

**Associated Students of California State University
Channel Islands, Inc.**

**Financial Statements with Supplementary Information
and Independent Auditor's Report**

June 30, 2021

**Associated Students of
California State University Channel Islands, Inc.**

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Independent Auditor's Report

The Board of Directors
Associated Students of California State University, Channel Islands, Inc.
(A California State University Auxiliary Organization)

Report on the Financial Statements

We have audited the accompanying financial statements of Associated Students of California State University Channel Islands, Inc. (a California State University Auxiliary Organization), which comprise the statement of financial position as of June 30, 2021, and the related statements of activities, functional expenses and cash flows for the year then ended, and the related notes to the financial statements.

Management's Responsibility 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.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. 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. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Associated Students of California State University Channel Islands, Inc. as of June 30, 2021, and the changes in its net assets and its cash flows for the year ended in accordance with accounting principles generally accepted in the United States of America.

Prior Period Financial Statements

The financial statements of Associated Students of California State University Channel Islands, Inc. for the year ended June 30, 2020, were audited by another auditor who expressed an unmodified opinion on those statements on September 17, 2020.

Report on Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the 2021 financial statements as a whole. The 2021 supplementary information on pages 15-29 is presented for purposes of additional analysis and is not a required part of the 2021 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 2021 financial statements. The information has been subjected to the auditing procedures applied in the audit of the 2021 financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the 2021 financial statements or to the 2021 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 2021 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 17, 2021 on our consideration of Associated Students of California State University, Channel Islands, Inc.'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 of California State University, Channel Islands, Inc. 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 of California State University, Channel Islands, Inc.'s internal control over financial reporting and compliance.

Report on Summarized Comparative Information

The financial statements of Associated Students of California State University, Channel Islands, Inc. for the year ended June 30, 2020, expressed an unmodified opinion on those financial statements. In our opinion, the summarized comparative information presented herein as of and for the year ended June 30, 2020, is consistent, in all material respects, with the audited financial statements from which it has been derived.

A handwritten signature in black ink that reads "CohnReznick LLP".

Los Angeles, California
September 17, 2021

**Associated Students of
California State University Channel Islands, Inc.**

**Statements of Financial Position
June 30, 2021
(With Comparative Totals for 2020)**

	<u>Assets</u>	
	2021	2020
Cash and cash equivalents	\$ 616,748	\$ 595,836
Accounts receivable	1,086	4,086
Loan receivable	174,359	187,604
Related party receivables	59,110	2,507,770
Property and equipment, net	38,975	68,107
Total assets	\$ 890,278	\$ 3,363,403
	<u>Liabilities and Net Assets</u>	
Accounts payable	\$ -	\$ 4,812
Accrued liabilities	1,922	8,678
Related party payables	262,772	168,026
Funds held for others	139,599	151,865
Total liabilities	404,293	333,381
Commitments and contingencies	-	-
Net assets without donor restrictions:		
Board designated - program development	485,985	491,772
Board designated - catastrophic events	-	1,251,886
Board designated - economic uncertainty	-	1,286,364
Total net assets	485,985	3,030,022
Total liabilities and net assets	\$ 890,278	\$ 3,363,403

See Notes to Financial Statements.

**Associated Students of
California State University Channel Islands, Inc.**

**Statements of Activities
Years Ended June 30, 2021
(With Comparative Totals for 2020)**

	2021	2020
Support and revenue		
Campus fees	\$ 2,400,450	\$ 2,027,093
Interest income	211	668
Other revenue	6,200	122,648
Total support and revenue	2,406,861	2,150,409
Expenses		
Student programs	2,798,391	497,533
Student union	1,787,935	888,875
General and administrative	335,440	315,895
Depreciation	29,132	29,132
Total expenses	4,950,898	1,731,435
Change in net assets	(2,544,037)	418,974
Net assets, beginning	3,030,022	2,611,048
Net assets, end	\$ 485,985	\$ 3,030,022

See Notes to Financial Statements.

