

**ASSOCIATED STUDENTS, INC.
CALIFORNIA STATE UNIVERSITY, BAKERSFIELD**

**FINANCIAL REPORT
(Audited)**

JUNE 30, 2008

**ASSOCIATED STUDENTS, INC.
CALIFORNIA STATE UNIVERSITY, BAKERSFIELD
JUNE 30, 2008**

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

**ASSOCIATED STUDENTS, INC.
CALIFORNIA STATE UNIVERSITY, BAKERSFIELD
STATEMENTS OF ACTIVITIES
FOR THE YEARS ENDED JUNE 30, 2008 AND 2007**

	2008	2007
Changes in Unrestricted Net Assets:		
Revenues:		
Student Activity Fees	\$ 2,255,925	\$ 2,020,028
Investment Income	85,421	37,691
Miscellaneous	230	-
	2,341,576	2,057,719
Total Revenues		
Expenses of Auxiliary Enterprises:		
Program		
Student Services	185,057	100,100
Student Government	24,914	33,557
Other Programs	39,734	32,370
Intercollegiate Athletics	1,972,850	1,751,944
	2,222,555	1,917,971
General and Administrative	171,731	179,959
	2,394,286	2,097,930
Total Expenses of Auxiliary Enterprises		
Decrease in Net Assets	(52,710)	(40,211)
Net Assets, Beginning of Year	1,459,773	1,499,984
Net Assets, End of Year	\$ 1,407,063	\$ 1,459,773

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

**ASSOCIATED STUDENTS, INC.
CALIFORNIA STATE UNIVERSITY, BAKERSFIELD
STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED JUNE 30, 2008 AND 2007**

	2008	2007
Cash Flows from Operating Activities		
Decrease in Net Assets	\$ (52,710)	\$ (40,211)
Adjustments to Reconcile Net Changes in Unrestricted Net Assets to Net Cash Provided by Operating Activities:		
Loss on Disposition of Property and Equipment	2,121	-
Depreciation	11,575	11,705
(Increase) in Receivables	(14,324)	(34,444)
Increase in Payables	3,843	24,209
Increase (Decrease) in Accrued Payroll	(6,155)	3,941
Increase (Decrease) in Deferred Revenue	16,935	(1,800)
Net Cash Provided (Used) by Operating Activities	(38,715)	(36,600)
Cash Flows from Investing Activities		
Purchase of Investments	(1,115,775)	-
Purchase of Property and Equipment	(34,517)	(25,068)
Proceeds from Investment Income	(85,421)	(37,691)
Net Cash Provided (Used) by Investing Activities	(1,235,713)	(62,759)
Net Decrease in Cash	(1,274,428)	(99,359)
Cash:		
Beginning	1,274,428	1,373,787
Ending	\$ -	\$ 1,274,428

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

**ASSOCIATED STUDENTS, INC.
CALIFORNIA STATE UNIVERSITY, BAKERSFIELD
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2008 AND 2007**

NOTE 1 – NATURE OF ACTIVITIES AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Activities

The Associated Students, Inc., California State University, Bakersfield ("the Associated Students"), functions to benefit the student body of the California State University, Bakersfield, by providing financial, cultural, educational, recreational, and motivational support. Though in operation since 1976, it became a viable fiscal entity with the introduction of mandatory student fees by an election in October 1977.

A summary of the Associated Students' significant accounting policies follows:

Accounting Policies

The Associated Students accounts for its financial transactions in accordance with the policies and procedures of the California State University Auxiliary Organization's Accounting and Reporting System.

NOTE 1 – NATURE OF ACTIVITIES AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
(Continued)

Cash and Cash Equivalents

For purposes of the statement of cash flows, highly liquid investments with an initial maturity of three

NOTE 4 – OPERATING LEASES

The Associated Students leases office space at the Antelope Valley Center and California State University, Bakersfield from the Trustees of the California State University and California State University, Bakersfield Student Union, Incorporated, respectively, under noncancellable agreements expiring in April 2009.

The total minimum rental commitment as of June 30, 2008 is due in future years as follows:

<u>Years Ending June 30,</u>	
2009	<u>\$ 16,158</u>
	<u><u>\$ 16,158</u></u>

The Associated Students sublease one-half of the office space at the Antelope Valley Center to the California State University, Bakersfield Student Union on a monthly basis.

Rental expense was \$22,971 and \$20,148 for the years ended June 30, 2008 and 2007, respectively, and was offset by sublease rentals of \$3,990 for each of the years ended June 30, 2008 and 2007.

NOTE 5 – TRANSACTIONS WITH RELATED PARTIES

The accounting department of California State University, Bakersfield provides accounting services to the Associated Students.

