

**ASSOCIATED STUDENTS OF SAN FRANCISCO STATE UNIVERSITY  
(COMPONENT UNIT OF SAN FRANCISCO STATE UNIVERSITY)**

**FINANCIAL STATEMENTS**

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June 30, 2021

(With Summarized Comparative Totals for June 30, 2020)

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## INDEPENDENT AUDITORS' REPORT

To the Board of Directors of  
Associated Students of San Francisco State University

### **Report on the Financial Statements**

We have audited the accompanying financial statements of Associated Students of San Francisco State University (Associated Students) (a California State University Auxiliary Organization), which comprise the statement of financial position as of June 30, 2021, and the related statements of activities and changes in net assets, 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.

#### *Auditors' 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 auditors' 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 auditors consider internal control relevant to the Associated Students' 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 Associated Students' 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 San Francisco State University as of June 30, 2021, and the changes in its net assets without donor restrictions and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

**Other Information**

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying supplementary information on pages 19-31, is presented for purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. Such information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the accompanying supplementary information is fairly stated, in all material respects, in relation to the financial statements as a whole.

**Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated September 17, 2021, on our consideration of Associated Students' internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements, and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Associated Students' internal control over financial reporting and compliance.

**Report on Summarized Comparative Information**

The financial statements of Associated Students as of and for the year ended June 30, 2020 were audited by other auditors whose report dated October 6, 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 2020 audited financial statements from which it has been derived.



Long Beach, California  
September 17, 2021

**Associated Students of San Francisco State University**

**STATEMENT OF FINANCIAL POSITION**

**June 30, 2021 (with comparative totals for June 30, 2020)**

	<b>2021</b>	<b>2020</b>
<b>Assets</b>		
Cash and cash equivalents	\$ 2,829,873	\$ 139,988
Short-term investments	19,694,656	19,125,524
Long-term investments	739,315	413,471
Accounts receivable, net of allowance for doubtful accounts	295,289	244,505
Student activity fees receivable	-	3,123,238
Prepaid expenses and other assets	6,160	1,815
Property and equipment, net	29,293	53,733
Capitalized leasehold improvements, net	85,218	141,475
Total assets	<b>\$ 23,679,804</b>	<b>\$ 23,243,749</b>
<b>Liabilities and Net Assets</b>		
Accounts payable and accrued expenses	\$ 303,587	\$ 335,060
Accrued vacation	350,745	300,670
Deferred revenue	16,784	95,220
Employee benefits payable	4,585,956	5,634,574
Total liabilities	5,257,072	6,365,524
Net assets without donor restrictions		
Undesignated	14,709,780	13,165,273
Internally designated - Children's Center	3,712,952	3,712,952
Total net assets without donor restrictions	18,422,732	16,878,225
Total liabilities and net assets	<b>\$ 23,679,804</b>	<b>\$ 23,243,749</b>

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

**Associated Students of San Francisco State University**

**STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS**

**Year ended June 30, 2021 (with comparative totals for June 30, 2020)**

	<u>2021</u>	<u>2020</u>
<b>Revenue and Support:</b>		
Contribution and grants	\$ 762,786	\$ 664,067
Service fees	6,494,283	6,874,946
Program fees	649,883	1,018,298
Investment return, net	<u>96,800</u>	<u>384,197</u>
 Total revenue and support	 <u>8,003,752</u>	 <u>8,941,508</u>
<b>Expenses:</b>		
Student services	3,494,916	3,786,212
Student government	710,217	664,949
Community services	854,175	699,793
Student organizations	401,444	317,254
Management and general	<u>2,819,846</u>	<u>3,137,976</u>
 Total expenses	 <u>8,280,598</u>	 <u>8,606,184</u>
 Change in net assets without donor restrictions before change in employee benefits liability	 (276,846)	 335,324
Change in employee benefits liability	<u>1,821,353</u>	<u>176,906</u>
 Change in net assets without donor restrictions	 <u>1,544,507</u>	 <u>512,230</u>
 Net assets without donor restrictions, beginning of year	 <u>16,878,225</u>	 <u>16,365,995</u>
 Net assets without donor restrictions, end of year	 <u>\$ 18,422,732</u>	 <u>\$ 16,878,225</u>

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

## Associated Students of San Francisco State University

## STATEMENT OF CASH FLOWS

Year ended June 30, 2021 (with comparative totals for June 30, 2020)

	<u>2021</u>	<u>2020</u>
<b>Operating Activities:</b>		
Change in net assets without donor restrictions	\$ 1,544,507	\$ 512,230
Adjustments to reconcile change in net assets without donor restrictions to net cash provided by operating activities:		
Depreciation and amortization	117,054	120,501
Net realized and unrealized (gain) loss on investments	21,639	(2,855)
Changes in:		
Accounts receivable, net of allowance for doubtful account	(50,784)	360,902
Student activity fees receivable	3,123,238	173,923
Prepaid expenses and other assets	(4,345)	(165)
Accounts payable and accrued expenses	(31,473)	(212,817)
Accrued vacation	50,075	98,429
Deferred revenue	(78,436)	(79,825)
Employee benefits payable	(1,048,618)	550,272
	<u>3,642,857</u>	<u>1,520,595</u>
Net cash provided by operating activities		
	<u>3,642,857</u>	<u>1,520,595</u>
<b>Investing Activities:</b>		
Purchase of investments	(1,441,015)	(6,232,403)
Proceeds from sale of investments	524,400	995,716
Purchase of property, equipment and leasehold improvements	(36,357)	-
	<u>(952,972)</u>	<u>(5,236,687)</u>
Net cash used in investing activities		
	<u>(952,972)</u>	<u>(5,236,687)</u>
Increase (decrease) in cash and cash equivalents	2,689,885	(3,716,092)
Total net assets without donor restrictions	<u>139,988</u>	<u>3,856,080</u>
Cash and cash equivalents, end of year	<u>\$ 2,829,873</u>	<u>\$ 139,988</u>

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

**Associated Students of San Francisco State University**

**NOTES TO FINANCIAL STATEMENTS**

**June 30, 2021**

**NOTE 1 - ORGANIZATION**

The Associated Students of San Francisco State University (the "Associated Students") is a not-for-profit organization that functions as an auxiliary organization for San Francisco State University (the "University"). The Associated Students operates student programs and activities for the benefit of the students of the University. Such programs and activities are funded primarily from student activity and program fees.