**Associated Students of
California State University Channel Islands, Inc.**

**Statements of Functional Expenses
Years Ended June 30, 2021
(With Comparative Totals for 2020)**

	Program services			Support services		2021 Total expenses	2020 Total expenses
	Student programs	Student union	Total program services	General and administrative			
Expenses							
Administrative fees	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 46,028
Advertising	430	35	465	245	710	710	1,230
Awards	146	-	146	-	146	146	97
Business meals and hospitality	1,130	-	1,130	-	1,130	1,130	33,814
Campus contributions	2,431,522	-	2,431,522	-	2,431,522	2,431,522	-
Dues and fees	4,248	2,097	6,345	847	7,192	7,192	6,287
Education and training	2,611	6,513	9,124	385	9,509	9,509	15,214
Honoraria	2,983	-	2,983	-	2,983	2,983	3,620
Insurance	-	13,257	13,257	-	13,257	13,257	17,997
Office expenses	-	-	-	-	-	-	1
Outside services, administrative	123,111	803,667	926,778	118,988	1,045,766	1,045,766	545,581
Outside services, program	123,111	803,667	926,778	118,988	1,045,766	1,045,766	545,581
Postage and delivery	2,534	5	2,539	194	2,733	2,733	139
Printing	261	-	261	538	799	799	17,900
Professional fees	49,217	130,057	179,274	69,444	248,718	248,718	252,174
Promotional items	6,490	6,375	12,865	17,459	30,324	30,324	10,125
Rentals/leases	-	-	-	-	-	-	410
Repairs and maintenance	-	213	213	-	213	213	41,393
Small equipment	2,299	-	2,299	5,365	7,664	7,664	2,182
Supplies	47,509	7,156	54,665	2,239	56,904	56,904	105,203
Telephone	748	1,972	2,720	748	3,468	3,468	3,468
Travel	41	343	384	-	384	384	38,266
Utilities	-	12,578	12,578	-	12,578	12,578	15,593
	2,798,391	1,787,935	4,586,326	335,440	4,921,766	4,921,766	1,702,303
Depreciation	-	29,132	29,132	-	29,132	29,132	29,132
Total expenses	<u>\$ 2,798,391</u>	<u>\$ 1,817,067</u>	<u>\$ 4,615,458</u>	<u>\$ 335,440</u>	<u>\$ 4,950,898</u>	<u>\$ 4,950,898</u>	<u>\$ 1,731,435</u>

See Notes to Financial Statements.

**Associated Students of
California State University Channel Islands, Inc.**

**Statements of Cash Flows
Years Ended June 30, 2021
(With Comparative Totals for 2020)**

	2021	2020
Cash flows from operating activities		
Change in net assets	\$ (2,544,037)	\$ 418,974
Adjustments to reconcile increase in net assets to net cash provided by operating activities		
Depreciation	29,132	29,132
Campus contributions	2,431,522	-
Change in operating assets and liabilities		
Accounts receivable	3,000	(1,595)
Loan receivable	13,245	12,983
Related party receivables	17,138	(105,559)
Accounts payable	(4,812)	4,812
Accrued liabilities	(6,756)	(98,833)
Related party payables	94,746	71,692
Fund held for others	(12,266)	7,941
	20,912	339,547
Net cash provided by operating activities		
	20,912	339,547
Net increase in cash		
	595,836	256,289
Cash and cash equivalents, beginning		
	\$ 616,748	\$ 595,836
Cash and cash equivalents, end		

See Notes to Financial Statements.

**Associated Students of
California State University Channel Islands, Inc.**

**Notes to Financial Statements
June 30, 2021**

Note 1 - Business activity and summary of significant accounting policies

Business activity

Associated Students of California State University Channel Islands, Inc. ("Associated Students") (a California State University Auxiliary Organization) was created on November 7, 2003 pursuant to the General Nonprofit Corporation Law of the State of California and was organized to promote and assist education, administration and related services of the California State University Channel Islands ("University"). All California University students are members of Associated Students and pay fees to Associated Students as part of their registration. Associated Students operates as an auxiliary organization of the University under an operating agreement with the Trustees of the California State University (the "Trustees") which expires July 31, 2024.

Basis of accounting

The accompanying financial statements have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America ("GAAP").

Financial statement presentation

Associated Students reports information regarding its financial position and activities according to two classes of net assets: without donor restrictions and with donor restrictions. They are described as follows:

- *Net assets without donor restrictions* - Net assets without donor restrictions are resources available to support operations. The only limits on the use of net assets without donor restrictions are the broad limits resulting for the nature of the organization, the environment in which it operates, the purposes specified in its corporate documents and its application for tax-exempt status, and any limits resulting from contractual agreements with creditors and others that are entered into in the course of its operations.
- *Net assets with donor restrictions* - Net assets with donor restrictions are resources that are restricted by a donor for use for a particular purpose or in a particular future period. The Associated Students' unspent contributions are classified in this class if the donor limited their use. When a donor's restriction is satisfied, either by using the resources in the manner specified by the donor or by the passage of time, the expiration of the restriction is reported in the financial statements by reclassifying the net assets from net assets with donor restrictions to net assets without donor restrictions. Net assets restricted for acquisition of buildings or equipment (or less commonly, the contribution of those assets directly) are reported as net assets with donor restrictions until the specified asset is placed in service by the Associated Students unless the donor provides more specific directions about the period of its use. The Associated Students did not have any net assets with donor restrictions at June 30, 2021.

