. If necessary, attach additional sheets to explain adjustments.

Days of enrollment and days of attendance for certified children adjusted to correctly report enrollment for children who were scheduled to attend less than five days per week.
Days of enrollment for noncertified children adjusted to correctly report enrollment for children who were scheduled to attend less than five days per week.
Days of attendance adjusted 1 day to correct transposition error.
Revenue and Reimbursable Expenses adjusted for additional changes to general ledger after June CDNFS submission.

California State Preschool Program – Form 1 Certified Children Days of Enrollment and Attendance

Service County: Los Angeles

Enrollment Description	Column A Cumulative FY per CPARIS June Report	Column B Audit Adjustments	Column C Cumulative FY per Audit	Column D Adjustment Factor	Column E Adjusted Days per Audit
Three Years Old Full-time-plus	0	0	0	2.1240	0.0000
Three Years Old Full-time	1,004	8	1,012	1.8000	1,821.6000
Three Years Old Part-time	146	0	146	1.0827	158.0742
Four Years and Older Full-time-plus	0	0	0	1.1800	0.0000
Four Years and Older Full-time	1,525	0	1,525	1.0000	1,525.0000
Four Years and Older Part-time	650	0	650	0.6015	390.9750
Exceptional Needs Full-time-plus	0	0	0	2.8320	0.0000
Exceptional Needs Full-time	0	0	0	2.4000	0.0000
Exceptional Needs Part-time	0	0	0	1.4436	0.0000
Dual Language Learner Full-time-plus	0	0	0	1.4160	0.0000
Dual Language Learner Full-time	0	0	0	1.2000	0.0000
Dual Language Learned Part-time	0	0	0	0.6015	0.0000

Enrollment Description	Column A Cumulative FY per CPARIS June Report	Column B Audit Adjustments	Column C Cumulative FY per Audit	Column D Adjustment Factor	Column E Adjusted Days per Audit
At Risk of Abuse or Neglect Full-time-plus	0	0	0	1.2980	0.0000
At Risk of Abuse or Neglect Full-time	0	0	0	1.1000	0.0000
At Risk of Abuse or Neglect Part-time	0	0	0	0.6015	0.0000
Severely Disabled Full-time-plus	0	0	0	2.8320	0.0000
Severely Disabled Full-time	0	0	0	2.4000	0.0000
Severely Disabled Part-time	0	0	0	1.4436	0.0000
TOTAL CERTIFIED DAYS OF ENROLLMENT	3,325	8	3,333	N/A	3,895.6492

Attendance	Column A Cumulative FY per CPARIS June Report	Column B Audit Adjustments	Column C Cumulative FY per Audit	Column D Adjustment Factor	Column E Adjusted Days per Audit
DAYS OF ATTENDANCE	3,235	1	3,236	N/A	N/A

Enter the sum of Total Certified Days of Enrollment from all Form 1s in the Total Certified Days of Enrollment line of AUD 8501, Section 2.

Enter the sum of Days of Attendance from all Form 1s and Form 2s in the Days of Attendance line of AUD 8501, Section 2.

California State Preschool Program – Form 3 Non-Certified Children Days of Enrollment

Service County: Los Angeles

Enrollment Description	Column A Cumulative FY per CPARIS June Report	Column B Audit Adjustments	Column C Cumulative FY per Audit	Column D Adjustment Factor	Column E Adjusted Days per Audit
Toddlers (18 up to 36 months) Full-time-plus	0	0	0	2.1240	0.0000
Toddlers (18 up to 36 months) Full-time	0	0	0	1.8000	0.0000
Toddlers (18 up to 36 months) Part-time	0	0	0	0.9900	0.0000
Three Years Old Full-time-plus	0	0	0	2.1240	0.0000
Three Years Old Full-time	2,513	5	2,518	1.8000	4,532.4000
Three Years Old Part-time	4,157	9	4,166	1.0827	4,510.5282
Four Years and Older Full-time-plus	0	0	0	1.1800	0.0000
Four Years and Older Full-time	2,932	0	2,932	1.0000	2,932.0000
Four Years and Older Part-time	4,838	2	4,840	0.6015	2,911.2600
Exceptional Needs Full-time-plus	0	0	0	2.8320	0.0000
Exceptional Needs Full-time	0	0	0	2.4000	0.0000
Exceptional Needs Part-time	0	0	0	1.4436	0.0000
Dual Language Learner Full-time-plus	0	0	0	1.4160	0.0000
Dual Language Learner Full-time	0	0	0	1.2000	0.0000
Dual Language Learner Part-time	0	0	0	0.6015	0.0000

Enrollment Description	Column A Cumulative FY per CPARIS June Report	Column B Audit Adjustments	Column C Cumulative FY per Audit	Column D Adjustment Factor	Column E Adjusted Days per Audit
At Risk of Abuse or Neglect Full-time-plus	0	0	0	1.2980	0.0000
At Risk of Abuse or Neglect Full-time	0	0	0	1.1000	0.0000
At Risk of Abuse or Neglect Part-time	0	0	0	0.6015	0.0000
Severely Disabled Full-time-plus	0	0	0	2.8320	0.0000
Severely Disabled Full-time	0	0	0	2.4000	0.0000
Severely Disabled Part-time	0	0	0	1.4436	0.0000
TOTAL NON-CERTIFIED DAYS OF ENROLLMENT	14,440	16	14,456	N/A	14,886.1882

Enter the sum of Total Non-Certified Days of Enrollment from all Form 3s in the Total Non-Certified Days of Enrollment line of AUD 8501, Section 2.

OTHER REQUIRED INFORMATION

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

To the Audit Committee
Associated Students, Inc., California State University, Long Beach
Isabel Patterson Child Development Center

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of Associated Students, Inc., California State University, Long Beach, (a nonprofit organization), Isabel Patterson Child Development Center (Center), which comprise the statement of financial position as of June 30, 2024, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated December 12, 2024.

Report on Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Center'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 Center's internal control. Accordingly, we do not express an opinion on the effectiveness of the Center's internal control.

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

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. 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 Center'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 instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* which are described in the accompanying schedule of findings and questioned costs as items 2024-001 and 2024-002.

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

The Center's Response to Findings

Government Auditing Standards requires the auditor to perform limited procedures on the Center's response to the findings identified in our audit and described in the accompanying schedule of findings and questioned costs. The Center's response was not subjected to the other auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on the response.

Purpose of This Report

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

Aldrich CPAs + Advisors LLP

Brea, California
December 12, 2024

**ASSOCIATED STUDENTS, INC., CALIFORNIA STATE UNIVERSITY, LONG BEACH
ISABEL PATTERSON CHILD DEVELOPMENT CENTER**

Schedule of Findings and Questioned Costs

Year Ended June 30, 2024

Section I - Summary of Auditor's Results

Financial Statements

Type of Auditor's Report Issued: Unmodified

Internal control over financial reporting:

Material weakness identified?	No
Significant deficiency identified that is not considered to be a material weakness?	None noted.
Noncompliance material to financial statements noted?	No

Section II - Financial Statement Findings

None reported.

Section III - Findings and Questioned Costs for Child Development Programs

Significant Deficiency

2024-001

Incomplete Sign-in/Sign-out Signatures

Program Information: General Child Care and Development Program and California State Preschool Program, ALN 93.575/93.596

Criteria: Per Section IV(C) of the California Department of Social Services Fiscal Year 2023-24 Funding Terms and Conditions and Section VI(C) of the California Department of Education California State Preschool Fiscal Year 2023-24 Contract Terms and Conditions, attendance for each program is required to be recorded on daily sign-in/sign-out sheets. On a daily basis, either the parent or other authorized adult by the parent to drop off/pick-up a child shall sign the sheet using their full signature for both arrival and departure times.

Condition: Six signatures tested were incomplete and not deemed full signatures.

Questioned Costs: The related conditions did not result in reportable questioned costs.

Effect and Context: For 4 of the 40 attendance days tested, the signature used to sign the child in/out was an easily duplicatable initial. For 2 of the 40 attendance days tested, the signature used to sign the child in/out was a printed name with an abbreviated first or last name.

Cause: It can be challenging to monitor every parent or guardian that signs the child in/out as they usually all arrive to drop off/pick up at similar times. Ultimately, the system currently relies on the parents or other authorized adult to provide a full signature.

Recommendation: We recommend providing a reminder to subsidized families that full signatures are required for sign-in/sign-outs and reviewing the sign-in/sign-out sheets on a regular basis to identifying specific parents or other authorized adults that do not meet the full signature requirement and have them provide an updated signature to maintain compliance. If a child is signed in/out by an authorized adult who may be unfamiliar with the requirement and provides less than a full signature, then the Center can request an updated full signature from the parent on a subsequent day.

**ASSOCIATED STUDENTS, INC., CALIFORNIA STATE UNIVERSITY, LONG BEACH
ISABEL PATTERSON CHILD DEVELOPMENT CENTER**

Schedule of Findings and Questioned Costs

Year Ended June 30, 2024

Section III - Findings and Questioned Costs for Child Development Programs, continued

2024-001, continued

Views of Responsible
Officials:

Management recognizes this is a major challenge the department faces and will resend reminders to parents about the importance of using full signatures when signing children in/out. Additionally, management will incorporate spot checks to ensure signatures are in compliance.

Significant Deficiency

2024-002

Failure to Adjust Payroll Expense for Accrual Based on Timing of Pay Period

Program Information:

General Child Care and Development Program and California State Preschool Program, ALN 93.575/93.596

Criteria:

Per Section III(I) of the California Department of Social Services Fiscal Year 2023-24 Funding Terms and Conditions and Section V(H) of the California Department of Education California State Preschool Fiscal Year 2023-24 Contract Terms and Conditions, program costs must be incurred during the contract period. Additionally, contractors shall not use current year contract funds to pay prior or future year obligations.

Condition:

Payroll expense was not accrued at year end causing costs to be reimbursed for the incorrect period.

