

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

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

June 30, 2022 and 2021

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

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Independent Auditor's Report

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

Report on the Audit of the Financial Statements

Opinion

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 statements of financial position as of June 30, 2022 and 2021, and the related statements of activities, functional expenses and cash flows for the years then ended, and the related notes to the financial statements.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of Associated Students of California State University Channel Islands, Inc. as of June 30, 2022 and 2021, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audits in accordance with auditing standards generally accepted in the United States of America ("GAAS") 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 of California State University Channel Islands, Inc. and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about Associated Students of California State University Channel Island's ability to continue as a going concern for one year after the date that the financial statements are issued.

Auditor's Responsibilities for the Audit of the Financial Statements

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

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of Associated Students of California State University Channel Islands, Inc.'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 of California State University Channel Islands, Inc.'s ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the 2022 financial statements as a whole. The 2022 supplementary information on pages 16 - 28 is presented for purposes of additional analysis and is not a required part of the 2022 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 2022 financial statements. The information has been subjected to the auditing procedures applied in the audit of the 2022 financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the 2022 financial statements or to the 2022 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 2022 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 20, 2022 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

We have previously audited Associated Students of California State University, Channel Islands, Inc.'s June 30, 2021 financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated September 17, 2022. In our opinion, the summarized comparative information presented herein as of and for the year ended June 30, 2021 is consistent, in all material respects, with the audited financial statements from which it has been derived.



Los Angeles, California
September 20, 2022

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

**Statements of Financial Position
June 30, 2022
(With Comparative Totals for 2021)**

	<u>Assets</u>	
	2022	2021
Cash and cash equivalents	\$ 588,606	\$ 616,748
Accounts receivable	3,000	1,086
Loan receivable	160,850	174,359
Related party receivables	366,083	59,110
Property and equipment, net	9,375	38,975
 Total assets	 \$ 1,127,914	 \$ 890,278
	 <u>Liabilities and Net Assets</u>	
Accrued liabilities	\$ 30,350	\$ 1,922
Related party payables	423,291	262,772
Funds held for others	137,828	139,599
 Total liabilities	 591,469	 404,293
 Commitments and contingencies		
Net assets without donor restrictions		
Board designated - program development	536,445	485,985
 Total net assets	 536,445	 485,985
 Total liabilities and net assets	 \$ 1,127,914	 \$ 890,278

See Notes to Financial Statements.

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

**Statements of Activities
Year Ended June 30, 2022
(With Comparative Totals for 2021)**

	2022	2021
Support and revenue		
Campus fees	\$ 1,760,954	\$ 2,400,450
Interest income	285	211
Other revenue	108,395	6,200
Total support and revenue	1,869,634	2,406,861
Expenses		
Student programs	528,350	2,798,391
Student union	910,452	1,787,935
General and administrative	350,772	335,440
Depreciation	29,600	29,132
Total expenses	1,819,174	4,950,898
Change in net assets	50,460	(2,544,037)
Net assets, beginning	485,985	3,030,022
Net assets, end	\$ 536,445	\$ 485,985

See Notes to Financial Statements.

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

**Statements of Functional Expenses
Year Ended June 30, 2022
(With Comparative Totals for 2021)**

	Program services			Support services			
	Student programs	Student union	Total program services	General and administrative	2022 Total expenses		
Expenses							
Advertising	\$ -	\$ -	\$ -	\$ 30	\$ 30		\$ 710
Awards	200	-	200	-	200		146
Business meals and hospitality	32,422	2,263	34,685	5,133	39,818		1,130
Campus contributions	-	-	-	-	-		2,431,522
Dues and fees	3,685	1,529	5,214	419	5,633		7,192
Education and training	1,344	5,093	6,437	181	6,618		9,509
Honoraria	3,050	-	3,050	-	3,050		2,983
Insurance	-	16,144	16,144	-	16,144		13,257
Outside services, administrative	135,172	308,661	443,833	119,473	563,306		1,045,766
Outside services, program	135,172	308,661	443,833	119,473	563,306		1,045,766
Postage and delivery	147	20	167	140	307		2,733
Printing	6,062	311	6,373	1,933	8,306		799
Professional fees	72,780	148,933	221,713	75,304	297,017		248,718
Promotional items	16,434	9,871	26,305	3,943	30,248		30,324
Repairs and maintenance	-	387	387	-	387		213
Small equipment	4,136	49,307	53,443	13,266	66,709		7,664
Supplies	106,115	32,417	138,532	5,363	143,895		56,904
Telephone	680	2,108	2,788	680	3,468		3,468
Travel	10,951	7,243	18,194	5,434	23,628		384
Utilities	-	17,504	17,504	-	17,504		12,578
	528,350	910,452	1,438,802	350,772	1,789,574		4,921,766
Depreciation	-	29,600	29,600	-	29,600		29,132
Total expenses	\$ 528,350	\$ 940,052	\$ 1,468,402	\$ 350,772	\$ 1,819,174		\$ 4,950,898