Cash and cash equivalents

Cash and cash equivalents are short term, interest bearing, highly liquid investments with original maturities of three months or less, unless the investments are held for meeting restrictions of a capital or endowment nature. At year-end, and throughout the year, the Associated Students' cash balances, deposited in the bank, exceeded federally insured limits. Management believes the Associated Students is not exposed to any significant credit risk on cash and cash equivalents.

**Associated Students of
California State University Channel Islands, Inc.**

**Notes to Financial Statements
June 30, 2021**

Accounts receivable

Accounts receivable are stated at unpaid balance less an allowance for doubtful accounts. Associated Students provides for losses on the receivables using the allowance method which is based on experience and other circumstances. Associated Students considers all accounts receivable to be fully collectible and, as such, an allowance for doubtful accounts is not considered necessary.

Property and equipment, net

Property and equipment are stated at cost less accumulated depreciation and amortization. Depreciation and amortization are computed using the straight-line method over the estimated useful lives of the assets, which range from five to ten years. Leasehold improvements are stated at cost and are amortized using the straight-line method over the estimated useful life of fifteen years. Repairs and maintenance are charged to expenses as incurred.

Revenue recognition

Revenues for services provided are recognized when earned by the Associated Students. All gifts, bequests, and other public support are included in net assets without donor restrictions, unless specifically restricted by the donor or the terms of the gift or grant instrument. Amounts received in excess of balances earned are recognized as liabilities.

Revenue received where the restriction is met in the same fiscal year is reported under net assets without donor restrictions.

Accounting for contributions

Contributions, including unconditional promises to give, are recognized when received. All contributions are reported as increases in net assets without donor restrictions unless use of the contributed assets is specifically restricted by the donor. Amounts received that are restricted by the donor to use in future periods or for specific purposes are reported as increases in net assets with donor restrictions, consistent with the nature of the restriction. Unconditional promises with payments due in future years have an implied restriction to be used in the year the payment is due, and therefore are reported as net assets with donor restrictions until the payment is due unless the contribution is clearly intended to support activities of the current fiscal year or is received with permanent donor restrictions. Conditional promises, such as matching grants, are not recognized until they become unconditional, that is, until all conditions on which they depend are substantially met.

Contributed goods and services

Contributions of goods received that are measurable are recorded as revenue at their estimated fair value when received. Contributions of services are recognized if the services received meet any of these criteria: (1) if they create or enhance nonfinancial assets and (2) if they require specialized skills, are provided by individuals possessing those skills, and would typically need to be purchased if not provided by donation. No contributed goods and services qualified for recognition during the year ended June 30, 2021.

Campus Fees

Associated Students performs various services for the University including covering expenses for student government, student union, student programming, and various student publications. These services are recognized as revenue as services are performed and there exists no underlying contracts. The University collects these fees from their students and remits to Associated students quarterly.

**Associated Students of
California State University Channel Islands, Inc.**

**Notes to Financial Statements
June 30, 2021**

Supporting services

Expenses incurred to support the overall operations of the Associated Students have not been allocated to any programs and are included in management and general expenses in the statements of activities.

Functional expenses

The costs of providing programs and activities have been summarized on a functional basis in the accompanying statements of functional expenses. Accordingly, certain costs have been allocated among the programs and supporting services benefited based on personnel time and space utilized for activities.

Advertising costs

Advertising costs are charged to expense as incurred. Advertising expense was \$710 for the year ended June 30, 2021.

Income taxes

Associated Students is a not-for-profit organization exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code and Section 23701(d) of the Revenue Taxation Code of California. Accordingly, no provision for income taxes is included in the accompanying financial statements.

Associated Students has no unrecognized tax benefits at June 30, 2021. Associated Students' federal and state income tax returns prior to 2018, respectively, are closed and management continually evaluates expiring statutes of limitations, audits, proposed settlements, changes in tax law and new authoritative rulings.

If applicable, Associated Students recognizes interest and penalties associated with tax matters as part of income tax expense and includes accrued interest and penalties with accounts payable and accrued expenses in the statements of financial position.

Use of estimates

The preparation of financial statements requires management to make estimates and assumptions that affect the reported amounts of revenues and expenses during the reporting period and the reported amounts of assets and liabilities at the date of the financial statements. On an ongoing basis, Associated Students' management evaluates the estimates and assumptions based upon historical experience and various other factors and circumstances. Associated Students' management believes that the estimates and assumptions are reasonable in the circumstances; however, the actual results could differ from those estimates.

Comparative totals

The financial statements include certain prior-year summarized comparative information in total but not by net asset class. Such information does not include sufficient detail to constitute a presentation in conformity with GAAP. Accordingly, such information should be read in conjunction with the Associated Students' financial statements for the year ended June 30, 2020 from which the summarized information was derived.