Questioned Costs:

The related condition resulted in costs of \$9,158 related to fiscal year 2023 payroll being recorded in fiscal year 2024. Similarly, costs of \$6,757 related to fiscal year 2024 payroll were recorded in fiscal year 2025, netting to a total overstatement of contract expenses in fiscal year 2024 of \$2,401.

Effect and Context:

For 1 of the 8 selections tested, the pay period ended on June 30, 2023. The expense was recorded on the pay date of July 10, 2023, resulting in salaries earned in fiscal year 2022-23 being recorded in fiscal year 2023-24.

Cause:

Year-end close procedures did not adjust for payroll accruals based on timing of work performed due to insignificant differences in total expenses between the first and last pay period of the fiscal year.

Recommendation:

We recommend the Center perform a year-end close that includes accruing for salaries earned in the related fiscal year.

Views of Responsible
Officials:

Management agrees with the finding and will perform a year-end close to capture salary accruals.

Section IV - Status of Corrective Action on Prior Year Findings

None reported.

AUDITOR'S WRITTEN COMMUNICATION

To the Audit Committee
Associated Students, Inc., California State University, Long Beach
Isabel Patterson Child Development Center

In planning and performing our audit of the financial statements of Associated Students, Inc., California State University, Long Beach Isabel Patterson Child Development Center (Center) as of and for the year ended June 30, 2024, in accordance with auditing standards generally accepted in the United States of America, we considered the Center'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 Center's internal control. Accordingly, we do not express an opinion on the effectiveness of the Center's internal control.

Our consideration of internal control was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. We did not identify any deficiencies in internal control that we consider to be material weaknesses. However, as discussed below, we identified certain deficiencies in internal control that we consider to be significant deficiencies.

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

1. Six sign-in/sign-out signatures were incomplete or missing (2024-001).
2. Payroll costs of \$2,401 were charged to the incorrect period (2024-002).

This communication is intended solely for the information and use of management and the Board of Directors of the Center's, others within the organization, and officials of the California Department of Education and the California Department of Social Services and is not intended to be, and should not be, used by anyone other than these specified parties.

Aldrich CPAs + Advisors LLP

Brea, California
December 12, 2024

Quality Review Checklist for FY 2023–24 Child Care and Development Program Agencies

Vendor Number: 19-B776

Agency Name: Assoicated Students, Inc., California State Univeristy Long Beach Isabel Patterson Child Development Center

Director Name & email: Alec Colchico alec.colchico@csulb.edu

Introduction

The quality review checklist is required to be completed by the agency's representative and submitted along with the agency's 2023–24 audit report and is designed to reduce or eliminate the need for follow-up questions that arise as the California Department of Social Services, Office of Audit Services reviews the organization's audit report submission in accordance with California Code of Regulations, Title 5, Section 18072.

If questions arise during the audit report review process, the reviewer will contact the agency's Certified Public Accountant (CPA). Please provide the name and email address for the specific auditor at the CPA firm that conducted the agency's audit.

CPA Firm: Aldrich CPAs + Advisors LLP

Auditor Name: Bobby LaCour

Auditor Email: rlacour@aldrichadvisors.com

Required Contents

1. Does the audit report include the following? (*Note: This information is required for all agencies. For more information, reference the Audit Guide: Chapter 200, Exhibit A; Chapter 300; and Illustrative Contractor Audit Report*):

- a. Independent Auditor's Report, based on Generally Accepted Auditing Standards and Government Auditing Standards ☒ Yes ☐ No
 - i. Does the Independent Auditor's Report indicate whether the supplementary information is fairly presented in all material respects in relation to the financial statements as a whole? ☒ Yes ☐ No
- b. Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with Government Auditing Standards ☒ Yes ☐ No
- c. Statement of Financial Position / Balance Sheet ☒ Yes ☐ No
- d. Statement of Activities / Income Statement ☒ Yes ☐ No
- e. Notes to Financial Statements ☒ Yes ☐ No

- f. Schedule of Expenditures of Federal and State Awards ☒ Yes ☐ No
- g. Schedule of Findings and Questioned Costs..... ☒ Yes ☐ No
- h. Combining Statement of Activities ☒ Yes ☐ No
- i. Schedule of Claimed Administrative Costs ☒ Yes ☐ No
- j. Schedule of Claimed Equipment Expenditures..... ☒ Yes ☐ No
- k. Schedule of Claimed Expenditures for Renovations and Repairs ☒ Yes ☐ No
- l. Audited Attendance and Fiscal Report (AUD) form for each child care and development program contract..... ☒ Yes ☐ No
- m. Notes to the Child Care and Development Contract Supplemental Information..... ☒ Yes ☐ No

2. If applicable, does the audit report submission include the following (*Note: This information is only required under certain circumstances. For more information reference the CDSS Audit Guide: Chapter 200, Exhibit A; Chapter 300; and Illustrative Contractor Audit Report*):

- a. Report on Compliance for Each Major Federal Program; Report on Internal Control Over Compliance; and Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance (2 CFR Part 200, Subpart F) ☐ Yes ☐ No ☒ N/A
- b. Management letter and/or internal control communication letter ☒ Yes ☐ No ☐ N/A
- c. Statement of Cash Flows ☒ Yes ☐ No ☐ N/A
- d. Statement of Functional Expenses ☒ Yes ☐ No ☐ N/A
- e. Schedule of Claimed Start-Up Expenses ☐ Yes ☐ No ☒ N/A
- f. Audited Reserve Account Activity Report (AUD 9530-A) ☐ Yes ☐ No ☒ N/A
- g. Reconciliation of fiscal year not ending on June 30..... ☐ Yes ☐ No ☒ N/A
- h. Reconciliation of CD Reporting to GAAP Reporting..... ☒ Yes ☐ No ☐ N/A
- i. An audit report that includes all required information for any agencies the contractor entered into a subcontract with for child care and development services (see FT&C Section I Definitions)..... ☐ Yes ☐ No ☒ N/A

AUDs and Financial Statements

3. Were all AUDs prepared on the correct fiscal year's form? ☒ Yes ☐ No
4. Are all pages of the AUD form(s) included? ☒ Yes ☐ No
a. If not, was the appropriate box marked to explain why the pages were omitted? ☐ Yes ☐ No ☒ N/A
5. Does each AUD's Column A agree to the year-end CDNFS Report's Column C - Cumulative Fiscal Year? ☒ Yes ☐ No
6. Do each AUD's total expenses claimed for reimbursement and total supplemental expenses trace to and agree with the amounts reported on the Schedule of Expenditures by State Categories? ☒ Yes ☐ No
7. For each contract, do the total expenses on the Schedule of Expenditures by State Categories trace to and agree with the total expenses on the Combining Statement of Activities or any applicable expense reconciliation schedules presented in the report? ☒ Yes ☐ No
8. Does the total revenue and expenses on the Combining Statement of Activities (CSA) trace and agree to the Statement of Activities? ☒ Yes ☐ No
9. Does each AUD's revenue related to reimbursable expenses trace to and agree with the Combining Statement of Activities or other Statement? ☒ Yes ☐ No

Capitalized Expenses

10. Are all capitalized expenditures using child development funds identified in the Schedule of Claimed Expenditures for Renovations & Repairs or Schedule of Claimed Equipment Expenditures schedules? (Note: "Capitalized Equipment" is defined by the FT&C as equipment with a per-unit acquisition cost that equals or exceeds the lesser of the capitalization level established by the contractor for financial statement purposes, or \$5,000, including tax) ☒ Yes ☐ No
11. Do capitalized equipment expenses on AUD line items 6400, 6500 and/or start-up expenses trace to and agree with the Schedule of Claimed Equipment Expenditures? ☒ Yes ☐ No
12. Do other capital outlays, line item 6100/6200 on the AUD, trace to and agree with the Schedule of Claimed Expenditures for Renovations & Repairs? ☒ Yes ☐ No

13. Did the agency obtain preapproval for items expensed in line item(s) 6100/6200, 6400 and/or 6500? ☐ Yes ☐ No ☒ N/A
a. If not, please explain (attach additional pages if necessary):

14. If the agency has Child Care Facilities Revolving Fund or California Renovation and Repair loan repayments, are the expenditures correctly reported in line 6100/6200? ☐ Yes ☐ No ☒ N/A

Indirect and Administrative Costs

15. If the agency has an approved indirect cost rate, is it accurately reported on the AUD(s)? ☐ Yes ☐ No ☒ N/A
16. If indirect costs are claimed, are they within the maximum indirect cost rate of the lesser of its approved rate or ten percent (10%)? ☐ Yes ☐ No ☒ N/A
17. If indirect costs were reported, does the indirect cost amount agree to the indirect costs amount reported on the Schedule of Claimed Administrative Costs? ☐ Yes ☐ No ☒ N/A
18. Do the total administrative costs reported on the AUD(s) trace to and agree with the total expense amounts reported on the Schedule of Claimed Administrative Costs? ☒ Yes ☐ No

Enrollment, Attendance, and Assurances on Center-Based AUDs

19. Is the number of days of enrollment the same or greater than the number of days of attendance reported on the AUD(s)? ☒ Yes ☐ No ☐ N/A
20. Were the two assurance certifications checked on the AUD? ☒ Yes ☐ No ☐ N/A

Audited Reserve Account Activity Report

21. Does each Audited Reserve Account Activity Report either identify interest earned on reserve funds or explain in the comments section why no interest is reported? ☐ Yes ☐ No ☒ N/A
22. If there was a reserve account ending balance, was it correctly reported in the Statement of Financial Position/Balance Sheet as a liability? ☐ Yes ☐ No ☒ N/A

Revenue

23. If Child and Adult Care Food Program (CACFP) expenses were allocated to a child care and development contract, was the related revenue reported as restricted income? (Note: Reported revenue should be the lesser of the amount of CACFP funds paid to an agency or the amount of expenses allocated to the contract) ☒ Yes ☐ No ☐ N/A
24. Was all revenue correctly classified as restricted or unrestricted in the AUD form(s)? ☒ Yes ☐ No ☐ N/A
25. If the agency received funds from the Paycheck Protection Program, were any funds used for a child care and development program reported as restricted income? ☐ Yes ☐ No ☒ N/A
26. If non-certified children are reported in the AUD(s), were non-certified family fees reported? ☒ Yes ☐ No ☐ N/A
- a. If not, please explain (attach additional pages if necessary):

Completed By: Alec Colchico

Title: IPCDC Director

If necessary, add additional comments here:

Quality Review Checklist

California State Preschool Program Contractors

Contractor Name & Vendor #:

Associated Students, Inc., California State University Long Beach Isabel Patterson Child Development Center 19-B776

Introduction

The quality review checklist is required to be completed by the contractor's representative and submitted along with the contractor's audit report and is designed to reduce or eliminate the need for follow-up questions that arise as the California Department of Education (CDE), Audits & Investigations Division reviews the organization's audit report submission in accordance with California Code of Regulations, Title 5, Section 17824.

