

ASSOCIATED ST

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

**STATEMENTS OF FINANCIAL POSITION
June 30, 2012 and 2011**

2012

2011

ASSETS

ASSOCIATED STUDENTS, INC.
CALIFORNIA STATE UNIVERSITY, BAKERSFIELD

STATEMENTS OF ACTIVITIES
Years Ended June 30, 2012 and 2011

	2012	2011
<hr/>		
Changes in Unrestricted Net Assets:		
Revenues		
Student activity fees	\$ 2,661,669	\$ 2,536,917
Miscellaneous	20,616	118,734
Interest	9,424	8,360
Total revenues	<u>2,691,709</u>	<u>2,664,011</u>
Expenses of auxiliary enterprises		
Program services	2,541,838	2,329,710
General and administrative	326,153	322,419
Total expenses of auxiliary enterprises	<u>2,867,991</u>	<u>2,652,129</u>
Increase (decrease) in net assets	(176,282)	11,882
Net assets, beginning of year	963,611	951,729
Net assets, end of year	<u>\$ 787,329</u>	<u>\$ 963,611</u>

See Notes to Financial Statements.

ASSOCIATED STUDENTS, INC.
CALIFORNIA STATE UNIVERSITY, BAKERSFIELD

STATEMENTS OF CASH FLOWS
Years Ended June 30, 2012 and 2011

	2012	2011
Cash Flows from Operating Activities		
Increase (decrease) in net assets	\$ (176,282)	\$ 11,882
Adjustments to reconcile change in unrestricted net assets to net cash provided by (used in) operating activities:		
Depreciation	29,692	22,638
(Increase) in receivables	(3,756)	(60,056)
Decrease in prepaid expense	-	14,000
Increase (decrease) in accounts payable	(59,370)	316,241
(Decrease) in amounts due to related parties	(367,237)	(87,049)
Increase (decrease) in accrued expenses	(15,345)	21,197
Increase (decrease) in deferred revenue	(21,120)	113,749
Increase in deposits in excess of withdrawals for agency accounts	118,855	-
Net cash provided by (used in) operating activities	(494,563)	352,602
Cash Flows from Investing Activities		
Purchase of investments	-	(233,168)
Purchase of property and equipment	-	(127,794)
Proceeds from sale of investments	447,414	8,360

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NOTES TO FINANCIAL STATEMENTS

ASSOCIATED STUDENTS, INC.
CALIFORNIA STATE UNIVERSITY BAKERSFIELD

NOTES TO FINANCIAL STATEMENTS

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

The asset's or liability's fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques used need to maximize the use of observable inputs and minimize the use of unobservable inputs.

The fair value of the investments held by the pooled SWIFT account explained in Note 3 reflect the Associated Students' pro rata share of the market value of the underlying assets in the account.

The preceding method described may produce a fair value calculation that may not be indicative of net realizable value or reflective of future fair values. Furthermore, while the Associated Students believes its valuation method is appropriate and consistent with other market participants, the use of different methodologies or assumptions to determine the fair value of certain financial instruments could result in a different fair value measurement at the reporting date.

All investments held by the Associated Students at June 30, 2012 are considered to be Level 2 investments.

Note 5. Operating Leases

The Associated Students leases office space at the Antelope Valley Center from the Trustees of the California State University, and at California State University, Bakersfield from California State University, Bakersfield Student Union, Inc., under non-cancellable agreements expiring through June 2014.

The total minimum rental commitment as of June 30, 2012 is due in future years as follows:

<u>Years ending June 30,</u>	
2013	\$ 33,160
2014	34,697
	<u>\$ 67,857</u>

Rental expense was \$32,966 and \$32,385 for the years ended June 30, 2012 and 2011, respectively.