See Notes to Financial Statements.

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

**Statements of Cash Flows
Year Ended June 30, 2022
(With Comparative Totals for 2021)**

	2022	2021
Cash flows from operating activities		
Change in net assets	\$ 50,460	\$ (2,544,037)
Adjustments to reconcile increase in net assets to net cash (used) provided by operating activities		
Depreciation	29,600	29,132
Campus contributions	-	2,431,522
Change in operating assets and liabilities		
Accounts receivable	(1,914)	3,000
Loan receivable	13,509	13,245
Related party receivables	(306,973)	17,138
Accounts payable	-	(4,812)
Accrued liabilities	28,428	(6,756)
Related party payables	160,519	94,746
Fund held for others	(1,771)	(12,266)
	(28,142)	20,912
Net cash (used) provided by operating activities		
	(28,142)	20,912
Cash and cash equivalents, beginning	616,748	595,836
Cash and cash equivalents, end	\$ 588,606	\$ 616,748

See Notes to Financial Statements.

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

**Notes to Financial Statements
June 30, 2022**

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, 2022.

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.

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

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

**Notes to Financial Statements
June 30, 2022**

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 10 years. Leasehold improvements are stated at cost and are amortized using the straight-line method over the estimated useful life of 15 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.

Contributions 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, 2022.

Campus fees

Associated Students performs various services for the University including covering expenses for student government, student union, student programming, and various student publications. The University collects fees from their students and remits the Student Body Center Fee to Associated Students quarterly, while the Associated Students' Fees are recognized as revenue as services are performed.

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.

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

**Notes to Financial Statements
June 30, 2022**

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.

In the prior year, the Associated Students returned Associated Students' Fees held to the campus, resulting in a campus contribution expense of \$2,431,522 and accumulated Student Body Center fees of \$1,045,766 in outside services expense.

Advertising costs

Advertising costs are charged to expense as incurred. Advertising expense was \$30 for the year ended June 30, 2022.

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, 2022. Associated Students' federal and state income tax returns prior to 2019, 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, 2021 from which the summarized information was derived.

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

**Notes to Financial Statements
June 30, 2022**

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 prices (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 20, 2022, 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 total financial assets held by the Associated Students at June 30, 2022 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	\$ 588,606
Accounts receivable	3,000
Loan receivable	160,850
Related party receivables	<u>366,083</u>
 Total financial assets available to meet cash needs for general expenditures within one year	 <u>\$ 1,118,539</u>

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.

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

**Notes to Financial Statements
June 30, 2022**

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, 2022 was \$160,850. 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, 2022, consist of the following:

Equipment	\$	166,662
Accumulated depreciation		<u>(157,287)</u>
	\$	<u>9,375</u>

Depreciation expense for the year ended and June 30, 2022 was \$29,600.

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, 2022,

Related party receivables are generated from Channel Islands University Auxiliary Services, Inc. ("CIUAS") through renting space and from the University for outstanding campus fees. Related party receivables consist of the following:

California State University Channel Islands	\$	366,083
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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 CIUAS are generated through the payroll services and calculations done for Associated Students by CIUAS:

California State University Channel Islands	\$	255,078
Channel Islands University Auxiliary Service, Inc.		<u>66,744</u>
	\$	<u>321,822</u>

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

**Notes to Financial Statements
June 30, 2022**

For the year ended June 30, 2022, related party transactions include the following:

Payments to University for employee salaries, services, space, etc.	\$	58,167
Payments to University for other than salaries of University personnel		99,308
Payments received from University for services, space, and programs		1,512,487

Note 7 - Funds held for others

Funds held for others at June 30, 2022 were \$137,828 and are held in custody for various University student organizations.