If questions arise during the audit report review process, the reviewer will contact the contractor's Certified Public Accountant (CPA). Please provide an email address for the CPA or CPA firm that conducted the contractor's audit.

CPA Firm / CPA Name: Aldrich CPAs + Advisors LLP / Bobby LaCour

Email: rlacour@aldrichadvisors.com

Required Contents

1. Does the audit report include the following? (*Note: This information is required for all contractors. For more information, reference the [CDE Audit Guide](#): Chapter 200, Exhibit A; Chapter 300; and Appendix A, Illustrative Contractor Audit Report.*):

- a. Independent Auditor's Report, based on Generally Accepted Auditing Standards and Government Auditing Standards ☒ Yes ☐ No
 - i. Does the Independent Auditor's Report indicate whether the supplementary information is fairly presented in all material respects in relation to the financial statements as a whole? ☒ Yes ☐ No
- b. Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with Government Auditing Standards ☒ Yes ☐ No
- c. Statement of Financial Position / Balance Sheet ☒ Yes ☐ No
- d. Statement of Activities / Income Statement ☒ Yes ☐ No
- e. Notes to Financial Statements ☒ Yes ☐ No
- f. Schedule of Expenditures of Federal and State Awards ☒ Yes ☐ No

- g. Schedule of Findings and Questioned Costs..... ☒ Yes ☐ No
- h. Combining Statement of Activities ☒ Yes ☐ No
- i. Schedule of Expenditures by State Categories ☒ Yes ☐ No
- j. Schedule of Claimed Administrative Costs ☒ Yes ☐ No
- k. Schedule of Claimed Equipment Expenditures..... ☒ Yes ☐ No
- l. Schedule of Claimed Expenditures for Renovations and Repairs ☒ Yes ☐ No
- m. Audited Attendance and Fiscal Report (AUD) form for each early education contract ☒ Yes ☐ No
- n. Notes to the Child Care and Development Program Supplemental Information..... ☒ Yes ☐ No

2. If applicable, does the audit report submission include the following (*Note: This information is only required under certain circumstances. For more information reference the CDE Audit Guide: Chapter 200, Exhibit A; Chapter 300; and Appendix A, Illustrative Contractor Audit Report.*):

- a. Report on Compliance for Each Major Federal Program; Report on Internal Control Over Compliance; and Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance (2 CFR Part 200, Subpart F)..... ☐ Yes ☐ No ☒ N/A
- b. Management letter and/or internal control communication letter ☒ Yes ☐ No ☐ N/A
- c. Statement of Cash Flows ☒ Yes ☐ No ☐ N/A
- d. Statement of Functional Expenses ☒ Yes ☐ No ☐ N/A
- e. Schedule of Claimed Start-Up Expenses ☐ Yes ☐ No ☒ N/A
- f. Audited Preschool Reserve Account Activity Report (AUD 9530-A) ☐ Yes ☐ No ☒ N/A
- g. Reconciliation of fiscal year not ending on June 30..... ☐ Yes ☐ No ☒ N/A
- h. Reconciliation of CDE Reporting to GAAP Reporting..... ☒ Yes ☐ No ☐ N/A
- i. An audit report that includes all required information for any agencies that the contractor entered into a subcontract for state preschool services with (see the Contract Terms and Conditions (CT&C) Section I – Definitions)..... ☐ Yes ☐ No ☒ N/A

AUDs and Financial Statements

3. Were all AUDs prepared on the correct fiscal year's form? ☒ Yes ☐ No
4. Are all pages of the AUD form(s) included? ☒ Yes ☐ No
a. If not, was the appropriate box marked to explain why the pages were omitted? ☐ Yes ☐ No ☒ N/A
5. Are all applicable enrollment and attendance forms included in the audit report? [Note that the audit report should include a separate form for each service county where the agency provided a type of service (e.g. services to certified children, services to non-certified children, etc.)]..... ☒ Yes ☐ No
6. Does each AUD's column A agree to column C of the applicable CPARIS report? ☒ Yes ☐ No
7. Does the AUD 8501, Section 2 – Enrollment and Attendance Form Summary, correctly report the sum of the enrollment and attendance from the applicable enrollment and attendance forms?..... ☒ Yes ☐ No
8. Do each AUD's total expenses claimed for reimbursement and total supplemental expenses trace to and agree with the amounts reported on the Schedule of Expenditures by State Categories?..... ☒ Yes ☐ No
9. For each contract, do the total expenses on the Schedule of Expenditures by State Categories trace to and agree with the total expenses on the Combining Statement of Activities or any applicable expense reconciliation schedule presented in the report? ☒ Yes ☐ No
10. Do the total revenue and expenses on the Combining Statement of Activities (CSA) trace and agree to the Statement of Activities? ☒ Yes ☐ No
11. Does each AUD's revenue related to reimbursable expenses trace to and agree with the Combining Statement of Activities or other Statement? ☒ Yes ☐ No

Capitalized Expenses

12. Are all capitalized expenditures using child development funds identified in the Schedule of Claimed Expenditures for Renovations & Repairs or Schedule of Claimed Equipment Expenditures? (Note: "Capitalized Equipment" is defined by the CT&C as equipment with a per-unit acquisition cost that equals or exceeds the lesser of the capitalization level established by the contractor for financial statement purposes, or \$5,000, including tax.)..... ☒ Yes ☐ No
13. Do capitalized equipment expenses on AUD line items 6400, 6500 and/or start-up expenses trace to and agree with the Schedule of Claimed Equipment Expenditures? ☒ Yes ☐ No

14. Does the Schedule of Claimed Equipment Expenditures report expenses in the appropriate categories for the agency's capitalization threshold? (See the *CDE Audit Guide*, Section 330 – Equipment Expenditures) ☒ Yes ☐ No
15. Do other capital outlays, line item 6100/6200 on the AUD, trace to and agree with the Schedule of Claimed Expenditures for Renovations & Repairs? ☒ Yes ☐ No
16. Did the contractor obtain preapproval for items expensed in line item(s) 6100/6200, 6400 and/or 6500? ☐ Yes ☐ No ☒ N/A
a. If not, please explain (attach additional pages if necessary).

17. If the contractor has Child Care Facilities Revolving Fund or California Renovation and Repair loan repayments, are the expenditures correctly reported in line 6100/6200? ☐ Yes ☐ No ☒ N/A

Indirect and Administrative Costs

18. If the contractor has an approved indirect cost rate, is it accurately reported on the AUD(s)? ☐ Yes ☐ No ☒ N/A
19. If indirect costs are claimed, are they within the maximum indirect cost rate of the lesser of its approved rate or ten percent (10%)? ☐ Yes ☐ No ☒ N/A
20. If indirect costs were reported, does the indirect cost amount agree to the indirect costs amount reported on the Schedule of Claimed Administrative Costs? ☐ Yes ☐ No ☒ N/A
21. Do the total administrative costs reported on the AUD(s) trace to and agree with the total expense amounts reported on the Schedule of Claimed Administrative Costs? ☒ Yes ☐ No

Enrollment, Attendance, and Assurances on State Preschool AUDs

22. Is the number of days of enrollment the same or greater than the number of days of attendance reported on the AUD(s)? ☒ Yes ☐ No ☐ N/A
23. Were the two assurance certifications checked on the AUD 8501? ☒ Yes ☐ No

Audited Preschool Reserve Account Activity Report

24. Does each Audited Preschool Reserve Account Activity Report either identify interest earned on reserve funds or explain in the comments section why no interest is reported? ☐ Yes ☐ No ☒ N/A

25. If there was a preschool reserve account ending balance, was it correctly reported in the Statement of Financial Position/Balance Sheet as a liability?..... ☐ Yes ☐ No ☒ N/A

Revenue

26. If Child and Adult Care Food Program (CACFP) expenses were allocated to a state preschool contract, was the related revenue reported as restricted income? (Note: Reported revenue should be the lesser of the amount of CACFP funds paid to a contractor or the amount of expenses allocated to the contract.) ☒ Yes ☐ No ☐ N/A

27. Was all revenue correctly classified as restricted or unrestricted in the AUD form(s)? ☒ Yes ☐ No ☐ N/A

28. If the contractor used the deferred FY 2022-23 service-level exemption credit for set aside (for exceptional needs and severely disabled children) to cover expenses, was the credit reported as restricted income? ☐ Yes ☐ No ☒ N/A

29. If the contractor earned Employee Retention Tax Credit on reimbursable expenses by a state preschool program, were the credits reported as restricted income? ☐ Yes ☐ No ☒ N/A

30. If non-certified children are reported in the AUD(s), were non-certified family fees reported? ☒ Yes ☐ No ☐ N/A
a. If not, please explain (attach additional pages if necessary).