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

***Basis of Presentation and Description of Net Assets***

The financial statements of the Associated Students are prepared using the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America ("U.S. GAAP"), and the accounts are maintained in accordance with the principles of fund accounting. Resources for various purposes are classified for accounting purposes into funds that are in accordance with specific activities or objectives. For financial statement purposes, the following classes of net assets as prescribed for not-for-profit organizations by the Financial Accounting Standards Board ("FASB") report all financial transactions:

*Net Assets without Donor Restrictions* - Net assets consist of all resources of the Associated Students that are not subject to donor-imposed restrictions. Net assets without donor restrictions are available to support all of its programs, activities, facilities and operations.

*Net Assets with Donor Restrictions* - Net assets with donor-imposed restrictions are subject to donor and grant-imposed stipulations. Some donor restrictions are temporary in nature; when a stipulated time or purpose restriction is accomplished, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statement of activities and change in net assets as net assets are released from restriction. Other donor restrictions are perpetual in nature, whereby the donor has stipulated be maintained in perpetuity. At June 30, 2021, there were no net assets with perpetual or temporary restrictions.

***Revenue Recognition***

In fiscal year 2021, the Associated Students adopted Accounting Standards for ASC 606, Revenue from Contracts with Customers. The standard provides a comprehensive model for recognizing revenue from customer contracts. The Associated Students adopted this guidance on a modified-prospective basis.

In fiscal year 2020, the Associated Students adopted Accounting Standards Update 2018-08, *Not-for-Profit Entities (Topic 958): Clarifying the Scope and the Accounting Guidance for Contributions Received and Contributions Made*, as management believes the standard improves the usefulness and understandability of the Associated Students' financial reporting. The Associated Students adopted this guidance on a modified-prospective basis.

Contribution and grant revenue is recognized when cash, securities, other assets, a promise to give, or a notification of beneficial interest is received unconditionally. Conditional contributions received are accounted for as a liability, until conditions are met, at which point the transaction is recognized as unconditional and classified as either net assets with donor restrictions or net assets without donor restrictions. Conditions must have both:

- One or more barriers to overcome before a recipient is entitled to the assets transferred or promised; and
- A right of return to the provider for assets transferred (or for a reduction, settlement, or cancellation of liabilities), or a right of release of the promisor from its obligation to transfer assets (or reduce, settle, or cancel liabilities).



**Associated Students of San Francisco State University****NOTES TO FINANCIAL STATEMENTS****June 30, 2021****NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)*****Revenue Recognition (Continued)***

The Associated Students is party to conditional grants with grant terms through September 30, 2022, and additional funding of \$152,032 that has not been recognized at June 30, 2021 because certain performance obligations have not been met.

Contribution and grants are reviewed for restrictions imposed by donors to determine if the contribution or grant should be classified as net assets with donor restrictions or net assets without donor restrictions. The Associated Students report donor-restricted contributions whose restrictions are met in the same reporting period as revenue recognized as support within net assets without donor restrictions.

The Associated Students has contract revenue consisting of Commission Fees, Childcare tuition, Service Fee associated with the Student Activity fees and Student Center fees and Technical Services. Revenue is recognized when a performance obligation is satisfied when there is a transfer of control of the asset or at the time the good or service is consumed. Contracts are satisfied over the time of the contract. The transaction price is determined using fixed and variable amounts. The Associated Students recognizes service fees revenue as it is earned at the end of each semester and revenue is requested after each semester. The Associated Students is required under Title 5 Section 42403(a) of the California Code of Regulations, to have the student activity fees retained by the University in a campus trust account. At June 30, 2021 and 2020, the service fees for student activities earned was \$6,494,283 and \$6,874,946, respectively.

Program revenue are fees the Associated Students receives for providing childcare, room scheduling/meetings, Farmers Market and other activities. The fees are collected by the Associated Students and recognized when earned.

***Cash and Cash Equivalents***

For purposes of the statement of cash flows, the Associated Students considers all unrestricted liquid investments with an initial maturity of three months or less to be cash equivalents. This includes cash on hand and cash in banks.

***Investments***

Investments are carried at fair value. Investments consist of funds invested in the Local Agency Investment Fund ("LAIF") and debt securities with interest and realized and unrealized gains and losses reflected in the statement of activities and change in net assets.

***Accounts Receivable, net***

Accounts receivable includes amounts due from the Early Childcare Education Center (ECEC), San Francisco State University and a note receivable assumed from the merger of the Cesar Chavez Student Center and the Associated Students of San Francisco. Accounts receivable of \$238,537 at June 30, 2021, is shown net of an allowance for uncollectible accounts of \$4,000.

***Property, Equipment, and Capitalized Leasehold Improvements***

Property and equipment are capitalized at cost when purchased, or if donated, at estimated fair market value at the date of donation. Depreciation has been calculated using the straight-line method over the estimated useful life of the assets, ranging from three to ten years. Capitalized leasehold improvements are amortized over the lesser of their service life or remaining lease term.

**Associated Students of San Francisco State University****NOTES TO FINANCIAL STATEMENTS****June 30, 2021****NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)*****Deferred Revenue***

Deferred revenue consists primarily of tuitions and fees collected in advance for summer sessions at ECEC.

***Income Taxes***

The Associated Students is a tax-exempt organization under Internal Revenue Service Code Section 501(c)(3) and the California tax code. The Associated Students follows the guidelines of the FASB Accounting Standards Codification ("ASC") Topic 740 for accounting for uncertainty in income taxes. At June 30, 2021, management evaluated the Associated Students' tax positions and concluded that the Associated Students had maintained its tax-exempt status and has taken no uncertain tax positions that require adjustment to the financial statements. Therefore, no provision or liability for income taxes has been included in the financial statements. The statute of limitations for federal and California state purposes is generally three and four years, respectively.