**Associated Students of
California State University Channel Islands, Inc.**

**Notes to Financial Statements
June 30, 2021**

Fair value measurements

Associated Students values certain of its financial assets and liabilities based on the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. In order to increase consistency and comparability in fair value measurements, a fair value hierarchy prioritizes observable and unobservable inputs used to measure fair value into three broad levels, which are described below:

- Level 1: Quoted priced (unadjusted) in active markets that are accessible at the measurement date for identical assets or liabilities. The fair value hierarchy gives the highest priority to Level 1 inputs.
- Level 2: Observable inputs other than Level 1 prices, such as quoted prices for similar assets or liabilities; quoted prices in inactive markets; or model-derived valuations in which all significant inputs are observable or can be derived principally from or corroborated with observable market data.
- Level 3: Unobservable inputs are used when little or no market data is available. The fair value hierarchy gives the lowest priority to Level 3 inputs.

Subsequent events

Associated Students has evaluated subsequent events through September 17, 2021, which is the date these financial statements were available to be issued.

Note 2 - Liquidity

Associated Students regularly monitors liquidity required to meet its operating needs and other contractual commitments. Associated Students has various sources of liquidity at its disposal, including cash and cash equivalents and accounts receivable.

The emergence of COVID-19 may have the potential to impact the Associated Students' liquidity (see Note 9). Management continues to regularly monitor liquidity and has reduced expenditures as a result of loss of revenue streams.

The total financial assets held by the Associated Students at June 30, 2021 and the amount of those financial assets that could be made available for general expenditure within one year of the date of the statement of financial position are summarized in the following table:

Financial assets	
Cash and cash equivalents	\$ 616,748
Loan receivable	174,359
Account receivable	1,086
Related party receivables	59,110
	<hr/>
Total financial assets	<u>\$ 851,303</u>

**Associated Students of
California State University Channel Islands, Inc.**

**Notes to Financial Statements
June 30, 2021**

Note 3 - Concentrations of credit risk

Financial instruments which potentially subject Associated Students to concentrations of credit risk include cash and cash equivalents. Associated Students maintains its cash and cash equivalents and investments with high-credit quality financial institutions. At times, such amounts may exceed federally insured limits which are currently \$250,000 per institution. As of June 30, 2021, Associated Students' bank deposits exceeded the balance insured by the FDIC by \$391,501.

Note 4 - Loan receivable

In March 2013, Associated Students entered into a promissory note with CI University Auxiliary Services for approximately half of the construction of Pizza 3.14 in the Town Center. The loan amount of \$273,269 bears interest at 2% with full payment to be completed by January 2033. The loan calls for monthly payments of \$1,406. The loan receivable balance owed at June 30, 2021 was \$174,359. The related party loan receivable is stated at fair value for purposes of the report.

Management believes that all amounts will be received when due, therefore, no allowance for uncollectible receivables has been established.

Note 5 - Property and equipment, net

Property and equipment for the year ended June 30, 2021, consists of the following:

Equipment	\$ 166,662
Accumulated depreciation	<u>(127,687)</u>
Net property and equipment	<u>\$ 38,975</u>

Depreciation expense for the years ended and June 30, 2021, was \$29,132.

Note 6 - Related party transactions

Associated Students has entered into certain transactions with the Campus and recognized auxiliary organizations of the Campus relating primarily to payroll reimbursement and commercial food services. The accompanying financial statements include all such transactions for the year ended June 30, 2021,

Related party receivables are generated from CI University Auxiliary Services, Inc. through renting space and from the University for outstanding campus fees. Related party receivables consist of the following:

California State University Channel Islands	\$ 56,297
CI University Auxiliary Services, Inc.	<u>2,813</u>
	<u>\$ 59,110</u>

**Associated Students of
California State University Channel Islands, Inc.**

**Notes to Financial Statements
June 30, 2021**

Management believes that all amounts will be received when due, therefore, no allowance for uncollectible receivables has been established.

Related party payables to the University are generated through Associated Students usage of University personnel for Associated Students' services. Related party payables to Channel Islands University Auxiliary Services ("CIUAS") are generated through the payroll services and calculations done for Associated Students by CIUAS.

California State University Channel Islands	\$ 20,409
California State University, Channel Islands Foundation	500
CI University Auxiliary Services, Inc.	<u>241,863</u>
	<u>\$ 262,772</u>

During the year ended June 30, 2021, the Associated Students contributed to the University a total of \$2,431,522 related to prior receivable from University.

Note 7 - Funds held for others

Funds held for others at June 30, 2021 were \$139,614 and is held in custody for various University student organizations.

Note 8 - Board designated net assets

As of June 30, 2021, the Associated Students had \$485,985 of net assets without donor restrictions which were board designated as program development. Board designated funds represent net assets without donor restrictions allocated for contingencies related to operations.

Note 9 - Commitments and contingencies

From time to time, Associated Students may have claims against it arising from its normal operations. Currently, there are no claims or litigation against Associated Students.