Completed By: Alec Colchico
Title: IPCDC Director

Additional
Comments:

Associated Students, Inc., California State University, Long Beach

FINANCIAL STATEMENTS AND SUPPLEMENTAL INFORMATION

Year Ended June 30, 2024



ASSOCIATED STUDENTS, INC., CALIFORNIA STATE UNIVERSITY, LONG BEACH
Financial Statements and Supplemental Information
Year Ended June 30, 2024

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INDEPENDENT AUDITOR'S REPORT

To the Audit Committee
Associated Students, Inc., California State University, Long Beach

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of Associated Students, Inc., California State University, Long Beach (a nonprofit organization), which comprise the statement of financial position as of June 30, 2024, 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 financial statements present fairly, in all material respects, the financial position of Associated Students, Inc., California State University, Long Beach as of June 30, 2024, 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 in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Associated Students, Inc., California State University, Long Beach and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. 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 Associated Students, Inc., California State University, Long Beach's ability to continue as a going concern within one year after the date that the financial statements are available to be 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 generally accepted auditing standards and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

INDEPENDENT AUDITOR'S REPORT, CONTINUED

Auditor's Responsibilities for the Audit of the Financial Statements, continued

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of Associated Students, Inc., California State University, Long Beach's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Associated Students, Inc., California State University, Long Beach'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.

Report on Supplemental Information

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The supplemental information on pages 18 - 36 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 audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated September 19, 2024, on our consideration of Associated Students, Inc., California State University, Long Beach'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 Associated Students, Inc., California State University, Long Beach's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Associated Students, Inc., California State University, Long Beach's internal control over financial reporting and compliance.

Aldrich CPAs + Advisors LLP

Brea, California
September 19, 2024

ASSOCIATED STUDENTS, INC., CALIFORNIA STATE UNIVERSITY, LONG BEACH**Statement of Financial Position**June 30, 2024

ASSETS

Current Assets:

Cash and cash equivalents	\$ 18,230,183
Accounts receivable	280,328
Accounts receivable - related parties	3,062
Inventory	4,562
Prepaid expenses	<u>35,461</u>

Total Current Assets 18,553,596

Noncurrent Assets:

Investments	4,130,652
Property and equipment, net of accumulated depreciation	<u>6,616,768</u>

Total Noncurrent Assets 10,747,420

Total Assets \$ 29,301,016

LIABILITIES AND NET ASSETS

Current Liabilities:

Accounts payable	\$ 1,326,008
Accounts payable - related parties	373,792
Accrued expenses	102,212
Funds held for affiliates	1,714,337
Unearned revenues	<u>37,700</u>

Total Current Liabilities 3,554,049

Noncurrent Liabilities:

Post-retirement medical benefit obligation	3,077,493
Pension obligation	<u>7,749,918</u>

Total Noncurrent Liabilities 10,827,411

Total Liabilities 14,381,460

Net Assets - Without Donor Restrictions:

Invested in property and equipment	6,616,768
Undesignated	<u>8,302,788</u>

Total Net Assets - Without Donor Restrictions 14,919,556

Total Liabilities and Net Assets \$ 29,301,016

ASSOCIATED STUDENTS, INC., CALIFORNIA STATE UNIVERSITY, LONG BEACH**Statement of Activities**Year Ended June 30, 2024

Revenue and Other Support Without Donor Restrictions:

Student activity fees	\$ 17,765,803
Sales and services of auxiliary enterprises	3,337,218
Grants and contracts	608,135
Sales and services of educational activities	250,450
Other operating revenues	<u>306,134</u>

Total Operating Revenues	<u>22,267,740</u>
--------------------------	-------------------

Operating Expenses:

Program services	17,157,836
Supporting services - general and administrative	<u>3,414,680</u>

Total Operating Expenses	<u>20,572,516</u>
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Change in Net Assets from Operations	1,695,224
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Non-Operating Revenues (Expenses):

Investment return, net	933,570
Pension related charges other than periodic pension cost	<u>(290,041)</u>

Total Non-Operating Revenues	<u>643,529</u>
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Change in Net Assets	2,338,753
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Net Assets - Without Donor Restrictions, beginning	<u>12,580,803</u>
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Net Assets - Without Donor Restrictions, ending	<u><u>\$ 14,919,556</u></u>
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ASSOCIATED STUDENTS, INC., CALIFORNIA STATE UNIVERSITY, LONG BEACH

Statement of Functional Expenses

Year Ended June 30, 2024

	Program Services					Supporting Services	
	Student Programs	Student Union	Childcare Center	SRWC	Total Programs	General and Administrative	Total
Payroll	\$ 5,471,201	\$ 964,190	\$ 650,753	\$ 591,816	\$ 7,677,960	\$ 1,571,951	\$ 9,249,911
Benefits	1,112,094	475,956	402,844	220,689	2,211,583	344,812	2,556,395
Total Personnel	6,583,295	1,440,146	1,053,597	812,505	9,889,543	1,916,763	11,806,306
Services	1,247,113	1,482,733	235,858	204,560	3,170,264	972,841	4,143,105
Utilities	43,095	896,722	7,749	11,705	959,271	10,600	969,871
Supplies	209,066	373,614	115,373	85,956	784,009	18,094	802,103
Grants and scholarships	707,903	-	-	-	707,903	-	707,903
Depreciation	143,577	211,781	81,046	124,686	561,090	62,344	623,434
Student organization grants	520,997	-	-	4,000	524,997	-	524,997
Insurance	-	-	68,672	112,033	180,705	181,074	361,779
Repairs and maintenance	57,915	125,287	25,544	89,034	297,780	50,672	348,452
Miscellaneous	-	-	-	-	-	157,519	157,519
Events	41,781	4,334	5,475	30,684	82,274	44,774	127,048
Total Operating Expenses	9,554,742	4,534,617	1,593,314	1,475,163	17,157,836	3,414,680	20,572,516
Pension related charges other than net periodic pension cost	-	-	-	-	-	290,041	290,041
Total Expenses	<u>\$ 9,554,742</u>	<u>\$ 4,534,617</u>	<u>\$ 1,593,314</u>	<u>\$ 1,475,163</u>	<u>\$ 17,157,836</u>	<u>\$ 3,704,721</u>	<u>\$ 20,862,557</u>

See accompanying notes to financial statements.

ASSOCIATED STUDENTS, INC., CALIFORNIA STATE UNIVERSITY, LONG BEACH**Statement of Cash Flows**Year Ended June 30, 2024

Cash Flows from Operating Activities:

Change in net assets	\$ 2,338,753
Adjustments to reconcile change in net assets to net cash provided by operating activities:	
Depreciation	623,434
Post-employment medical benefits gain	(580,941)
Realized and unrealized gain on investments	(933,570)
Changes in operating assets and liabilities:	
Accounts receivable	183,413
Accounts receivable - related parties	162,584
Inventory	2,159
Prepaid expenses	52,702
Accounts payable	876,386
Accounts payable - related parties	26,351
Accrued expenses	(1,339,104)
Funds held for affiliates	131,223
Unearned revenues	(74,246)
Pension obligation	635,348
Net Cash Provided by Operating Activities	<u>2,104,492</u>

Cash Flows from Investing Activities:

Proceeds from investments	2,860,129
Purchases of investments	(2,423,182)
Purchases of property and equipment	<u>(2,561,776)</u>
Net Cash Used by Investing Activities	<u>(2,124,829)</u>

Net Decrease in Cash and Cash Equivalents (20,337)

Cash and Cash Equivalents, beginning 18,250,520

Cash and Cash Equivalents, ending \$ 18,230,183

ASSOCIATED STUDENTS, INC., CALIFORNIA STATE UNIVERSITY, LONG BEACH

Notes to Financial Statements

Year Ended June 30, 2024

Note 1 - Organization and Summary of Significant Accounting Policies

Nature of Activities

Associated Students, Inc., California State University, Long Beach (Associated Students) is a nonprofit, tax exempt, California State University auxiliary organization located on the campus of California State University, Long Beach (University). The University is one of 23 campuses in the California State University System (System). Associated Students was established to administer various student programs and activities which include the following significant operations:

1) Associated Students Operations

The charitable purpose of Associated Students is to promote and assist in carrying out the educational services of the student body and perform other functions related to the student activities of the University; promote and maintain a student self-government organization under the supervision of University officials for the purpose of providing essential activities closely related to, but not normally included as part of, the regular instructional program of the University, specifically designed to contribute to the development of leadership ability and the recreational and social needs of the students; to build, construct, lease, or purchase buildings, which may be necessary to carry out the purposes of the University; and, to apply funds and property coming within its possession toward furthering the education services and/or welfare of the students and to perform other functions related to the student activities of the University.

The mission of Associated Students is to facilitate the achievement of students' educational objectives and life goals through programs, services, and facilities that advocate for student needs and interests, compel student representation in campus decision making and provide students with resources that they identify as necessary for their intellectual, social and physical development.

Associated Students is the student government component of the campus and arranges for public speakers, music, bands, and other cultural and recreational events for the students' enjoyment. Associated Students' main purpose is to represent students' interests to the University administration and provide out-of-classroom experiences for students. Associated Students also provides miscellaneous services to students such as fax transmittals, notary public services, movie and amusement park ticket sales, and a food pantry.

2) Childcare Center Operations

The Isabel Patterson Child Development Center (Center) is a childcare facility operated by Associated Students on the campus of the University under a lease and operating agreement with the System. The Center provides the following programs:

- a) Associated Students component for fee-paying parents (students, staff, and faculty) who do not qualify for programs b) and c) described below.
- b) Full-day State Preschool Program – Under contract with the California State Department of Education, Office of Child Development.
- c) Child Care Food Program – Provides free and subsidized meals.
- d) Child Care Access Means Parents in School Program – Supports the participation of low-income parents in postsecondary education through the provision of campus-based childcare services.

ASSOCIATED STUDENTS, INC., CALIFORNIA STATE UNIVERSITY, LONG BEACH

Notes to Financial Statements

Year Ended June 30, 2024

Note 1 - Organization and Summary of Significant Accounting Policies, continued

Nature of Activities, continued

3) University Student Union (Union) Operations

Associated Students manages and maintains a building (Student Union) on behalf of the System and University campus. The building contains a food court operated under contract with outside vendors, a game room for student use, a bowling alley, administrative offices used by Associated Students, and a room to be used by student organizations as well as the Associated Students' Board Room. A variety of conference rooms are available in the building for use by the University and community organizations for a fee.