***Functional Allocation of Expenses***

The costs of providing various programs and activities have been summarized on a functional basis in the statement of activities and change in net assets. Accordingly, certain costs have been allocated among the programs and supporting services that are benefited based on management estimates.

***Use of Estimates***

The preparation of financial statements in conformity with U.S. GAAP requires management to make estimates and assumptions that affect the reported amount of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period. Actual results could differ from those estimates.

***Fair Value Measurement***

The Associated Students carries certain assets and liabilities at fair value. Fair value is defined as 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. The Associated Students classifies its financial assets and liabilities according to three levels, and maximizes the use of observable inputs and minimizes the use of unobservable inputs when measuring fair value.

Level 1 - Quoted market prices (unadjusted) in active markets for identical assets or liabilities that the entity has the ability to access at the measurement date.

Level 2 - Observable inputs other than quoted prices included within level 1 for the asset or liability, either directly or indirectly.

Level 3 - Unobservable inputs for the asset or liability that are not corroborated by market data.

***Comparative Information***

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

**Associated Students of San Francisco State University**

**NOTES TO FINANCIAL STATEMENTS**

**June 30, 2021**

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

***Reclassifications***

Certain reclassifications have been made to the 2020 summarized financial statements in order for them to conform to current year presentation. These reclassifications had no effect on the change in net assets.

***Subsequent Events***

Management has evaluated the impact of any subsequent events through September 17, 2021, the date on which the accompanying financial statements were available to be issued.

**NOTE 3 - INVESTMENTS**

At June 30, 2021, Investments consist of the following:

Cash and Money Market Funds	\$	32,589
Corporate Bonds and Municipal Bonds		795,062
Local Agency Investment Fund (LAIF)		<u>19,606,320</u>
	\$	<u>20,433,971</u>

Net investment income for the year ended June 30, 2021 was comprised of net realized and unrealized (loss) on investments of \$(21,639), management fee of \$(2,065), and interest on investments of \$120,504.

The LAIF is a voluntary program created by statute that began in 1977 as an investment for California's local governments and special districts. The program offers local agencies the opportunity to participate in a major portfolio, which invests hundreds of millions of dollars, using the investment expertise of the Treasurer's Office investment staff. Participating agencies can withdraw their funds from the LAIF at any time. Participating agencies' portions of the fund are held at fair value using net asset value ("NAV") information provided by LAIF.

**NOTE 4 - FAIR VALUE MEASUREMENT**

The Associated Students' investments are classified by level within the valuation hierarchy on a recurring basis at June 30, 2021, as follows:

	<u>Level 1</u>	<u>Level 2</u>	<u>NAV</u>	<u>Total</u>
Cash and Money Market Fund	\$ 32,589	\$ -	\$ -	\$ 32,589
Corporate Bonds	-	795,062	-	795,062
Local Agency Investment Fund	-	-	19,606,320	19,606,320
	<u>\$ 32,589</u>	<u>\$ 795,062</u>	<u>\$ 19,606,320</u>	<u>\$ 20,433,971</u>

**Associated Students of San Francisco State University**

**NOTES TO FINANCIAL STATEMENTS**

**June 30, 2021**

**NOTE 5 - PROPERTY AND EQUIPMENT**

Property and equipment at June 30, 2021 consist of:

Property and equipment at June 30, 2021 consist of:

Equipment, furniture and fixtures	\$ 855,151
Less accumulated depreciation and amortization	<u>(825,858)</u>
Property and equipment, net	<u>\$ 29,293</u>
Leasehold Improvements	\$ 5,450,112
Construction in progress	<u>36,357</u>
	5,486,469
Less: accumulated depreciation and amortization	<u>(5,401,251)</u>
Capitalized leasehold improvement, net	<u>\$ 85,218</u>

The design of the kitchen upgrade project should be completed by December 31, 2021 for a total commitment of \$100,000 for phase I of the project.

**NOTE 6 – RETIREMENT PLAN**

All salaried employees are covered under an employer-sponsored 403(b) tax-sheltered annuity plan, administered by the Variable Annuity Life Insurance Company. Contributions made by the Associated Students to this plan during the years ended June 30, 2021 and 2020 was \$289,312 and \$248,253, respectively.

**NOTE 7 – EMPLOYEE BENEFITS PAYABLE**

Prior to the merger with the Associated Students, the Student Center of San Francisco State University (the "Student Center") provided health care benefits to its active employees and retirees. The Board of Directors of the Student Center decided that coverage should be maintained and engaged an actuarial consultant to provide an estimate of the anticipated liability for coverage to the effected employees and retirees. The Associated Students did not provide similar coverage, and after June 30, 2014, active employees transferring employment to the Associated Students and retirees would no longer be eligible for that coverage. Effective January 1, 2018, the Associated Students changed its retirement plan to include post-retirement health care benefits for all employees of the Associated Students who vest. The present value of future expected healthcare benefits was calculated using actuarial assumptions based on the benefits provided, premium increases, and assumptions disclosed in the tables below.