California State University, Bakersfield, Foundation (the "Foundation") functions to benefit the student body of the California State University, Bakersfield by operating various campus programs. The Foundation provides program services for student services for the Children's Center. The Associated Students pays the California State University Bakersfield and/or the Foundation for these services as approved by the Student Body.

ASSOCIATED STUDENTS, INC.
CALIFORNIA STATE UNIVERSITY, BAKERSFIELD
SCHEDULE OF NET ASSETS
JUNE 30, 2008
(for inclusion in the California State University)

Assets:

Current Assets:

Cash and Cash Equivalents	\$	-
Short-Term Investments		1,522,681
Accounts Receivable, Net		60,485
Leases Receivable, Current Portion		-
Pledges Receivable, Net		-
Prepaid Expenses and Other Assets		-

ASSOCIATED STUDENTS, INC.
CALIFORNIA STATE UNIVERSITY, BAKERSFIELD
SCHEDULE OF NET ASSETS (Continued)
JUNE 30, 2008
(for inclusion in the California State University)

Net Assets:	
Invested in Capital Assets, Net of Related Debt	\$ 54,387
Restricted for:	
Nonexpendable - Endowments	-
Expendable:	
Scholarships and Fellowships	-
Research	-
Loans	-
Capital Projects	-
Debt Service	-
Other	-
Unrestricted	<u>1,352,676</u>
Total Net Assets	<u>\$ 1,407,063</u>

ASSOCIATED STUDENTS, INC.
CALIFORNIA STATE UNIVERSITY, BAKERSFIELD
SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS
FOR THE YEAR ENDED JUNE 30, 2008
(for inclusion in the California State University)

Revenues:

Operating Revenues:

Student Tuition and Fees	\$ 2,255,925
Grants and Contracts, Noncapital:	
Federal	-
State and Local	-
Nongovernmental	-

**ASSOCIATED STUDENTS, INC.
CALIFORNIA STATE UNIVERSITY, BAKERSFIELD
OTHER INFORMATION
JUNE 30, 2008
(for inclusion in the California State University)**

1. Restricted Cash and Cash Equivalents at June 30, 2008:

Portion of Restricted Cash and Cash Equivalents Related to Endowments	\$	-
All Other Restricted Cash and Cash Equivalents		-
		<hr style="border-top: 1px solid black;"/>
Total Restricted Cash and Cash Equivalents	\$	<u>-</u>

2. Composition of Investments at June 30, 2008:

	Current		Noncurrent		Total
Debt and Equity Securities	\$	-	\$	-	\$ -

ASSOCIATED STUDENTS, INC.

ASSOCIATED STUDENTS, INC.
CALIFORNIA STATE UNIVERSITY, BAKERSFIELD
OTHER INFORMATION (Continued)
JUNE 30, 2008
(for inclusion in the California State University)

4. Long-Term Liabilities Activity Schedule:

	Balance June 30, 2007	Additions	Reductions	Balance June 30, 2008	Long-Term Portion	Current Portion
Accrued Compensated Absences	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Self-Insurance Claims Liability	-	-	-	-	-	-
Capitalized Lease Obligations	-	-	-	-	-	-
Long-Term Debt Obligations:						
Revenue Bonds	-	-	-	-	-	-
Other Bonds (Non-Revenue Bonds)	-	-	-	-	-	-
Commercial Paper	-	-	-	-	-	-
Other:						
Accrued Postretirement Cost	-	-	-	-	-	-
Total Long-Term Debt Obligation	-	-	-	-	-	-
Total Long-Term Liabilities	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

**ASSOCIATED STUDENTS, INC.
CALIFORNIA STATE UNIVERSITY, BAKERSFIELD
OTHER INFORMATION (Continued)
JUNE 30, 2008
(for inclusion in the California State University)**

7. Long-Term Debt Obligation Schedule

Year Ending June 30:	Revenue Bonds		All Other Long-Term Debt Obligations		Total	
	Principal	Interest	Principal	Interest	Principal	Interest
2009	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2010	-	-	-	-	-	-
2011	-	-	-	-	-	-
2012	-	-	-	-	-	-
2013-2017	-	-	-	-	-	-
2018-2022	-	-	-	-	-	-
2023-2027	-	-	-	-	-	-
2028-2032	-	-	-	-	-	-
2033-2037	-	-	-	-	-	-
2038-2042	-	-	-	-	-	-
2043-2047	-	-	-	-	-	-
2048-2052	-	-	-	-	-	-
2053-2055	-	-	-	-	-	-
Total	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

8. The Nature and Amount of the Prior Period Adjustment(s) Recorded to Beginning Net Assets – GASB Auxiliary Organizations:

N/A – No Restatements

9. The Nature and Amount of the Prior Period Adjustment(s) Recorded to Beginning Net Assets – FASB Auxiliary Organizations:

N/A – No Restatements