4) Student Recreation and Wellness Center Operations

The Student Recreation and Wellness Center (SRWC) is a 126,500-square-foot, two-story, state-of-the-art recreation facility located on the east side of the University campus. The facility is a hub for recreational activities, programs, and opportunities for intramural sports, fitness, and wellness services. The SRWC is managed by Associated Students, Inc. Recreation and is open to all University students, associates, and affiliates. The facility contains a three-court gym, a multi-activity court gym, indoor jogging track, 20,000 square feet of weight and cardio equipment, racquetball courts, activity rooms for group exercise, a custom-made rock-climbing wall, a wellness center, swimming pool and spa, as well as many other services. The SRWC is Leadership in Environmental and Energy Design (LEED) certified and offers many technological advances, such as biometric hand scanners for entry along with contactless building entry via a smart phone application, filtered water fountains, and flat screens with touch technology. Due to partial campus closures, the SRWC provided virtual and outdoor programming including virtual personal training and fitness programs, outdoor adventure events, and online health education courses.

New Accounting Guidance Implementation

Effective July 1, 2023, Associated Students adopted Accounting Standards Update (ASU) No. 2016-13, *Financial Instruments—Credit Losses (Topic 326): Measurement of Credit Losses on Financial Instruments*. This update requires the use of a forward-looking expected credit loss model for instruments within its scope, including our accounts receivables, and replaces the previous incurred loss impairment model. The expected credit loss model requires management to estimate current expected credit losses over the lifetime of the assets by considering all reasonable and supportable information, including historical experience, current conditions, and reasonable and supportable forecasts affecting collectability. Management has analyzed the provisions contained in Topic 326 and determined that there is no impact on net assets as of July 1, 2023, due to the adoption of the new policy.

Financial Statement Presentation

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

- Net assets without donor restrictions - Net assets that are not subject to donor-imposed restrictions and may be expended for any purpose in performing the primary objectives of Associated Students. These net assets may be used at the discretion of Associated Students' management and the board of directors.
- Net assets with donor restrictions - Net assets subject to stipulations imposed by donors, and grantors. Some donor restrictions are temporary in nature; those restrictions will be met by actions of Associated Students or by the passage of time. Other donor restrictions are perpetual in nature, whereby the donor has stipulated the funds be maintained in perpetuity. Associated Students did not have any donor restrictions that were temporary or perpetual in nature for the year ended June 30, 2024.

ASSOCIATED STUDENTS, INC., CALIFORNIA STATE UNIVERSITY, LONG BEACH

Notes to Financial Statements

Year Ended June 30, 2024

Note 1 - Organization and Summary of Significant Accounting Policies, continued

Financial Statement Presentation, continued

Associated Students reports contributions restricted by donors as increases in net assets without donor restrictions, if the restrictions expire (that is, when a stipulated time restriction ends or purpose restriction is accomplished) in the reporting period in which the revenue is recognized. All other donor-restricted contributions are reported as increases in net assets with donor restrictions, depending on the nature of the restrictions. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statements of activities as net assets released from restrictions.

Use of Estimates

The preparation of financial statements in conformity with U.S. GAAP requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Cash and Cash Equivalents

Associated Students considers all highly liquid investments with an original maturity date of three months or less to be cash equivalents.

Accounts Receivable

Accounts receivable arise in the normal course of operations. It is the policy of management to review the outstanding accounts receivable at year end, as well as the write-offs experienced in the past, and establish an allowance for credit losses for uncollectible amounts. Management believes that all accounts receivable are fully collectible, therefore, no allowance for credit losses is considered necessary.

Inventory

Inventory consists of gifts, candy, and other food and supplies sold at the candy counter and snack shop. Inventory is stated at the lower of cost or net realizable value, and is determined on a first-in, first-out basis.

Investments

Investments are carried at fair value in the statement of financial position. Unrealized gains and losses are reflected in the change in net assets in the statement of activities.

Property and Equipment

Associated Students capitalizes all expenditures for vehicles, equipment and furniture, building, and building improvements in excess of \$10,000. Equipment and improvements are recorded at cost or at estimated fair value at date of gift if donated. Expenditures for maintenance and repairs are charged against operations. Depreciation is provided on a straight-line basis over the estimated useful lives of the asset of 3 to 40 years.

Funds Held for Affiliates

Associated Students receives and holds resources for student organizations on behalf of the University over which it does not have the unilateral (variance) power to redirect the use of the money without the approval of the student organization. Money held without variance power is classified as a liability in the statement of financial position.

Pension Liability

For purposes of measuring the net pension liability related to the pension, and pension expense, information about the fiduciary net assets of the CalPERS plan (Plan) and additions to/deductions from the Plan's fiduciary net assets has been determined on the same basis as they are reported by CalPERS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

ASSOCIATED STUDENTS, INC., CALIFORNIA STATE UNIVERSITY, LONG BEACH

Notes to Financial Statements

Year Ended June 30, 2024

Note 1 - Organization and Summary of Significant Accounting Policies, continued

Student Activity Fees

Each matriculated student at the University is required to pay student body fees each semester. These payments support Associated Students' operations and other activities and are collected by the University Business Office, who makes disbursements to Associated Students on a regular basis to cover its operating budget. Undisbursed funds are withheld by the University in a reserve account and can be requested by Associated Students on an as-needed basis. Associated Students records revenues from student activity fees based on cash requests made to the University during the year.

Additionally, each matriculated student is required to pay student body fees to service debt related to the construction of the Union and SRWC buildings and their operations. These funds are collected by the University Business Office. The System's Board of Trustees has the right of first call on these funds for revenue bond debt service requirements and repairs and replacement of plant assets, with remaining funds available for use in operating the Union for the benefit of the students.

Advertising

Associated Students follows the policy of charging the costs of advertising to expense as incurred.

Income Taxes

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

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

Fair Value Measurements

Accounting standards provide the 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 quoted prices (unadjusted) for identical assets or liabilities in active markets.

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

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

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

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

The carrying value of cash, receivables, and payables are approximate fair values as of June 30, 2024, due to the relative short maturities of these instruments.

ASSOCIATED STUDENTS, INC., CALIFORNIA STATE UNIVERSITY, LONG BEACH

Notes to Financial Statements

Year Ended June 30, 2024

Note 1 - Organization and Summary of Significant Accounting Policies, continued

Functional Allocation of Expenses

The Associated Students allocates its expenses on a functional basis among their various programs and support services. Expenses that can be identified with a specific program or support services are allocated directly according to their natural expenditure classification. Salaries and wages, employee benefits, employees' appreciation, professional services, service, training and travel are based on time and effort. Certain costs such as advertising and promotional, bad debts, bank and credit card fees, discounts and markdowns, postage, general expenses, inventory adjustments, subscriptions and dues and supplies are allocated based on estimated usage on general and administrative. Costs related to space include insurance, interest, repairs and maintenance which include maintenance of information and technology and other, telephone and data lines and utilities are allocated on a square footage basis.

Subsequent Events

Associated Students has evaluated subsequent events through September 19, 2024, which is the date the financial statements were available to be issued.

Note 2 - Liquidity and Availability

Associated students' financial assets available within one year of the statement of financial position date for general expenditure are as follows:

Cash and cash equivalents	\$ 18,230,183
Accounts receivable	280,328
Accounts receivable - related parties	3,062
Investments	<u>4,130,652</u>
Total Financial Assets Available for General Operations	22,644,225
Less amounts not available to be used within one year:	
Funds held for affiliates	<u>(1,714,337)</u>
Financial assets available to meet cash needs for general expenditures within one year	<u>\$ 20,929,888</u>

Associated Students' financial assets have been reduced by funds held for affiliates of \$1,714,337 since the amount is not available for general use. Associated Students maintains a policy of structuring its financial assets to be available as its general expenditures, liabilities and other obligations come due.

In addition to financial assets available to meet general expenditures over the next 12 months, Associated Students operates with a balanced budget and anticipates collecting sufficient revenue to cover general expenditures.

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

Year Ended June 30, 2024

Note 3 - Investments

The fair market value of investments is categorized as follows:

	Level 1	Level 2	Level 3	NAV	Total
Equities:					
Large cap - domestic	\$ 1,327,472	\$ -	\$ -	\$ -	\$ 1,327,472
Mid cap - domestic	583,714	-	-	-	583,714
Large cap - foreign	486,319	-	-	-	486,319
Small cap - domestic	158,976	-	-	-	158,976
Mid cap - foreign	56,625	-	-	-	56,625
Small cap - foreign	61,443	-	-	-	61,443
Fixed Income:					
Government securities	-	499,113	-	-	499,113
Corporate bonds - domestic	106,070	-	-	-	106,070
Mutual Funds:					
Bond funds	813,208	-	-	-	813,208
REIT - domestic	37,712	-	-	-	37,712
	<u>\$ 3,631,539</u>	<u>\$ 499,113</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4,130,652</u>

Note 4 - Property and Equipment

Property and equipment and the related accumulated depreciation consist of the following:

Building	\$ 70,757
Construction in progress	2,108,406
Equipment	4,390,453
Leasehold improvements	6,608,798
Total cost	<u>13,178,414</u>
Total accumulated depreciation	<u>(6,561,646)</u>
Property and equipment, net	<u>\$ 6,616,768</u>

ASSOCIATED STUDENTS, INC., CALIFORNIA STATE UNIVERSITY, LONG BEACH

Notes to Financial Statements

Year Ended June 30, 2024

Note 5 - Operating Agreements

Associated Students leases space in the Student Union building to outside vendors for the operation of a food court and various other services with agreements ranging from 2 years to 5 years with varying optional extension periods expiring at various dates through August 2031.

Future minimum rent receipts are as follows:

Year Ended June 30,	
2025	\$ 183,562
2026	184,054
2027	173,799
2028	173,974
2029	173,974
Thereafter	<u>77,450</u>
	<u>\$ 966,813</u>

Included in the above, Associated Students leased space to the University for Union use under a non-cancellable two-year agreement with a five-year option to extend at a monthly rate of \$11,400.