## Associated Students of San Francisco State University

## NOTES TO FINANCIAL STATEMENTS

June 30, 2021

**NOTE 7 – EMPLOYEE BENEFITS PAYABLE (CONTINUED)**

The following table provides a reconciliation of the changes in the employee benefits liability and the funded status at June 30, 2021 and 2020:

	<u>2021</u>	<u>2020</u>
Benefit obligation at beginning of year	\$ 5,634,574	\$ 5,084,302
Service cost	428,602	360,058
Interest cost	156,834	181,799
Actuarial loss	(1,567,350)	77,097
Benefits paid	(66,704)	(68,682)
	<u>4,585,956</u>	<u>5,634,574</u>
Benefit obligation at end of year		
Fair value of plan assets at beginning of year		
Employer contributions	66,704	68,682
Benefits paid	(66,704)	(68,682)
	<u>-</u>	<u>-</u>
Fair value of plan assets at end of year		
Unfunded benefit obligation at end of year	<u>\$ 4,585,956</u>	<u>\$ 5,634,574</u>

The following table provides the components of the net periodic benefit cost for the plan, which was included in total expenses in the statements of activities and change in net assets, for the years ended June 30, 2021 and 2020:

	<u>2021</u>	<u>2020</u>
Service cost	\$ 428,602	\$ 360,058
Interest cost	156,834	181,799
Amortization of prior service cost	254,003	254,003
	<u>\$ 839,439</u>	<u>\$ 795,860</u>
Net periodic benefit cost		

The following table provides plan items not yet recognized as a component of periodic plan expenses, but included as a separate charge to net assets at June 30, 2021 and 2020:

	<u>2021</u>	<u>2020</u>
Prior service cost	\$ 3,414,666	\$ 3,668,669
Actuarial (gains) loss	(1,113,865)	453,485
	<u>\$ 2,300,801</u>	<u>\$ 4,122,154</u>

The change in the prior service cost and the actuarial gains (loss) for the years ended June 30, 2021 and 2020 was \$1,821,353 and \$(176,906), respectively, which was recognized as a charge (credit) to net assets in the statements of activities and change in net assets. Prior service cost of \$254,003 and actuarial gain of \$59,570 are expected to be recognized as components of net periodic benefit cost over the next fiscal year.

**Associated Students of San Francisco State University**

**NOTES TO FINANCIAL STATEMENTS**

**June 30, 2021**

**NOTE 7 – EMPLOYEE BENEFITS PAYABLE (CONTINUED)**

The following weighted-average assumptions were used to determine OPEB expense:

	<u>2021</u>	<u>2020</u>
Discount rate	2.80%	3.60%
Expected long-term return on plan assets	N/A	N/A

Assumed health care cost trend rates:

	<u>2021</u>	<u>2020</u>
	Actual Increases	Actual Increases
Pre-Medicare	6.75%	7.00%
Post-Medicare	5.90%	6.10%
Ultimate rate	4.00%	4.00%
Year ultimate rate reached	2075	2075

A one-percentage-point change in assumed health care cost trend rate would have the following effects:

	<u>One- Percentage- Point Increase</u>	<u>One- Percentage- Point Decrease</u>
Effect on accumulated benefit obligation as of June 30:	\$ 1,170,350	\$ (875,545)
Effect on 2020/2021 annual aggregate service and interest costs	\$ 219,148	\$ (152,043)

The Associated Students estimates employer contributions of \$64,000 to be paid to the plan during the next fiscal year. Future benefit payments under the plan are as follows:

Year ending June 30,

2022	\$ 64,121
2023	\$ 73,357
2024	\$ 76,914
2025	\$ 83,367
2026	\$ 89,705
2027-2031	\$ 497,729

**NOTE 8 - CAPITALIZED LEASEHOLD IMPROVEMENTS AND LEASE OBLIGATION**

The Associated Students' capitalized leasehold improvements are related to capital improvements made to the Children's Center on land, which is leased from the Board of Trustees of the California State University (the "Trustees"). The Associated Students facility lease with the Trustees for the facility of the Children's Center, the current term of the facility lease agreement commenced December 2017 and runs through June 30, 2022. Total capitalized leasehold improvements were \$5,486,469 and \$5,450,112 at June 30, 2021 and 2020, respectively. Accumulated amortization relating to the capitalized leasehold improvements was \$5,401,251 and \$5,308,637 at June 30, 2021 and 2020, respectively.

**Associated Students of San Francisco State University****NOTES TO FINANCIAL STATEMENTS****June 30, 2021****NOTE 9 - RELATED PARTIES**

The Auxiliary Business Services Office of The University Corporation, San Francisco State (the "University Corporation") maintains the accounting records of the Associated Students and other campus auxiliary organizations. Operating costs for Auxiliary Business Services are allocated between such organizations based on usage. Fees for accounting services were \$520,907 for the year ended June 30, 2021.

In the normal course of business, the Associated Students conducts various transactions with the University and the other auxiliary organizations. Expense transactions amounted to \$902,737 for the year ended June 30, 2021. Included in this total are related party expenditures for year ended June 30, 2021, in the amount of \$74,734, for cost allocation reimbursement to the University for services provided to the auxiliaries. As of June 30, 2021 and 2020, the Associated Students owed the University \$79,930 and \$78,895, respectively, which is included in accounts payable and accrued expenses on the statement of financial position.

The Associated Students received \$9,965,085 and \$7,434,164 for the year ended June 30, 2021 and 2020, respectively, for service fees in association with student fees collected by the University for student services and the student center building, as well grants and contracts. As of June 30, 2021 and 2020, the University owed the Associated Students \$139,958 and \$130,605, respectively, which is included in accounts receivable on the statement of financial position.

Effective August 1, 2017, the Associated Students entered into an operating agreement and lease ("Master Lease") with the Board of Trustees ("Trustees") of the California State University, for the facilities and space that it utilizes in the Student Center. The term of the Master Lease is August 1, 2017 to July 31, 2024. The Associated Students will share usage with the University Corporation, San Francisco State. For lease costs, the Associated Students is required to pay its share of the common area and facilities upkeep costs. For the year ended June 30, 2021, the Associated Students reimbursed the University \$675,269 for its 46% share of the Student Center.

The University Corporation did not make a contribution to the Associated Students for the year ended June 30, 2021. Due to the campus closure related to Covid-19, there was not residual net rental income from the leasing operations managed by the University Corporation.