Coronavirus

In December 2019, a novel strain of the coronavirus ("COVID-19") was reported. On March 11, 2020, the World Health Organization declared COVID-19 a global pandemic and recommended containment and mitigation measures worldwide. The COVID-19 outbreak in the United States has caused business disruption through mandated and voluntary closures. As a result of mandates issued by government officials, the campus of California State University, Channel Islands and the Associated Students transitioned to virtual learning and programming in late March 2020. For the fall semester of 2021, the campus returned to in-person and online instruction, following Ventura County guidelines and public health protocols.

Associated Students' fee revenue was not impacted because all activity fees for the fiscal years ended June 30, 2021 were received. According to the Interim CSU Refund Policy for Tuition and Fees, dated March 19, 2020, mandatory activity fees will not be refunded. While the disruption currently is expected to be temporary, there is uncertainty about what the long-term financial and operational impact of governmental initiatives will be on the Associated Students.

SUPPLEMENTARY INFORMATION

**Associated Students of
California State University Channel Islands, Inc.**

**Schedule of Net Position
June 30, 2021**

Assets:		
Current assets:		
Cash and cash equivalents	\$	616,748
Short-term investments		-
Accounts receivable, net		60,196
Capital lease receivable, current portion		-
Notes receivable, current portion		174,359
Pledges receivable, net		-
Prepaid expenses and other current assets		-
		<hr/>
Total current assets		851,303
Noncurrent assets:		
Restricted cash and cash equivalents		-
Accounts receivable, net		-
Capital lease receivable, net of current portion		-
Notes receivable, net of current portion		-
Student loans receivable, net		-
Pledges receivable, net		-
Endowment investments		-
Other long-term investments		-
Capital assets, net		38,975
Other assets		-
		<hr/>
Total noncurrent assets		38,975
		<hr/>
Total assets		890,278
Deferred outflows of resources:		
Unamortized loss on debt refunding		-
Net pension liability		-
Net OPEB liability		-
Others		-
		<hr/>
Total deferred outflows of resources		-
Liabilities:		
Current liabilities:		
Accounts payable		1,922
Accrued salaries and benefits		-
Accrued compensated absences, current portion		-
Unearned revenues		-
Capital lease obligations, current portion		-
Long-term debt obligations, current portion		-
Claims liability for losses and loss adjustment expenses, current portion		-
Depository accounts		139,599
Other liabilities		262,772
		<hr/>
Total current liabilities		404,293
Noncurrent liabilities:		
Accrued compensated absences, net of current portion		-
Unearned revenues		-
Grants refundable		-
Capital lease obligations, 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		-
Net pension liability		-
Other liabilities		-
		<hr/>
Total noncurrent liabilities		-
		<hr/>
Total liabilities		404,293
Deferred inflows of resources:		
Service concession arrangements		-
Net pension liability		-
Net OPEB liability		-
Unamortized gain on debt refunding		-
Nonexchange transactions		-
Others		-
		<hr/>
Total deferred inflows of resources		-
Net position:		
Net investment in capital assets		-
Restricted for:		
Nonexpendable – endowments		-
Expendable:		
Scholarships and fellowships		-
Research		-
Loans		-
Capital projects		-
Debt service		-
Others		-
Unrestricted		485,985
		<hr/>
Total net position	\$	485,985

**Associated Students of
California State University Channel Islands, Inc.**

**Schedule of Revenues, Expenses, and Changes in Net Position
For the Year Ended June 30, 2021**

Revenues:		
Operating revenues:		
Student tuition and fees, gross	\$	-
Scholarship allowances (enter as negative)		-
Grants and contracts, noncapital:		
Federal		-
State		-
Local		-
Nongovernmental		-
Sales and services of educational activities		-
Sales and services of auxiliary enterprises, gross		-
Scholarship allowances (enter as negative)		-
Other operating revenues		2,406,650
Total operating revenues		2,406,650
Expenses:		
Operating expenses:		
Instruction		-
Research		-
Public service		-
Academic support		-
Student services		4,586,326
Institutional support		335,440
Operation and maintenance of plant		-
Student grants and scholarships		-
Auxiliary enterprise expenses		-
Depreciation and amortization		29,132
Total operating expenses		4,950,898
Operating income (loss)		(2,544,248)
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		211
Endowment income (loss), net		-
Interest expense		-
Other nonoperating revenues (expenses) - excl. interagency transfers		-
Net nonoperating revenues (expenses)		211
Income (loss) before other revenues (expenses)		(2,544,037)
State appropriations, capital		-
Grants and gifts, capital		-
Additions (reductions) to permanent endowments		-
Increase (decrease) in net position		(2,544,037)
Net position:		
Net position at beginning of year, as previously reported		3,030,022
Restatements		-
Net position at beginning of year, as restated		3,030,022
Net position at end of year	\$	485,985