In addition, Associated Students leases space in the Student Union building to outside vendors with varying monthly payments based on sales volume and other factors listed in the contracts. Since these contracts do not contain payments that are fixed in substance, they do not meet the criteria for recognition in the statement of financial position. Associated Students also leases space on a short-term basis with contracts that do not meet the criteria for recognition in the statement of financial position. Leases with varying lease payments and short-term leases are recognized as revenue in the period in which the payments relate.

Associated Students recognized \$740,761 of revenue, included in sales and services of auxiliary enterprises on the statement of activities, for all leases during the year ended June 30, 2024.

Note 6 - Pension Plan (CalPERS)

Associated Students participates in a cost-sharing multiple-employer defined benefit plan through the California Public Employees' Retirement System plan (CalPERS) which covers substantially all regular salaried full-time employees of the Associated Students. CalPERS acts as a common investment and administrative agent for participating public entities within the State of California. Associated Students' CalPERS Employer Identification Number is 2850490807.

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

The recorded unfunded pension liabilities at June 30, 2024, were derived from the most recent Accounting Valuation Reports provided by CalPERS. The measurement date for the report was June 30, 2023. Actuarial information as of June 30, 2024 is currently unavailable.

As of the measurement date, the plan was 72% funded. The plan's proportionate share of the fiduciary's unfunded accumulated net pension liability as of the measurement date was \$7,749,918.

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

Year Ended June 30, 2024

Note 6 - Pension Plan (CalPERS), continued

Actuarial Assumptions – The total pension liability in the June 30, 2024 actuarial valuations were determined using the following actuarial assumptions:

Valuation Date	June 30, 2023
Measurement Date	June 30, 2024
Actuarial Cost Method	Entry Age Normal Cost Method
Actuarial Assumptions:	
Discount Rate	6.80%
Inflation Rate	2.30%
Salary Increases	Varies by entry age and service
Investment Rate of Return	4.50%, net of pension plan investment expenses, including inflation
Mortality Rate Table	Derived using CalPERS Membership Data for all Funds
Post-Retirement Benefit Increase	Contract COLA up to 2.00% until Purchasing Power Protection Allowance floor on purchasing power applies, 2.00% thereafter

Contributions – Section 20814(c) of the California Public Employees' Retirement Law requires that the employer contribution rates for all public employers be determined on an annual basis by the actuary and shall be effective on the July 1 following notice of a change in the rate. Funding contributions are determined annually on an actuarial basis as of June 30 by CalPERS. The actuarially determined rate is the estimated amount necessary to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability. Associated Students is required to contribute the difference between the actuarially determined rate and the contribution rate of employees. For the measurement period ended June 30, 2024 (the measurement date), the active employee contribution rate is 5.00% of annual pay for Tier 1 and Tier 2 and 8.25% of annual pay for PEPRA, and the average employer's contribution rate is 8.18% of annual payroll. Employer contributions rates may change if plan contracts are amended. It is the responsibility of the employer to make necessary accounting adjustments to reflect the impact due to any Employer Paid Member Contributions or situations where members are paying a portion of the employer contribution.

For the year ended June 30, 2024, the employer and employee contributions were \$501,957 and \$14,450, respectively.

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

Year Ending June 30,	Tier 1	Tier 2	PEPRA	Total
2024	\$ 539,767	\$ 19,188	\$ 8,634	\$ 567,589
2025	627,263	26,453	18,761	672,477
2026	673,000	30,000	25,000	728,000
2027	709,000	33,000	31,000	773,000
2028	793,000	39,000	38,000	870,000
2029	811,000	40,000	38,000	889,000
Thereafter	2,907,480	163,941	178,431	3,249,852
	<u>7,060,510</u>	<u>351,582</u>	<u>337,826</u>	<u>7,749,918</u>
Unfunded Accrued Liability (UAL)	7,564,415	363,649	337,826	8,265,890
Less:				
Current Year UAL Payment	<u>(503,905)</u>	<u>(12,067)</u>	<u>-</u>	<u>(515,972)</u>
UAL	<u>\$ 7,060,510</u>	<u>\$ 351,582</u>	<u>\$ 337,826</u>	<u>\$ 7,749,918</u>

ASSOCIATED STUDENTS, INC., CALIFORNIA STATE UNIVERSITY, LONG BEACH

Notes to Financial Statements

Year Ended June 30, 2024

Note 7 - Post-Retirement Medical Benefits

Associated Students provides post-retirement health care and dental insurance benefits for certain qualified retired employees. Only full-time salaried employees hired prior to January 1, 2013, that were participating in CalPERS as of January 1, 2013, that terminate employment after attaining five years of service time and have reached age 50 while working for Associated Students, are eligible for the plan.

As of June 30, 2024, the number of eligible retired employees participating in the plan is 44. Currently, there are 24 active employees that could be eligible to participate in the plan in the future.

The board of directors previously approved participation in the Auxiliary Multiple Employer VEBA, a consortium of CSU Auxiliary organizations organized to provide retiree health care benefits through a Voluntary Employees Benefit Organization (VEBA Trust) recognized under 501(c)(9). During the year ending June 30, 2024, no contributions were made to the account. The assets of the VEBA Trust are invested primarily in equity and fixed income securities. The assets held in the VEBA Trust reduce the accumulated post-retirement obligation, as reported in the statement of financial position. As of June 30, 2024, the VEBA Trust held assets at fair market value of \$3,591,922.

As of June 30, 2024, the accumulated post-retirement benefit obligation amount has been accrued in the statement of financial position.

The following table sets forth the funded status of the plan reconciled to the recorded post-retirement benefits cost recognized in Associated Students' financial statements:

Accumulated Post-retirement Benefit Obligation	
Retirees	\$ 3,735,625
Active employees	2,933,790
	<u>6,669,415</u>
 Fair Value of Assets	 <u>3,591,922</u>
 Unfunded Accumulated Benefit Obligation	
Unamortized transition obligation	\$ <u>3,077,493</u>
 Net Periodic Post-retirement Benefit Cost	
Service cost	\$ 66,576
Interest cost	316,438
Expected return on assets	(138,676)
Amortization of unrecognized prior service cost	<u>361,650</u>
Net Periodic Benefit Cost	\$ <u>605,988</u>

The weighted average discount rate used in determining the accumulated post-retirement benefit obligation is 4.92%. The Consumer Price Index assumed is 1.99% less than the discount rate assumption. Medical costs are assumed to increase 7.00% during the year beginning July 1, 2023, with the rate of increase decreasing each year thereafter until the year beginning July 1, 2027, and thereafter the Medical Cost trend rate is assumed to be 5.00%.

ASSOCIATED STUDENTS, INC., CALIFORNIA STATE UNIVERSITY, LONG BEACH

Notes to Financial Statements

Year Ended June 30, 2024

Note 7 - Post-Retirement Medical Benefits, continued

Associated Students' policy is to have an actuarial study of the plan performed every three years. Associated Students had a study performed in 2023. The next study is expected to be performed for the fiscal year ending 2026. Associated Students performs its own estimates and assumptions in interim years, also taking into consideration past actuarial assumptions.

As of June 30, 2024, Associated Students' Post-Retirement Medical Benefit Obligation is underfunded by \$3,077,493. A corridor is not used to amortize any actuarial gains and losses.

Note 8 - Net Assets

Included in Associated Students' net asset without donor restrictions are amounts invested in property and equipment and Board designated reserve funds. Reserve funds are accounts that have been created by the Board of Directors for specific purposes.

Net assets without donor restrictions at June 30, 2024, are comprised of the following:

Invested in Property and Equipment	\$ 6,616,768
Undesignated Net Assets	<u>8,302,788</u>
	<u>\$ 14,919,556</u>

Note 9 - Contingencies

Grant Programs

The Center participates in Federal and State grant programs that are subject to review and audit by the grantor agencies, which could result in requests for reimbursement to grantor agencies for disallowed expenses. Management believes that it has adhered to the terms of its grants and that any disallowed expenses resulting from such review would not have a material effect on the statement of financial position of Associated Students.

Litigation

From time to time, Associated Students is subject to various litigation as a result of their activities. Management believes that the outcome of any such litigation will not have a material adverse effect on Associated Students' financial position, changes in net assets, or liquidity.

Note 10 - Transactions with Affiliates

Associated Students enters into transactions with the University. During the year ended June 30, 2024, Associated Students paid the University for salaries, utilities, information technology management, and reimbursements for special events and students' activities. Associated Students leased space to the University for Union use. Accounts payable and accrued expense balance includes amounts from accounts payable, accrued expenses, and the total balance of funds held for affiliates on the statement of financial position.

Payments made (received) were as follows:

Payments made to the University	\$ 5,278,569
Payments received from the University	<u>(18,710,084)</u>
Net payments received from the University	<u>\$ (13,431,515)</u>

ASSOCIATED STUDENTS, INC., CALIFORNIA STATE UNIVERSITY, LONG BEACH

Notes to Financial Statements

Year Ended June 30, 2024

Note 10 - Transactions with Affiliates, continued

Amounts receivable (payable) are as follows:

University:	
Accounts receivable	\$ 28,047
Accounts payable and accrued expenses	\$ (2,032,229)

Note 11 - Concentration of Credit Risk

Associated Students maintains its cash in bank deposit accounts that are insured by the Federal Deposit Insurance Corporation (FDIC) up to a limit of \$250,000 per depositor. The balance at times may exceed FDIC limits. Associated Students manages this risk by using high-quality financial institutions. In addition, Associated Students had \$17,635,527 deposited in the State Treasury’s Local Agency Investment Fund (LAIF). Deposits in LAIF are guaranteed by the State of California. LAIF deposits are included in cash and cash equivalents on the statement of financial position.

Investments in LAIF

LAIF is a voluntary program created by statute as an alternative for California’s local governments and special districts that allows them to participate in a major investment portfolio. It is under the administration of the California State Treasurer’s Office. The investment is considered a cash equivalent as it is used to fund any operating deficit. Realized gains, losses, and interest income are included in investment return in the statement of activities. Associated Students’ investments in LAIF are measured and reported at NAV. The investments in LAIF have no unfunded commitment, no redemption frequency, and no redemption notice period as of June 30, 2024.