**NOTE 10 - CONCENTRATION OF RISK**

The Associated Students has defined its financial instruments, which are potentially subject to risk as cash and investments in LAIF. LAIF is a special fund in the State Treasury created for the purpose of pooled investment of idle funds for local governmental and quasi-governmental entities. These funds are neither insured nor guaranteed by the United States or California governments. The Associated Students investments in LAIF were \$19,606,320 at June 30, 2021. From time to time, cash balances may exceed federally insured limits. The Associated Students has not experienced any previous losses in such accounts and believes it is not exposed to any significant credit risk on its cash.

**NOTE 11 - GOVERNING BOARD TRANSACTIONS**

Compensation paid to student members of the Associated Students Governing Board for the year ended June 30, 2021 was \$241,927. These payments, which range from \$849 - \$1,486 per month, are included in the statement of activities and change in net assets as student government expenses.

**Associated Students of San Francisco State University**

**NOTES TO FINANCIAL STATEMENTS**

**June 30, 2021**

**NOTE 12 - FUNCTIONAL EXPENSES AND NATURAL ACCOUNT**

The financial statements report certain categories of expenses that are attributable to more than one program or supporting function. Therefore, these expenses require allocation on a reasonable and equitable basis, which is determined by management. The expenses that are allocated include and the following:

<u>Expense</u>	<u>Method of Allocation</u>
Salaries and benefits	Percentage share
Office and occupancy	Percentage share
Professional services	Percentage share
Depreciation	Specific location
Supplies and travel	Specific location

An analysis of expenses by both natural classification and functional classification for the year ended June 30, 2021 follows:

	<u>Program Activities</u>						<u>Total Expenses</u>
	<u>Student Services</u>	<u>Student Government</u>	<u>Community Services</u>	<u>Student Organizations</u>	<u>Programs Subtotal</u>	<u>Management and General</u>	
Salaries and benefits	\$ 2,869,839	\$ 256,865	\$ 600,753	\$ 169,886	\$ 3,897,343	\$ 1,896,085	\$ 5,793,428
Grants to other organizations	53,500	-	-	-	53,500	-	53,500
Supplies and travel	170,834	26,561	19,909	47,911	265,215	99,843	365,058
Services and professional fees	265,149	408,669	183,010	165,032	1,021,860	693,891	1,715,751
Office and occupancy	39,925	15,067	47,448	15,560	118,000	117,807	235,807
Depreciation	<u>95,669</u>	<u>3,055</u>	<u>3,055</u>	<u>3,055</u>	<u>104,834</u>	<u>12,220</u>	<u>117,054</u>
Total expenses	<u>\$ 3,494,916</u>	<u>\$ 710,217</u>	<u>\$ 854,175</u>	<u>\$ 401,444</u>	<u>\$ 5,460,752</u>	<u>\$ 2,819,846</u>	<u>\$ 8,280,598</u>



**Associated Students of San Francisco State University****NOTES TO FINANCIAL STATEMENTS****June 30, 2021****NOTE 13 - LIQUIDITY**

Financial assets at the statement of financial position date available to meet general expenditures within one year of the statement of financial position date include:

Cash and cash equivalents	\$ 2,829,873
Short term investments	19,694,656
Receivables	<u>295,289</u>

Financial assets available to meet general expenditures over the next twelve months	<u>\$ 22,819,818</u>
---	----------------------

The Associated Students has \$22,819,818 of financial assets available within one year of the statement of financial position at June 30, 2021 consisting of cash of \$2,829,873, receivables and other assets of \$295,289, and short-term investments of \$19,694,656. None of the financial assets are subject to donor or other contractual restrictions that make them unavailable for general expenditure within one year of the statement of financial position ended June 30, 2021. The Associated Students maintains financial assets, which consist of cash and short-term investments, on hand as part of its operating reserves to meet six months of normal operations. The Associated Students uses normal revenue generated from programs to meet normal operating expenses, which are, on average, approximately \$234,858 (unaudited) per month. As part of its liquidity management, the Associated Students invests cash in excess of daily requirement in various short-term investments including the LAIF.

**NOTE 14 - SUBSEQUENT EVENTS**

The global pandemic due to COVID-19 continues to have an impact to the Associated Students with the University planning to resume scaled down in-person classes, activities and programs starting in Fall 2021. Associated Students was required to develop both virtual and in-person programming to engage the student body. Operations within the Cesar Chavez Student Center resumed on a modified scale to meet safety requirements. Management will embark on a space allocation assessment to identify underutilized space to propose potential renovation for optimize usage of office and meeting space.

Management continues to evaluate the impact of COVID-19 on its operations and has determined that the specific impact is not readily determinable as of the date of these financial statements. The financial statements do not include any adjustments that might result from the outcome of this uncertainty.



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

To the Board of Directors of  
Associated Students of San Francisco State University

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of Associated Students of San Francisco State University (Associated Students) (a California State University Auxiliary Organization), which comprise the statement of financial position as of June 30, 2021, and the related statements of activities and changes in net assets without donor restrictions 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 Associated Students of San Francisco State University's internal control over financial reporting (internal control) as a basis for designing the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Associated Students' 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 Associated Students' 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 Associated Students of San Francisco State University'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 determination of financial statement amounts. 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 Associated Students' internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Associated Students' internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



Long Beach, California  
September 17, 2021

**ASSOCIATED STUDENTS OF SAN FRANCISCO STATE UNIVERSITY**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**FOR THE YEAR ENDED JUNE 30, 2021**

**SECTION I – SUMMARY OF AUDITORS’ RESULTS**

**Financial Statements**

The auditors’ report expressed an unmodified opinion on whether the financial statements of Associated Students of San Francisco State University were prepared in accordance with generally accepted accounting principles.

*Internal control over financial reporting*

1. Material weakness(es) identified? – None reported
2. Significant deficiencies identified? – None reported
3. Noncompliance material to financial statements noted? – No

**SECTION II – FINDINGS - FINANCIAL STATEMENTS AUDIT**

None reported

**SECTION III – STATUS OF CORRECTIVE ACTION ON PRIOR-YEAR FINDINGS**

***2020-001 – Actuarial Valuation of the Post-retirement Health Care Benefit Plan as of June 30, 2019 and 2018***

Finding: During the fiscal year 2020 audit, it was noted that the employee benefits liability had been underreported in fiscal years 2018 and 2019 due to the liability calculations being based on an incomplete census.