INDEPENDENT AUDITOR'S REPORT ON THE SUPPLEMENTARY INFORMATION

To the Board of Directors
Associated Students, Inc.
California State University, Bakersfield
Bakersfield, California

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

Bakersfield, California
September 24, 2012

ASSOCIATED STUDENTS, INC.
CALIFORNIA STATE UNIVERSITY, BAKERSFIELD

EXPENSES BY NATURAL CLASSIFICATION
Years Ended June 30, 2012 and 2011

	2012		
	Program	General and Administrative	Total
Scholarships	\$ 1,769,015	\$ -	\$ 1,769,015
Travel	453,573	18,632	472,205
Supplies	171,292	55,184	226,476
Salaries	47,598	82,841	130,439
Benefits	26,513	41,538	68,051
Services from other agencies	44,299	10,372	54,671
Rent	11,528	21,438	32,966
Depreciation	-	29,692	29,692
Stipends	-	29,507	29,507
Conference and meetings	14,015	1,906	15,921
Professional fees	-	13,715	13,715
Insurance	2,320	7,936	10,256
Dues and subscriptions	180	4,818	4,998
Telephone	463	2,401	2,864
Repairs and maintenance	-	2,720	2,720
Expendable equipment	-	2,267	2,267
Printing and publications	982	1,017	1,999
Advertising	60	169	229
	\$ 2,541,838	\$ 326,153	\$ 2,867,991

2011

Program	General and Administrative	Total
\$ 1,608,682	\$ 935	\$ 1,609,617
4,570	21,389	25,959
211,731	19,917	231,648
393,775	82,488	476,263
16,311	40,060	56,371
52,839	10,372	63,211
1,444	30,941	32,385
-	22,638	22,638
1,000	37,133	38,133
16,838	3,858	20,696
5,041	8,500	13,541
1,722	8,195	9,917
647	9,236	9,883
-	2,708	2,708
-	1,924	1,924
10,305	20,164	30,469
3,630	1,453	5,083
1,175	508	1,683
\$ 2,329,710	\$ 322,419	\$ 2,652,129

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

**STATEMENT OF ACTIVITIES BY FUND
Year Ended June 30, 2011**

	ASI Administration	Athletic Referendum	Children's Center Referendum	NCAA Referendum	Club Referendum	AVC Referendum	Total
Changes in Unrestricted Net Assets:							
Revenues							
Student activity fees	306,139						

Assets:

Current assets:

Cash and cash equivalents	\$	—
Short-term investments		812,055
Accounts receivable		

Revenues:

Operating revenues:

Student tuition and fees (net of scholarship allowances of \$0)	\$	2,661,669
Grants and contracts, noncapital:		
Federal		—
State		—
Local		—
Nongovernmental		—
Sales and services of educational activities		—
Sales and services of auxiliary enterprises (net of scholarship		—

ASSOCIATED STUDENTS, INC. CALIFORNIA STATE UNIVERSITY, BAKERSFIELD

Other Information

June 30, 2012

(for inclusion in the California State University)

1 Restricted cash and cash equivalents at June 30, 2012:

Portion of restricted cash and cash equivalents related to endowments \$	-
All other restricted cash and cash equivalents	-
Total restricted cash and cash equivalents	<u><u>\$ -</u></u>

2.1 Composition of investments at June 30, 2012:

	<u>Current Unrestricted</u>	<u>Current Restricted</u>	<u>Total Current</u>	<u>Noncurrent Unrestricted</u>	<u>Noncurrent Restricted</u>	<u>Total Noncurrent</u>	<u>Total</u>
State of California Surplus Money Investment Fund (SMIF)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State of California Local Agency Investment Fund (LAIF)	-	-	-	-	-	-	-
Wachovia Short Term Fund	-	-	-	-	-	-	-
Wachovia Medium Term Fund	-	-	-	-	-	-	-
Wachovia Equity Fund	-	-	-	-	-	-	-
US Bank SWIFT pool	812,055	-	812,055	-	-	-	812,055
Common Fund - Short Term Fund	-	-	-	-	-	-	-
Common Fund - Others	-	-	-	-	-	-	-
Debt securities	-	-	-	-	-	-	-
Equity securities	-	-	-	-	-	-	-
Fixed income securities (Treasury notes, GNMA's)	-	-	-	-	-	-	-
Land and other real estate	-	-	-	-	-	-	-
Certificates of deposit	-	-	-	-	-	-	-
Notes receivable	-	-	-	-	-	-	-
Mutual funds	-	-	-	-	-	-	-
Money Market funds	-	-	-	-	-	-	-
Collateralized mortgage obligations:							
Inverse floaters	-	-	-	-	-	-	-
Interest-only strips	-	-	-	-	-	-	-
Agency pass-through	-	-	-	-	-	-	-
Private pass-through	-	-	-	-	-	-	-
Other major investments:							
Total investments	<u>812,055</u>	<u>-</u>	<u>812,055</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>812,055</u>
Less endowment investments (enter as negative number)	-	-	-	-	-	-	-
Total investments	<u><u>\$ 812,055</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 812,055</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 812,055</u></u>