Investment securities are exposed to various risks such as interest rate, market, and credit risks. Due to the level of risk associated with certain investment securities, it is at least reasonably possible that changes in the values of investment securities will occur in the near term and that such changes could materially affect the amounts reported in the statement of financial position.

SUPPLEMENTAL INFORMATION

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

June 30, 2024

(for inclusion in the California State University)

Assets:**Current assets:**

Cash and cash equivalents	18,230,183
Short-term investments	-
Accounts receivable, net	283,390
Lease receivable, current portion	-
P3 receivable, current portion	-
Notes receivable, current portion	-
Pledges receivable, net	-
Prepaid expenses and other current assets	40,023
Total current assets	18,553,596

Noncurrent assets:

Restricted cash and cash equivalents	-
Accounts receivable, net	-
Lease receivable, net of current portion	-
P3 receivable, net of current portion	-
Notes receivable, net of current portion	-
Student loans receivable, net	-
Pledges receivable, net	-
Endowment investments	-
Other long-term investments	4,130,652
Capital assets, net	6,616,768
Other assets	-
Total noncurrent assets	10,747,420
Total assets	29,301,016

Deferred outflows of resources:

Unamortized loss on debt refunding	-
Net pension liability	-
Net OPEB liability	-
Leases	-
P3	-
Others	-
Total deferred outflows of resources	-

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

June 30, 2024

(for inclusion in the California State University)

Liabilities:**Current liabilities:**

Accounts payable	1,699,800
Accrued salaries and benefits	-
Accrued compensated absences, current portion	102,212
Unearned revenues	37,700
Lease liabilities, current portion	-
SBITA liabilities - current portion	-
P3 liabilities - current portion	-
Long-term debt obligations, current portion	-
Claims liability for losses and loss adjustment expenses, current portion	-
Depository accounts	1,714,337
Other liabilities	-
Total current liabilities	3,554,049

Noncurrent liabilities:

Accrued compensated absences, net of current portion	-
Unearned revenues	-
Grants refundable	-
Lease liabilities, net of current portion	-
SBITA liabilities, net of current portion	-
P3 liabilities, net of current portion	-
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 liability	3,077,493
Net pension liability	7,749,918
Other liabilities	-
Total noncurrent liabilities	10,827,411
Total liabilities	14,381,460

Deferred inflows of resources:

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

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

June 30, 2024

(for inclusion in the California State University)

Net position:

Net investment in capital assets	6,616,768
Restricted for:	
Nonexpendable – endowments	-
Expendable:	
Scholarships and fellowships	-
Research	-
Loans	-
Capital projects	-
Debt service	-
Others	-
Unrestricted	8,302,788
Total net position	14,919,556

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

June 30, 2024

(for inclusion in the California State University)

Revenues:**Operating revenues:**

Student tuition and fees, gross -

Scholarship allowances (enter as negative) -

Grants and contracts, noncapital:

Federal 130,900

State 477,235

Local -

Nongovernmental -

Sales and services of educational activities 250,450

Sales and services of auxiliary enterprises, gross 3,337,218

Scholarship allowances (enter as negative) -

Other operating revenues 18,071,937

Total operating revenues 22,267,740**Expenses:****Operating expenses:**

Instruction -

Research -

Public service -

Academic support -

Student services 17,157,836

Institutional support 3,414,680

Operation and maintenance of plant -

Student grants and scholarships -

Auxiliary enterprise expenses -

Depreciation and amortization -

Total operating expenses 20,572,516**Operating income (loss)** 1,695,224

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

June 30, 2024

(for inclusion in the California State University)

Nonoperating revenues (expenses):

State appropriations, noncapital	-
Federal financial aid grants, noncapital	-
State financial aid grants, noncapital	-
Local financial aid grants, noncapital	-
Nongovernmental and other financial aid grants, noncapital	-
Other federal nonoperating grants, noncapital	-
Gifts, noncapital	-
Investment income (loss), net	933,570
Endowment income (loss), net	-
Interest expense	-
Other nonoperating revenues (expenses)	(290,041)
Net nonoperating revenues (expenses)	<u>643,529</u>
Income (loss) before other revenues (expenses)	<u>2,338,753</u>

State appropriations, capital	-
Grants and gifts, capital	-
Additions (reductions) to permanent endowments	-
Increase (decrease) in net position	<u>2,338,753</u>

Net position:

Net position at beginning of year, as previously reported	12,580,803
Restatements	-
Net position at beginning of year, as restated	<u>12,580,803</u>
Net position at end of year	<u><u>14,919,556</u></u>

ASSOCIATED STUDENTS, INC., CALIFORNIA STATE UNIVERSITY, LONG BEACH

Other Information

June 30, 2024

(for inclusion in the California State University)

1 Cash and cash equivalents:

Portion of restricted cash and cash equivalents related to endowments	-
All other restricted cash and cash equivalents	-
Noncurrent restricted cash and cash equivalents	-
Current cash and cash equivalents	18,230,183
Total	\$ 18,230,183

2.1 Composition of investments:

Investment Type	Current	Noncurrent	Total
Money market funds	-	-	-
Repurchase agreements	-	-	-
Certificates of deposit	-	-	-
U.S. agency securities	-	-	-
U.S. treasury securities	-	499,113	499,113
Municipal bonds	-	-	-
Corporate bonds	-	585,776	585,776
Asset backed securities	-	-	-
Mortgage backed securities	-	-	-
Commercial paper	-	-	-
Supranational	-	-	-
Mutual funds	-	333,668	333,668
Exchange traded funds	-	-	-
Equity securities	-	2,674,382	2,674,382

ASSOCIATED STUDENTS, INC., CALIFORNIA STATE UNIVERSITY, LONG BEACH**Other Information, continued**

June 30, 2024

(for inclusion in the California State University)

Alternative investments:

Private equity (including limited partnerships)	-	-	-
Hedge funds	-	-	-
Managed futures	-	-	-
Real estate investments (including REITs)	-	37,713	37,713
Commodities	-	-	-
Derivatives	-	-	-
Other alternative investment types	-	-	-
Other external investment pools	-	-	-
CSU Consolidated Investment Pool (formerly SWIFT)	-	-	-
State of California Local Agency Investment Fund (LAIF)	-	-	-
State of California Surplus Money Investment Fund (SMIF)	-	-	-
Other investments:	-	-	-
	-	-	-
	-	-	-
	-	-	-
	-	-	-
Total Other investments	-	-	-
Total investments	-	4,130,652	4,130,652
Less endowment investments (enter as negative number)	-	-	-
Total investments, net of endowments	\$ -	\$ 4,130,652	\$ 4,130,652

See independent auditor's report.

ASSOCIATED STUDENTS, INC., CALIFORNIA STATE UNIVERSITY, LONG BEACH

Other Information, continued

June 30, 2024

(for inclusion in the California State University)

2.2 Fair value hierarchy in investments:

Investment Type	Total	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)	Net Asset Value (NAV)
Money market funds	-	-	-	-	-
Repurchase agreements	-	-	-	-	-
Certificates of deposit	-	-	-	-	-
U.S. agency securities	-	-	-	-	-
U.S. treasury securities	499,113	-	499,113	-	-
Municipal bonds	-	-	-	-	-
Corporate bonds	585,776	585,776	-	-	-
Asset backed securities	-	-	-	-	-
Mortgage backed securities	-	-	-	-	-
Commercial paper	-	-	-	-	-
Supranational	-	-	-	-	-
Mutual funds	333,668	333,668	-	-	-
Exchange traded funds	-	-	-	-	-
Equity securities	2,674,382	2,674,382	-	-	-
Alternative investments:					
Private equity (including limited partnerships)	-	-	-	-	-
Hedge funds	-	-	-	-	-
Managed futures	-	-	-	-	-
Real estate investments (including REITs)	37,713	37,713	-	-	-
Commodities	-	-	-	-	-
Derivatives	-	-	-	-	-
Other alternative investment types	-	-	-	-	-
Other external investment pools	-	-	-	-	-
CSU Consolidated Investment Pool (formerly SWIFT)	-	-	-	-	-
State of California Local Agency Investment Fund (LAIF)	-	-	-	-	-
State of California Surplus Money Investment Fund (SMIF)	-	-	-	-	-
Other investments:	-	-	-	-	-
Total other investments:	-	-	-	-	-
Total investments	\$ 4,130,652	\$ 3,631,539	\$ 499,113	\$ -	-

See independent auditor's report.