The above finding was initially made in the year ended June 30, 2020 and was satisfactorily addressed and resolved during the year ended June 30, 2021.

**ASSOCIATED STUDENTS OF SAN FRANCISCO STATE UNIVERSITY**

**SUPPLEMENTARY FINANCIAL INFORMATION**

**SCHEDULE OF NET POSITION**

**JUNE 30, 2021**

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

Assets:

Current assets:

Cash and cash equivalents	\$ 2,829,873
Short-term investments	19,694,656
Accounts receivable, net	287,289
Capital lease receivable, current portion	-
Notes receivable, current portion	8,000
Pledges receivable, net	-
Prepaid expenses and other current assets	6,160
Total current assets	<u>22,825,978</u>

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	739,315
Capital assets, net	114,511
Other assets	-
Total noncurrent assets	<u>853,826</u>
Total assets	<u>23,679,804</u>

Deferred outflows of resources:

Unamortized loss on debt refunding	-
Net pension liability	-
Net OPEB liability	-
Others	-
Total deferred outflows of resources	<u>-</u>

See Independent Auditors' Report

**ASSOCIATED STUDENTS OF SAN FRANCISCO STATE UNIVERSITY**

**SUPPLEMENTARY FINANCIAL INFORMATION**

**SCHEDULE OF NET POSITION**

**JUNE 30, 2021**

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

**(Continued)**

Liabilities:	
Current liabilities:	
Accounts payable	210,537
Accrued salaries and benefits	44,270
Accrued compensated absences, current portion	350,745
Unearned revenues	16,784
Capital lease obligations, current portion	-
Long-term debt obligations, current portion	-
Claims liability for losses and loss adjustment expenses, current portion	-
Depository accounts	-
Other liabilities	48,780
Total current liabilities	<u>671,116</u>
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	4,585,956
Net pension liability	-
Other liabilities	-
Total noncurrent liabilities	<u>4,585,956</u>
Total liabilities	<u>5,257,072</u>
Deferred inflows of resources:	
Service concession arrangements	-
Net pension liability	-
Net OPEB liability	-
Unamortized gain on debt refunding	-
Nonexchange transactions	-
Others	-
Total deferred inflows of resources	<u>-</u>
Net position:	
Net investment in capital assets	-
Restricted for:	
Nonexpendable – endowments	-
Expendable:	
Scholarships and fellowships	-
Research	-
Loans	-
Capital projects	-
Debt service	-
Others	-
Unrestricted	<u>18,422,732</u>
Total net position	<u>\$ 18,422,732</u>

See Independent Auditors' Report

**ASSOCIATED STUDENTS OF SAN FRANCISCO STATE UNIVERSITY**

**SUPPLEMENTARY FINANCIAL INFORMATION**

**SCHEDULE OF REVENUES, EXPENSES, AND CHANGE IN NET POSITION**

**JUNE 30, 2021**

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

Revenues:	
Operating revenues:	
Student tuition and fees, gross	\$ -
Scholarship allowances (enter as negative)	-
Grants and contracts, noncapital:	
Federal	216,018
State	110,016
Local	345,315
Nongovernmental	91,437
Sales and services of educational activities	-
Sales and services of auxiliary enterprises, gross	-
Scholarship allowances (enter as negative)	-
Other operating revenues	<u>7,144,166</u>
Total operating revenues	<u>7,906,952</u>
Expenses:	
Operating expenses:	
Instruction	-
Research	-
Public service	-
Academic support	-
Student services	5,302,418
Institutional support	2,627,019
Operation and maintenance of plant	180,607
Student grants and scholarships	53,500
Auxiliary enterprise expenses	-
Depreciation and amortization	<u>117,054</u>
Total operating expenses	<u>8,280,598</u>
Operating income (loss)	<u>(373,646)</u>

See Independent Auditors' Report

**ASSOCIATED STUDENTS OF SAN FRANCISCO STATE UNIVERSITY**

**SUPPLEMENTARY FINANCIAL INFORMATION**

**SCHEDULE OF REVENUES, EXPENSES, AND CHANGE IN NET POSITION**

**JUNE 30, 2021**

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

**(Continued)**

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	96,800
Endowment income (loss), net	-
Interest expense	-
Other nonoperating revenues (expenses) - excl. interagency transfers	<u>1,821,353</u>
Net nonoperating revenues (expenses)	<u>1,918,153</u>
Income (loss) before other revenues (expenses)	<u>1,544,507</u>
State appropriations, capital	-
Grants and gifts, capital	-
Additions (reductions) to permanent endowments	-
Increase (decrease) in net position	<u>1,544,507</u>
Net position:	
Net position at beginning of year, as previously reported	16,878,225
Restatements	-
Net position at beginning of year, as restated	<u>16,878,225</u>
Net position at end of year	<u>\$ 18,422,732</u>

See Independent Auditors' Report



## ASSOCIATED STUDENTS OF SAN FRANCISCO STATE UNIVERSITY

### SUPPLEMENTARY FINANCIAL INFORMATION

#### OTHER INFORMATION

JUNE 30, 2021

(for inclusion in the California State University)

(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		2,829,873
<b>Total</b>		<u>\$ 2,829,873</u>

#### 2.1. COMPOSITION OF INVESTMENTS:

Investment Type	Current	Noncurrent	Total
Money market funds	\$ 32,589	\$ -	\$ 32,589
Repurchase agreements	-	-	-
Certificates of deposit	-	-	-
U.S. agency securities	-	-	-
U.S. treasury securities	-	-	-
Municipal bonds	-	-	-
Corporate bonds	55,747	739,315	795,062
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)	19,606,320	-	19,606,320
State of California Surplus Money Investment Fund (SMIF)	-	-	-
Other investments	-	-	-
<b>Total investments</b>	<u>19,694,656</u>	<u>739,315</u>	<u>20,433,971</u>
<b>Less endowment investments</b>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total investments, net of endowments</b>	<u>\$ 19,694,656</u>	<u>\$ 739,315</u>	<u>\$ 20,433,971</u>