Note 8 - Board designated net assets

As of June 30, 2022, the Associated Students had \$536,445 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. While the disruption is currently expected to be temporary, there is considerable uncertainty around the duration of this disruption. Therefore, the extent of the financial impact and duration cannot be reasonable estimated at this time.

Supplementary Information

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

**Schedule of Net Position
June 30, 2022**

Assets:	
Current assets:	
Cash and cash equivalents	\$ 588,606
Short-term investments	-
Accounts receivable, net	369,083
Lease receivables, current portion	-
Notes receivable, current portion	-
Pledges receivable, net	-
Prepaid expenses and other current assets	-
	<hr/>
Total current assets	957,689
Noncurrent assets:	
Restricted cash and cash equivalents	-
Accounts receivable, net	-
Lease receivables, net of current portion	-
Notes receivable, net of current portion	160,850
Student loans receivable, net	-
Pledges receivable, net	-
Endowment investments	-
Other long-term investments	-
Capital assets, net	9,375
Other assets	-
	<hr/>
Total noncurrent assets	170,225
	<hr/>
Total assets	1,127,914
Deferred outflows of resources:	
Unamortized loss on debt refunding	-
Net pension liability	-
Net OPEB liability	-
Leases	-
Others	-
	<hr/>
Total deferred outflows of resources	-
Liabilities:	
Current liabilities:	
Accounts payable	30,350
Accrued salaries and benefits	-
Accrued compensated absences, current portion	-
Unearned revenues	-
Lease liabilities, current portion	-
Long-term debt obligations, current portion	-
Claims liability for losses and loss adjustment expenses, current portion	-
Depository accounts	137,828
Other liabilities	423,291
	<hr/>
Total current liabilities	591,469
Noncurrent liabilities:	
Accrued compensated absences, net of current portion	-
Unearned revenues	-
Grants refundable	-
Lease 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	-
Net pension liability	-
Other liabilities	-
	<hr/>
Total noncurrent liabilities	-
	<hr/>
Total liabilities	591,469
Deferred inflows of resources:	
Service concession arrangements	-
Net pension liability	-
Net OPEB liability	-
Unamortized gain on debt refunding	-
Nonexchange transactions	-
Lease	-
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	536,445
	<hr/>
Total net position	\$ 536,445

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

**Schedule of Revenues, Expenses and Changes in Net Position
For the Year Ended June 30, 2022**

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	1,869,349
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Total operating revenues	1,869,349
	<hr/>
Expenses:	
Operating expenses:	
Instruction	-
Research	-
Public service	-
Academic support	-
Student services	1,438,802
Institutional support	350,772
Operation and maintenance of plant	-
Student grants and scholarships	-
Auxiliary enterprise expenses	-
Depreciation and amortization	29,600
	<hr/>
Total operating expenses	1,819,174
	<hr/>
Operating income (loss)	50,175
	<hr/>
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	285
Endowment income (loss), net	-
Interest expense	-
Other nonoperating revenues (expenses)	-
	<hr/>
Net nonoperating revenues (expenses)	285
	<hr/>
Income (loss) before other revenues (expenses)	50,460
	<hr/>
State appropriations, capital	-
Grants and gifts, capital	-
Additions (reductions) to permanent endowments	-
	<hr/>
Increase (decrease) in net position	50,460
	<hr/>
Net position:	
Net position at beginning of year, as previously reported	485,985
Restatements	-
	<hr/>
Net position at beginning of year, as restated	485,985
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Net position at end of year	\$ 536,445
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**Associated Students of
California State University Channel Islands, Inc.**

**Other Information
For the Year Ended June 30, 2022
(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		588,606
Total	\$	588,606

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

**Other Information
For the Year Ended June 30, 2022
(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, 2022
(Continued)**