**Associated Students of
California State University Channel Islands, Inc.**

**Footnotes
For the Year Ended June 30, 2021**

Footnote II - Transactions with related entities:

State appropriations receivable	\$ -
Payments to University for employee salaries, services, space, etc.	1,231,042
Payments to the Foundation for services, space and programs	4,500
Payments to Site Authority for services, space and programs	3,119
Payments to the University Auxiliary Services for employee services, space and programs	906,813
Amounts receivable from (payable to) the University	56,297
Amounts receivable from (payable to) the Foundation	-
Amounts receivable from (payable to) the Site Authority	-
Amounts receivable from (payable to) the University Auxiliary Services	2,813
Amounts receivable from (payable to) the University	(20,409)
Amounts receivable from (payable to) the Foundation	-
Amounts receivable from (payable to) the Site Authority	-
Amounts receivable from (payable to) the University Auxiliary Services	(215,916)

**Associated Students of
California State University Channel Islands, Inc.**

**Expenses by Natural Classification
For the Year Ended June 30, 2021**

Expenses	<u>2021</u>	<u>2020</u>
Administrative fees	\$ -	\$ 46,028
Advertising	710	1,230
Awards	146	97
Business meals and hospitality	1,130	33,814
Campus contributions	2,431,522	-
Depreciation	29,132	29,132
Dues and fees	7,192	6,287
Education and training	9,509	15,214
Honoraria	2,983	3,620
Insurance	13,257	17,997
Office expenses	-	1
Outside services, administrative	1,045,766	545,581
Outside services, program	1,045,766	545,581
Postage and delivery	2,733	139
Printing	799	17,900
Professional fees	248,718	252,174
Promotional items	30,324	10,125
Rentals/leases	-	410
Repairs and maintenance	213	41,393
Small equipment	7,664	2,182
Supplies	56,904	105,203
Telephone	3,468	3,468
Travel	384	38,266
Utilities	12,578	15,593
	<hr/>	<hr/>
	<u>\$ 4,950,898</u>	<u>\$ 1,731,435</u>

**Associated Students of
California State University Channel Islands, Inc.**

**Other Information
For the Year Ended June 30, 2021
(Continued)**

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	616,748
Total	\$ 616,748

**Associated Students of
California State University Channel Islands, Inc.**

**Other Information
For the Year Ended June 30, 2021
(Continued)**

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	-	-	-
Municipal bonds	-	-	-
Corporate bonds	-	-	-
Asset backed securities	-	-	-
Mortgage backed securities	-	-	-
Commercial paper	-	-	-
Mutual funds	-	-	-
Exchange traded funds	-	-	-
Equity securities	-	-	-
Alternative investments:			
Private equity (including limited partnerships)	-	-	-
Hedge funds	-	-	-
Managed futures	-	-	-
Real estate investments (including REITs)	-	-	-
Commodities	-	-	-
Derivatives	-	-	-
Other alternative investment	-	-	-
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	-	-	-
Less endowment investments (enter as negative number)	-	-	-
Total investments, net of endowments	\$ -	\$ -	\$ -

**Associated Students of
California State University Channel Islands, Inc.**

**Other Information
For the Year Ended June 30, 2021
(Continued)**

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	-	-	-	-	-
Municipal bonds	-	-	-	-	-
Corporate bonds	-	-	-	-	-
Asset backed securities	-	-	-	-	-
Mortgage backed securities	-	-	-	-	-
Commercial paper	-	-	-	-	-
Mutual funds	-	-	-	-	-
Exchange traded funds	-	-	-	-	-
Equity securities	-	-	-	-	-
Alternative investments:					
Private equity (including limited partnerships)	-	-	-	-	-
Hedge funds	-	-	-	-	-
Managed futures	-	-	-	-	-
Real estate investments (including REITs)	-	-	-	-	-
Commodities	-	-	-	-	-
Derivatives	-	-	-	-	-
Other alternative investment	-	-	-	-	-
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	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Total investments	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

2.3 Investments held by the University under contractual agreements:

	Current	Noncurrent	Total
Investments held by the University under contractual agreements e.g - CSU Consolidated Investment Pool (formerly SWIFT):	-	-	-
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**Associated Students of
California State University Channel Islands, Inc.**