See Independent Auditors' Report

**ASSOCIATED STUDENTS OF SAN FRANCISCO STATE UNIVERSITY**

**SUPPLEMENTARY FINANCIAL INFORMATION**

**OTHER INFORMATION**

**JUNE 30, 2021**

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

**(Continued)**

**2.2 FAIR VALUE HIERARCHY IN INVESTMENTS:**

Investment Type	Total	FAIR VALUE MEASUREMENTS USING			Net Asset Value (NAV)
		Quoted Prices In Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)	
Money market funds	\$ 32,589	\$ 32,589	\$ -	\$ -	\$ -
Repurchase agreements	-	-	-	-	-
Certificates of deposit	-	-	-	-	-
U.S. agency securities	-	-	-	-	-
U.S. treasury securities	-	-	-	-	-
Municipal bonds	-	-	-	-	-
Corporate bonds	795,062	-	795,062	-	-
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)	19,606,320	-	-	-	19,606,320
State of California Surplus Money Investment Fund (SMIF)	-	-	-	-	-
Other investments	-	-	-	-	-
<b>Total investments</b>	<b>\$ 20,433,971</b>	<b>\$ 32,589</b>	<b>\$ 795,062</b>	<b>\$ -</b>	<b>\$ 19,606,320</b>

**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 SWIFT Inv Pool)	\$ -	\$ -	\$ -
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

See Independent Auditors' Report

**ASSOCIATED STUDENTS OF SAN FRANCISCO STATE UNIVERSITY**

**SUPPLEMENTARY FINANCIAL INFORMATION  
OTHER INFORMATION**

**JUNE 30, 2021**

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

**(Continued)**

3.1. COMPOSITION OF CAPITAL ASSETS:

	Balance June 30, 2020	Reclassifications	Prior-Period Adjustments	Balance June 30, 2020 (Restated)	Additions	Retirements	Transfers of Completed CWIP/PWIP	Balance June 30, 2021
<b>Nondepreciable/nonamortizable capital assets:</b>								
Land and land improvements	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Works of art and historical treasures	-	-	-	-	-	-	-	-
Construction work in progress (CWIP)	-	-	-	-	36,357	-	-	36,357
Intangible assets:								
Rights and easements	-	-	-	-	-	-	-	-
Patents, copyrights and trademarks	-	-	-	-	-	-	-	-
Intangible assets in progress (PWIP)	-	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-	-
Other intangible assets	-	-	-	-	-	-	-	-
Total intangible assets	-	-	-	-	-	-	-	-
<b>Total nondepreciable/nonamortizable capital assets</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>36,357</b>	<b>-</b>	<b>-</b>	<b>36,357</b>
<b>Depreciable/amortizable capital assets:</b>								
Buildings and building improvements	-	-	-	-	-	-	-	-
Improvements, other than buildings	-	-	-	-	-	-	-	-
Infrastructure	-	-	-	-	-	-	-	-
Leasehold improvements	5,450,113	(1)	-	5,450,112	-	-	-	5,450,112
Personal property:								
Equipment	855,147	4	-	855,151	-	-	-	855,151
Library books and materials	-	-	-	-	-	-	-	-
Intangible assets:								
Software and websites	-	-	-	-	-	-	-	-
Rights and easements	-	-	-	-	-	-	-	-
Patents, copyrights and trademarks	-	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-	-
Other intangible assets	-	-	-	-	-	-	-	-
Total intangible assets	-	-	-	-	-	-	-	-
<b>Total depreciable/amortizable capital assets</b>	<b>6,305,260</b>	<b>3</b>	<b>-</b>	<b>6,305,263</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>6,305,263</b>
<b>Total capital assets</b>	<b>6,305,260</b>	<b>3</b>	<b>-</b>	<b>6,305,263</b>	<b>36,357</b>	<b>-</b>	<b>-</b>	<b>6,341,620</b>
<b>Less accumulated depreciation/amortization:</b>								
Buildings and building improvements	-	-	-	-	-	-	-	-
Improvements, other than buildings	-	-	-	-	-	-	-	-
Infrastructure	-	-	-	-	-	-	-	-
Leasehold improvements	(5,308,633)	(4)	-	(5,308,637)	(92,614)	-	-	(5,401,251)
Personal property:								
Equipment	(801,419)	1	-	(801,418)	(24,440)	-	-	(825,858)
Library books and materials	-	-	-	-	-	-	-	-
Intangible assets:								
Software and websites	-	-	-	-	-	-	-	-
Rights and easements	-	-	-	-	-	-	-	-
Patents, copyright and trademarks	-	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-	-
Other intangible assets	-	-	-	-	-	-	-	-
Total intangible assets	-	-	-	-	-	-	-	-
<b>Total accumulated depreciation/amortization</b>	<b>(6,110,052)</b>	<b>(3)</b>	<b>-</b>	<b>(6,110,055)</b>	<b>(117,054)</b>	<b>-</b>	<b>-</b>	<b>(6,227,109)</b>
<b>Total capital assets, net</b>	<b>\$ 195,208</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 195,208</b>	<b>\$ (80,697)</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 114,511</b>

See Independent Auditors' Report

**ASSOCIATED STUDENTS OF SAN FRANCISCO STATE UNIVERSITY**

**SUPPLEMENTARY FINANCIAL INFORMATION  
OTHER INFORMATION**

**JUNE 30, 2021**

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

**(Continued)**

**3.2 DETAIL OF DEPRECIATION AND AMORTIZATION EXPENSE:**

	<u>Amount</u>
Depreciation and amortization expense related to capital assets	\$ 117,054
Amortization expense related to other assets	<u>-</u>
<b>Total depreciation and amortization</b>	<u>\$ 117,054</u>