ASSOCIATED STUDENTS, INC., CALIFORNIA STATE UNIVERSITY, LONG BEACH

Other Information, continued

June 30, 2024

(for inclusion in the California State University)

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

3.1 Capital Assets, excluding ROU assets:

Composition of capital assets, excluding ROU assets:

	Balance June 30, 2023	Reclassifications	Prior Period Additions	Prior Period Retirements	Balance June 30, 2023 (Restated)	Additions	Retirements	Transfer of completed CWIP/PWIP	Balance June 30, 2024
Non-depreciable/Non-amortizable capital assets:									
Land and land improvements	-	-	-	-	-	-	-	-	-
Works of art and historical treasures	-	-	-	-	-	-	-	-	-
Construction work in progress (CWIP)	-	-	-	-	-	-	-	-	-
Intangible assets:									
Rights and easements	-	-	-	-	-	-	-	-	-
Patents, copyrights and trademarks	-	-	-	-	-	-	-	-	-
Intangible assets in progress (PWIP)	-	-	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-	-	-
Other intangible assets:	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-
Total Other intangible assets	-	-	-	-	-	-	-	-	-
Total intangible assets	-	-	-	-	-	-	-	-	-
Total non-depreciable/non-amortizable capital assets	-	-	-	-	-	-	-	-	-

ASSOCIATED STUDENTS, INC., CALIFORNIA STATE UNIVERSITY, LONG BEACH

Other Information, continued

June 30, 2024

(for inclusion in the California State University)

Depreciable/Amortizable capital assets:

Buildings and building improvements	70,757	-	-	-	70,757	-	-	-	70,757
Improvements, other than buildings	-	-	-	-	-	-	-	-	-
Infrastructure	-	-	-	-	-	-	-	-	-
Leasehold improvements	6,570,876	-	2,146,328	-	8,717,204	-	-	-	8,717,204
Personal property:									
Equipment	3,975,001	-	415,448	-	4,390,449	-	-	-	4,390,449
Library books and materials	-	-	-	-	-	-	-	-	-
Intangible assets:									
Software and websites	-	-	-	-	-	-	-	-	-
Rights and easements	-	-	-	-	-	-	-	-	-
Patents, copyrights and trademarks	-	-	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-	-	-
Other intangible assets:									
	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-
Total Other intangible assets	-	-	-	-	-	-	-	-	-
Total intangible assets	-	-	-	-	-	-	-	-	-
Total depreciable/amortizable capital assets	10,616,634	-	2,561,776	-	13,178,410	-	-	-	13,178,410
Total capital assets	10,616,634	-	2,561,776	-	13,178,410	-	-	-	13,178,410

ASSOCIATED STUDENTS, INC., CALIFORNIA STATE UNIVERSITY, LONG BEACH

Other Information, continued

June 30, 2024

(for inclusion in the California State University)

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

Buildings and building improvements	(57,490)	-	(3,538)	-	(61,028)	-	-	-	(61,028)
Improvements, other than buildings	-	-	-	-	-	-	-	-	-
Infrastructure	-	-	-	-	-	-	-	-	-
Leasehold improvements	(3,293,304)	-	(342,337)	-	(3,635,641)	-	-	-	(3,635,641)
Personal property:									
Equipment	(2,587,414)	-	(277,559)	-	(2,864,973)	-	-	-	(2,864,973)
Library books and materials	-	-	-	-	-	-	-	-	-
Intangible assets:									
Software and websites	-	-	-	-	-	-	-	-	-
Rights and easements	-	-	-	-	-	-	-	-	-
Patents, copyrights and trademarks	-	-	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-	-	-
Other intangible assets:									
	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-
Total Other intangible assets	-	-	-	-	-	-	-	-	-
Total intangible assets	-	-	-	-	-	-	-	-	-
Total accumulated depreciation/amortization	(5,938,208)	-	(623,434)	-	(6,561,642)	-	-	-	(6,561,642)
Total capital assets, net excluding lease assets	\$ 4,678,426	\$ -	\$ 1,938,342	\$ -	\$ 6,616,768	\$ -	\$ -	\$ -	\$ 6,616,768

ASSOCIATED STUDENTS, INC., CALIFORNIA STATE UNIVERSITY, LONG BEACH

Other Information, continued

June 30, 2024

(for inclusion in the California State University)

Capital Assets, Right of Use

Composition of capital assets - Lease ROU, net:	Balance June 30, 2023	Prior Period Reclassifications	Prior Period Additions	Prior Period Reductions	Balance June 30, 2023 (Restated)	Additions	Remeasurements	Reductions	Balance June 30, 2024
Non-depreciable/Non-amortizable lease assets:									
Land and land improvements	-	-	-	-	-	-	-	-	-
Total non-depreciable/non-amortizable lease assets	-	-	-	-	-	-	-	-	-
Depreciable/Amortizable lease assets:									
Land and land improvements	-	-	-	-	-	-	-	-	-
Buildings and building improvements	-	-	-	-	-	-	-	-	-
Improvements, other than buildings	-	-	-	-	-	-	-	-	-
Infrastructure	-	-	-	-	-	-	-	-	-
Personal property:									
Equipment	-	-	-	-	-	-	-	-	-
Total depreciable/amortizable lease assets	-	-	-	-	-	-	-	-	-
Less accumulated depreciation/amortization: (enter as negative number, except for reductions enter as positive number)									
Land and land improvements	-	-	-	-	-	-	-	-	-
Buildings and building improvements	-	-	-	-	-	-	-	-	-
Improvements, other than buildings	-	-	-	-	-	-	-	-	-
Infrastructure	-	-	-	-	-	-	-	-	-
Personal property:									
Equipment	-	-	-	-	-	-	-	-	-
Total accumulated depreciation/amortization	-	-	-	-	-	-	-	-	-
Total lease assets, net	-	-	-	-	-	-	-	-	-

ASSOCIATED STUDENTS, INC., CALIFORNIA STATE UNIVERSITY, LONG BEACH

Other Information, continued

June 30, 2024

(for inclusion in the California State University)

Composition of capital assets - SBITA ROU, net	Balance June 30, 2023	Reclassifications	Prior Period Additions	Prior Period Reductions	Balance June 30, 2023 (Restated)	Additions	Remeasureme nts	Reductions	Balance June 30, 2024
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	-	-	-	-	-	-	-	-	-

ASSOCIATED STUDENTS, INC., CALIFORNIA STATE UNIVERSITY, LONG BEACH

Other Information, continued

June 30, 2024

(for inclusion in the California State University)

Composition of capital assets - P3 ROU, net:	Balance June 30, 2023	Reclassifications	Prior Period Additions	Prior Period Reductions	Balance June 30, 2023 (Restated)	Additions	Remeasureme nts	Reductions	Balance June 30, 2024
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

6,616,768

ASSOCIATED STUDENTS, INC., CALIFORNIA STATE UNIVERSITY, LONG BEACH

Other Information, continued

June 30, 2024

(for inclusion in the California State University)

3.2 Detail of depreciation and amortization expense:

Depreciation and amortization expense - capital assets, excluding ROU assets	\$	-	
Amortization expense - Leases ROU		-	
Amortization expense - SBITA ROU		-	
Amortization expense - P3 ROU		-	
Depreciation and Amortization expense - Others		-	Provide explanation for others:
Total depreciation and amortization	\$	-	

4 Long-term liabilities:

	Balance June 30, 2023	Prior Period Adjustments/Recla ssifications	Balance June 30, 2023 (Restated)	Additions	Reductions	Balance June 30, 2024	Current Portion	Noncurrent Portion
1. Accrued compensated absences	400,114	-	400,114	-	(297,902)	102,212	102,212	-
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	-	-	-	-	-	-	-	-

See independent auditor's report.

ASSOCIATED STUDENTS, INC., CALIFORNIA STATE UNIVERSITY, LONG BEACH

Other Information, continued

June 30, 2024

(for inclusion in the California State University)

	Balance June 30, 2023	Prior Period Adjustments/Recla ssifications	Additions	Remeasurements	Reductions	Balance June 30, 2024	Current Portion	Noncurrent Portion
5. Lease, SBITA, P3 liabilities:								
Lease liabilities	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
SBITA liabilities	-	-	-	-	-	-	-	-
P3 liabilities - SCA	-	-	-	-	-	-	-	-
P3 liabilities - non-SCA	-	-	-	-	-	-	-	-
Sub-total P3 liabilities	-	-	-	-	-	-	-	-
Total Lease, SBITA, P3 liabilities	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Total long-term liabilities						\$ 102,212	\$ 102,212	\$ -

5 Future minimum payments schedule - leases, SBITA, P3: Not Applicable

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

7 Transactions with related entities:

Payments to University for salaries of University personnel working on contracts, grants, and other programs	5,501
Payments to University for other than salaries of University personnel	4,973,068
Payments received from University for services, space, and programs	18,710,084
Gifts-in-kind to the University from discretely presented component units	-
Gifts (cash or assets) to the University from discretely presented component units	300,000
Accounts (payable to) University (enter as negative number)	(2,032,229)
Other amounts (payable to) University (enter as negative number)	-
Accounts receivable from University (enter as positive number)	28,047
Other amounts receivable from University (enter as positive number)	-

8 Restatements: Not Applicable

ASSOCIATED STUDENTS, INC., CALIFORNIA STATE UNIVERSITY, LONG BEACH

Other Information, continued

June 30, 2024

(for inclusion in the California State University)

9 Natural classifications of operating expenses:

	Salaries	Benefits - Other	Benefits - Pension	Benefits - OPEB	Scholarships and fellowships	Supplies and other services	Depreciation and amortization	Total operating expenses
Instruction	-	-	-	-	-	-	-	-
Research	-	-	-	-	-	-	-	-
Public service	-	-	-	-	-	-	-	-
Academic support	-	-	-	-	-	-	-	-
Student services	7,649,822	1,703,968	609,079	(580,941)	-	7,775,908	-	17,157,836
Institutional support	1,195,529	580,450	-	-	-	1,638,701	-	3,414,680
Operation and maintenance of plant	-	-	-	-	-	-	-	-
Student grants and scholarships	-	-	-	-	-	-	-	-
Auxiliary enterprise expenses	-	-	-	-	-	-	-	-
Depreciation and amortization	-	-	-	-	-	-	-	-
Total operating expenses	\$ 8,845,351	\$ 2,284,418	\$ 609,079	\$ (580,941)	\$ -	\$ 9,414,609	\$ -	\$ 20,572,516

Select type of pension plan >>

Defined Benefit Plan

-True-

Explanation for check error:

10 Deferred outflows/inflows of resources: Not Applicable

11 Other nonoperating revenues (expenses)

Other nonoperating revenues	-
Other nonoperating (expenses)	(290,041)
Total other nonoperating revenues (expenses)	(290,041)

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

To the Audit Committee
Associated Students, Inc., California State University, Long Beach

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States the financial statements of Associated Students, Inc., California State University, Long Beach (a nonprofit organization), which comprise the statement of financial position as of June 30, 2024, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated September 19, 2024.

Report on Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered Associated Students, Inc., California State University, Long Beach'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 Associated Students, Inc., California State University, Long Beach's internal control. Accordingly, we do not express an opinion on the effectiveness of Associated Students, Inc., California State University, Long Beach's internal control.

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

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. 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 Associated Students, Inc., California State University, Long Beach's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

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

Purpose of This Report

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

Aldrich CPAs + Advisors LLP

Brea, California
September 19, 2024