**Other Information
For the Year Ended June 30, 2021
(Continued)**

3.1 Composition of capital assets:

	Balance June 30, 2020	Reclassifications	Prior Period Additions	Prior Period Retirements	Balance June 30, 2020 (Restated)	Additions	Retirements	Transfer of completed CWIP/PWIP	Balance June 30, 2021
Non-depreciable/Non-amortizable capital assets:									
Land and land improvements	\$ -	-	-	-	\$ -	-	-	-	\$ -
Works of art and historical treasures	-	-	-	-	-	-	-	-	-
Construction work in progress (CWIP)	-	-	-	-	-	-	-	-	-
Intangible assets:									
Rights and easements	-	-	-	-	-	-	-	-	-
Patents, copyrights and trademarks	-	-	-	-	-	-	-	-	-
Intangible assets in progress (PWIP)	-	-	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-	-	-
Other intangible assets:	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-
Total Other intangible assets	-	-	-	-	-	-	-	-	-
Total intangible assets	-	-	-	-	-	-	-	-	-
Total non-depreciable/non-amortizable capital assets	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Depreciable/Amortizable capital assets:									
Buildings and building improvements	-	-	-	-	-	-	-	-	-
Improvements, other than buildings	-	-	-	-	-	-	-	-	-
Infrastructure	-	-	-	-	-	-	-	-	-
Leasehold improvements	-	-	-	-	-	-	-	-	-
Personal property:									
Equipment	166,662	-	-	-	166,662	-	-	-	166,662
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	166,662	-	-	-	166,662	-	-	-	166,662
Total capital assets	\$ 166,662	\$ -	\$ -	\$ -	\$ 166,662	\$ -	\$ -	\$ -	\$ 166,662
Less accumulated depreciation/amortization: (enter as negative number, except for reductions enter as positive number)									
Buildings and building improvements	-	-	-	-	-	-	-	-	-
Improvements, other than buildings	-	-	-	-	-	-	-	-	-
Infrastructure	-	-	-	-	-	-	-	-	-
Leasehold improvements	-	-	-	-	-	-	-	-	-
Personal property:									
Equipment	(98,555)	-	-	-	(98,555)	(29,132)	-	-	(127,687)
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	(98,555)	-	-	-	(98,555)	(29,132)	-	-	(127,687)
Total accumulated depreciation/amortization	(98,555)	-	-	-	(98,555)	(29,132)	-	-	(127,687)
Total capital assets, net	\$ 68,107	\$ -	\$ -	\$ -	\$ 68,107	\$ (29,132)	\$ -	\$ -	\$ 38,975

3.2 Detail of depreciation and amortization expense:	
Depreciation and amortization expense related to capital assets	\$ 29,132
Amortization expense related to other assets	-
Total depreciation and amortization	\$ 29,132

**Associated Students of
California State University Channel Islands, Inc.**

**Other Information
For the Year Ended June 30, 2021
(Continued)**

4 Long-term liabilities:

	Balance June 30, 2020	Prior Period Adjustments/Reclassification s	Balance June 30, 2020 (Restated)	Additions	Reductions	Balance June 30, 2021	Current Portion	Noncurrent Portion
1. Accrued compensated absences	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2. Claims liability for losses and loss adjustment expenses	-	-	-	-	-	-	-	-
3. Capital lease obligations:								
Gross balance	-	-	-	-	-	-	-	-
Unamortized net premium/(discount)	-	-	-	-	-	-	-	-
Total capital lease obligations	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
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 Others:	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-
Total others	-	-	-	-	-	-	-	-
Sub-total long-term debt	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
4.5 Unamortized net bond premium/(discount)	-	-	-	-	-	-	-	-
Total long-term debt obligations	-	-	-	-	-	-	-	-
Total long-term liabilities	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

**Associated Students of
California State University Channel Islands, Inc.**

**Other Information
For the Year Ended June 30, 2021
(Continued)**

5 Capital lease obligations schedule:

	Capital lease obligations related to SRB			All other capital lease obligations			Total capital lease obligations		
	Principal Only	Interest Only	Principal and Interest	Principal Only	Interest Only	Principal and Interest	Principal Only	Interest Only	Principal and Interest
Year ending June 30:									
2022	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2023	-	-	-	-	-	-	-	-	-
2024	-	-	-	-	-	-	-	-	-
2025	-	-	-	-	-	-	-	-	-
2026	-	-	-	-	-	-	-	-	-
2027 - 2031	-	-	-	-	-	-	-	-	-
2032 - 2036	-	-	-	-	-	-	-	-	-
2037 - 2041	-	-	-	-	-	-	-	-	-
2042 - 2046	-	-	-	-	-	-	-	-	-
2047 - 2051	-	-	-	-	-	-	-	-	-
Thereafter	-	-	-	-	-	-	-	-	-
Total minimum lease payments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Less: amounts representing interest									-
Present value of future minimum lease payments									-
Unamortized net premium (discount)									-
Total capital lease obligations									-
Less: current portion									-
Capital lease obligations, net of current portion									\$ -