**4. LONG-TERM LIABILITIES:**

	<u>Balance</u>		<u>Prior-Period</u>		<u>Balance</u>		<u>Balance</u>		<u>Balance</u>		<u>Current</u>		<u>Noncurrent</u>
	<u>June 30, 2020</u>		<u>Adjustments</u>		<u>June 30, 2020</u>		<u>June 30, 2021</u>		<u>June 30, 2021</u>		<u>Portion</u>		<u>Portion</u>
		<u>\$</u>	<u>Reclassifications</u>		<u>(Restated)</u>			<u>\$</u>		<u>\$</u>		<u>\$</u>	
1. Accrued compensated absences	\$ 300,670		\$ -		\$ 300,670		\$ 87,187		\$ (37,112)		\$ 350,745		\$ -
2. Claims liability for losses and loss adjustment expenses	-		-		-		-		-		-		-
3. Capitalized lease obligations:													
Gross balance	-		-		-		-		-		-		-
Unamortized premium/(discount)	-		-		-		-		-		-		-
Total capitalized lease obligations	-		-		-		-		-		-		-
<b>Long-term debt obligations:</b>													
Auxiliary revenue bonds (non-SRB related)	-		-		-		-		-		-		-
Commercial Paper	-		-		-		-		-		-		-
Note payable (SRB related)	-		-		-		-		-		-		-
Others:	-		-		-		-		-		-		-
<b>Sub-total long-term debt obligations</b>	-		-		-		-		-		-		-
<b>Unamortized net bond premium/(discount)</b>	-		-		-		-		-		-		-
<b>Total long-term debt obligations</b>	-		-		-		-		-		-		-
<b>Total long-term liabilities</b>	<u>\$ 300,670</u>		<u>\$ -</u>		<u>\$ 300,670</u>		<u>\$ 87,187</u>		<u>\$ (37,112)</u>		<u>\$ 350,745</u>		<u>\$ -</u>

See Independent Auditors' Report

**ASSOCIATED STUDENTS OF SAN FRANCISCO STATE UNIVERSITY**

**SUPPLEMENTARY FINANCIAL INFORMATION**

**OTHER INFORMATION**

**JUNE 30, 2021**

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

**(Continued)**

**5. CAPITALIZED LEASE OBLIGATIONS SCHEDULE:**

Year Ending June 30,	Capitalized Lease Obligations Related to SRB			All Other Long-Term 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
2022	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2023	-	-	-	-	-	-	-	-	-
2024	-	-	-	-	-	-	-	-	-
2025	-	-	-	-	-	-	-	-	-
2026	-	-	-	-	-	-	-	-	-
2027-2031	-	-	-	-	-	-	-	-	-
2032-2036	-	-	-	-	-	-	-	-	-
2037-2041	-	-	-	-	-	-	-	-	-
2042-2046	-	-	-	-	-	-	-	-	-
2047-2051	-	-	-	-	-	-	-	-	-
Thereafter	-	-	-	-	-	-	-	-	-
Total Minimum Lease Payment	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
							Less amounts representing interest		-
							Present value of future minimum payments		-
							Unamortized net premium (discount)		-
							Total capital lease obligations		-
							Less current portion		-
							Capital lease obligations, net of current portion	\$	-

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**6. LONG-TERM DEBT OBLIGATIONS SCHEDULE:**

Year Ending June 30,	Auxiliary Revenue Bonds (non-SRB related)			All Other Long-Term Debt Obligations			Total Long-Term Debt Obligations		
	Principal Only	Interest Only	Principal and Interest	Principal Only	Interest Only	Principal and Interest	Principal Only	Interest Only	Principal and Interest
2022	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2023	-	-	-	-	-	-	-	-	-
2024	-	-	-	-	-	-	-	-	-
2025	-	-	-	-	-	-	-	-	-
2026	-	-	-	-	-	-	-	-	-
2027-2031	-	-	-	-	-	-	-	-	-
2032-2036	-	-	-	-	-	-	-	-	-
2037-2041	-	-	-	-	-	-	-	-	-
2042-2046	-	-	-	-	-	-	-	-	-
2047-2051	-	-	-	-	-	-	-	-	-
Thereafter	-	-	-	-	-	-	-	-	-
Total Minimum Payment	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
							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	\$	-

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**7. TRANSACTIONS WITH RELATED ENTITIES**

	<u><b>Amount</b></u>
Payments to University for salaries of University personnel working on contracts, grants, and other programs	\$ -
Payments to University for other than salaries of University personnel	\$ 902,737
Payments received from University for services, space, and programs	\$ 9,965,085
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	\$ (73,930)
Other amounts (payable to) University	\$ -
Accounts receivable from University	\$ 139,958
Other amounts receivable from University	\$ -

**8. RESTATEMENTS/PRIOR PERIOD ADJUSTMENTS**

Intentionally left blank - no restatements/prior period adjustments

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**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	2,940,627	738,042	218,674	-	-	1,405,075	-	5,302,418
Institutional support	677,987	995,236	58,426	-	-	895,370	-	2,627,019
Operation and maintenance of plant	117,832	34,391	12,213	-	-	16,171	-	180,607
Student grants and scholarships	-	-	-	-	53,500	-	-	53,500
Auxiliary enterprise expenses	-	-	-	-	-	-	-	-
Depreciation and amortization	-	-	-	-	-	-	117,054	117,054
<b>Total Operating Expenses</b>	<u>\$ 3,736,446</u>	<u>\$ 1,767,669</u>	<u>\$ 289,313</u>	<u>\$ -</u>	<u>\$ 53,500</u>	<u>\$ 2,316,616</u>	<u>\$ 117,054</u>	<u>\$ 8,280,598</u>

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**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		-
		-

**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 - other		-
		-

**Total deferred inflows of resources**

**\$ -**

**11. OTHER NONOPERATING REVENUES (EXPENSE)**

Other nonoperating revenues	\$	1,821,353
Other nonoperating (expenses)		-
		-

**Total other nonoperating revenues (expenses)**

**\$ 1,821,353**