2.2 Investments held by the University under contractual agreements at June 30, 2012:

Portion of investments in note 2.1 held by the University under contractual agreements at June 30, 2012 :

- - -

3.1 Composition of capital assets at June 30, 2012:

	Balance June 30, 2011	Prior period Adjustments	Reclassi- fications	Balance June 30, 2011 (restated)	Additions	Reductions	Transfers of Completed CWIP	Balance June 30, 2012
Nondepreciable/nonamortizable capital assets:								
Land and land improvements	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -		

4 Long-term liabilities activity schedule

Balance	Prior period	Balance June 30, 2011	Balance	Current	Long-Term
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ASSOCIATED STUDENTS, INC. CALIFORNIA STATE UNIVERSITY, BAKERSFIELD
OTHER INFORMATION (Continued)
JUNE 30, 2012
(for inclusion in the California State University)

5 Future minimum lease payments - capital lease obligations:

Year ending June 30:	Principal	Interest	Principal and Interest
2013	\$ -	\$ -	\$ -
2014	-	-	-
2015	-	-	-
2016	-	-	-
2017			
2018-2022	-	-	-
2023-2027	-	-	-
2028-2032	-	-	-
2033-2037	-	-	-
2038-2042	-	-	-
2043-2047	-	-	-
2048-2052	-	-	-
2053-2057	-	-	-
2058-2062	-	-	-
<hr/>			
Total minimum lease payments			-
Less amounts representing interest			<hr/> -
Present value of future minimum lease payments			-
Less: current portion			<hr/> -
Capitalized lease obligations, net of current portion			<hr/><hr/>\$ -

7 Calculation of net assets

	GASB	FASB	Total Auxiliaries
7.1 Calculation of net assets - Invested in capital assets, net of related debt			
Capital asse asset71.214346 57elat			

ASSOCIATED STUDENTS, INC. CALIFORNIA STATE UNIVERSITY, BAKERSFIELD
OTHER INFORMATION (Continued)
JUNE 30, 2012
(for inclusion in the California State University)

9 Other Postemployment Benefits Obligation (OPEB)

Annual required contribution (ARC)	\$	-
Contributions during the year		-
		<hr/>
Increase (decrease) in net OPEB obligation (NOO)		-
NOO - beginning of year		-
NOO - end of year	\$	-
		<hr/> <hr/>

10 Pollution remediation liabilities under GASB Statement No. 49:

Description	Amount
	\$ -
Total pollution remediation liabilities	-
Less: current portion	-
	<hr/>
Pollution remediation liabilities, net of current portion	\$ -
	<hr/> <hr/>

11 The nature and amount of the prior period adjustment(s) recorded to beginning net assets

	Net Asset Class	Amount Dr. (Cr.)
Net assets as of June 30, 2011 as previously reported	\$	963,611
Prior period adjustments:		-
Net assets as of June 30, 2011, as restated	\$	963,611
		<hr/> <hr/>

Provide a detailed breakdown of the journal entries (at the financial statement line item level) booked to record each prior period adjustment:

	Debit	Credit
N/A - No restatements -		