**Associated Students of
California State University Channel Islands, Inc.**

**Other Information
For the Year Ended June 30, 2021
(Continued)**

6 Long-term debt obligations schedule:

	Auxiliary revenue bonds (non-SRB related)			All other long-term debt obligations			Total long-term debt obligations		
	Principal	Interest	Principal and Interest	Principal	Interest	Principal and Interest	Principal	Interest	Principal and Interest
Year ending June 30:									
2022	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2023	-	-	-	-	-	-	-	-	-
2024	-	-	-	-	-	-	-	-	-
2025	-	-	-	-	-	-	-	-	-
2026	-	-	-	-	-	-	-	-	-
2027 - 2031	-	-	-	-	-	-	-	-	-
2032 - 2036	-	-	-	-	-	-	-	-	-
2037 - 2041	-	-	-	-	-	-	-	-	-
2042 - 2046	-	-	-	-	-	-	-	-	-
2047 - 2051	-	-	-	-	-	-	-	-	-
Thereafter	-	-	-	-	-	-	-	-	-
Total minimum payments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Less: amounts representing interest									-
Present value of future minimum payments									-
Unamortized net premium/(discount)									-
Total long-term debt obligations									-
Less: current portion									-
Long-term debt obligations, net of current portion									\$ -

**Associated Students of
California State University Channel Islands, Inc.**

**Other Information
For the Year Ended June 30, 2021
(Continued)**

7 Transactions with related entities:

Payments to University for salaries of University personnel working on contracts, grants, and other programs	\$	78,405
Payments to University for other than salaries of University personnel		1,152,637
Payments received from University for services, space, and programs		1,727,608
Gifts-in-kind to the University from discretely presented component units		-
Gifts (cash or assets) to the University from discretely presented component units		-
Accounts (payable to) University (enter as negative number)		(20,409)
Other amounts (payable to) University (enter as negative number)		-
Accounts receivable from University (enter as positive number)		56,297
Other amounts receivable from University (enter as positive number)		-

**Associated Students of
California State University Channel Islands, Inc.**

**Other Information
For the Year Ended June 30, 2021
(Continued)**

8 Restatements

Provide a detailed breakdown of the journal entries (at the financial statement line items level) booked to record each restatement:

			Debit/(Credit)
Restatement #1	None		-
Restatement #2	None		-

**Associated Students of
California State University Channel Islands, Inc.**

**Other Information
For the Year Ended June 30, 2021
(Continued)**

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	-	-	-	-	-	4,586,326	-	4,586,326
Institutional support	-	-	-	-	-	335,440	-	335,440
Operation and maintenance of plant	-	-	-	-	-	-	-	-
Student grants and scholarships	-	-	-	-	-	-	-	-
Auxiliary enterprise expenses	-	-	-	-	-	-	-	-
Depreciation and amortization	-	-	-	-	-	-	29,132	29,132
Total operating expenses	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 4,921,766	\$ 29,132	\$ 4,950,898

**Associated Students of
California State University Channel Islands, Inc.**

**Other Information
For the Year Ended June 30, 2021
(Continued)**

10 Deferred outflows/inflows of resources:

1. Deferred Outflows of Resources

Deferred outflows - unamortized loss on refunding(s)	\$	-
Deferred outflows - net pension liability		-
Deferred outflows - net OPEB liability		-
Deferred outflows - others:		
Sales/intra-entity transfers of future revenues		-
Gain/loss on sale leaseback		-
Loan origination fees and costs		-
Change in fair value of hedging derivative instrument		-
Irrevocable split-interest agreements		-
		-
		-
		-
Total deferred outflows - others		-
Total deferred outflows of resources	\$	-

2. Deferred Inflows of Resources

Deferred inflows - service concession arrangements	\$	-
Deferred inflows - net pension liability		-
Deferred inflows - net OPEB liability		-
Deferred inflows - unamortized gain on debt refunding(s)		-
Deferred inflows - nonexchange transactions		-
Deferred inflows - others:		
Sales/intra-entity transfers of future revenues		-
Gain/loss on sale leaseback		-
Loan origination fees and costs		-
Change in fair value of hedging derivative instrument		-
Irrevocable split-interest agreements		-
		-
		-
		-
Total deferred inflows - others		-
Total deferred inflows of resources	\$	-

11 Other nonoperating revenues (expenses)

Other nonoperating revenues	\$	-
Other nonoperating (expenses)		-
Total other nonoperating revenues (expenses)	\$	-

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*

The Board of Directors
Associated Students of California State University, Channel Islands, Inc.
(A California State University Auxiliary Organization)

We have audited in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, the financial statements of Associated Students of California State University Channel Islands, Inc. ("Associated Students"), which comprise the statement of financial position as of June 30, 2021, 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 17, 2021.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Associated Students' internal control over financial reporting ("internal control") as a basis for designing 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 Associated Students' internal control. Accordingly, we do not express an opinion on the effectiveness of the Associated Students' 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 may exist that have not been identified.

Compliance and Other Matters

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

Purpose of This Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity'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 entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

CohnReznick LLP

Los Angeles, California
September 17, 2021



Independent Member of Nexia International

cohnreznick.com