Composition of lease assets:	Balance June 30, 2021	Additions	Remeasurements	Reductions	Balance June 30, 2022
Non-depreciable/Non-amortizable lease assets:					
Land and land improvements	\$ -	\$ -	\$ -	\$ -	\$ -
Total non-depreciable/non-amortizable lease assets	-	-	-	-	-
Depreciable/Amortizable lease assets:					
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)					
Buildings and building improvements	-	-	-	-	-
Improvements, other than buildings	-	-	-	-	-
Infrastructure	-	-	-	-	-
Personal property:					
Equipment	-	-	-	-	-
Total accumulated depreciation/amortization	-	-	-	-	-
Total lease assets, net	\$ -	\$ -	\$ -	\$ -	\$ -
3.2 Detail of depreciation and amortization expense:					
Depreciation and amortization expense related to capital assets	\$ 29,600				
Amortization expense related to other assets	-				
Total depreciation and amortization	\$ 29,600				

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

**Other Information
For the Year Ended June 30, 2022
(Continued)**

4 Long-term liabilities:

	Balance June 30, 2021	Prior Period Adjustments/Reclassifications	Balance June 30, 2021 (Restated)	Additions	Reductions	Balance June 30, 2022	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	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
5. Lease Liabilities								
Total long-term liabilities						\$ -	\$ -	\$ -
						\$ -	\$ -	\$ -
Lease liabilities								
Total	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

5 Lease Liabilities schedule:

	Lease Liabilities related to SRB			All other lease liabilities			Total lease liabilities		
	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:									
2023	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2024	-	-	-	-	-	-	-	-	-
2025	-	-	-	-	-	-	-	-	-
2026	-	-	-	-	-	-	-	-	-
2027	-	-	-	-	-	-	-	-	-
2028 - 2032	-	-	-	-	-	-	-	-	-
2033 - 2037	-	-	-	-	-	-	-	-	-
2038 - 2042	-	-	-	-	-	-	-	-	-
2043 - 2047	-	-	-	-	-	-	-	-	-
2048 - 2052	-	-	-	-	-	-	-	-	-
Thereafter	-	-	-	-	-	-	-	-	-
Total minimum lease payments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Less: amounts representing interest									-
Present value of future minimum lease payments									-
Total lease liabilities									-
Less: current portion									-
Lease liabilities, net of current portion									\$ -

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

**Other Information
For the Year Ended June 30, 2022
(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:									
2023	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2024	-	-	-	-	-	-	-	-	-
2025	-	-	-	-	-	-	-	-	-
2026	-	-	-	-	-	-	-	-	-
2027	-	-	-	-	-	-	-	-	-
2028 - 2032	-	-	-	-	-	-	-	-	-
2033 - 2037	-	-	-	-	-	-	-	-	-
2038 - 2042	-	-	-	-	-	-	-	-	-
2043 - 2047	-	-	-	-	-	-	-	-	-
2048 - 2052	-	-	-	-	-	-	-	-	-
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, 2022
(Continued)**

7 Transactions with related entities:

Payments to University for salaries of University personnel working on contracts, grants, and other programs	\$	58,167
Payments to University for other than salaries of University personnel		99,308
Payments received from University for services, space, and programs		1,512,487
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		(255,078)
Other amounts (payable to) University		-
Accounts receivable from University		366,083
Other amounts receivable from University		-

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

**Other Information
For the Year Ended June 30, 2022
(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, 2022
(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	-	-	-	-	-	1,438,802	-	1,438,802
Institutional support	-	-	-	-	-	350,772	-	350,772
Operation and maintenance of plant	-	-	-	-	-	-	-	-
Student grants and scholarships	-	-	-	-	-	-	-	-
Auxiliary enterprise expenses	-	-	-	-	-	-	-	-
Depreciation and amortization	-	-	-	-	-	-	29,600	29,600
Total operating expenses	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,789,574	\$ 29,600	\$ 1,819,174

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

**Other Information
For the Year Ended June 30, 2022
(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 - leases		-
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 - leases		-
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	\$	-

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

**Other Information
For the Year Ended June 30, 2022
(Continued)**

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, 2022, 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 20, 2022.

Report on 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 or significant deficiencies may exist that have not been identified.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Associated Students' 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 20, 2022



Independent Member of Nexia International

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