

**University Student Union
California State University, Northridge**

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

June 30, 2020 and 2019

**University Student Union
California State University, Northridge**

Index

	<u>Page</u>
Independent Auditor's Report	2
Financial Statements	
Statements of Financial Position	4
Statements of Activities	5
Statements of Functional Expenses	6
Statements of Cash Flows	8
Notes to Financial Statements	9
Supplementary Information	
Schedule of Net Position	21
Schedule of Revenues, Expenses and Changes in Net Position	22
Other Information	23

Independent Auditor's Report

Board of Directors
University Student Union
California State University, Northridge
(A California State University Auxiliary Organization)

We have audited the accompanying financial statements of University Student Union California State University, Northridge (a California State University Auxiliary Organization), which comprise the statements of financial position as of June 30, 2020 and 2019, and the related statements of activities, functional expenses and cash flows for the years then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of University Student Union California State University, Northridge as of June 30, 2020 and 2019, 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.

Report on Supplementary Information

Our audits were conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying 2020 supplementary information on pages 21 to 28 is presented for purposes of additional analysis and is not a required part of the 2020 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 2020 financial statements. The information has been subjected to the auditing procedures applied in the audit of the 2020 financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the 2020 financial statements or to the 2020 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 2020 financial statements as a whole.

CohnReznick LLP

Los Angeles, California
September 21, 2020

**University Student Union
California State University, Northridge**

**Statements of Financial Position
June 30, 2020 and 2019**

Assets

	2020	2019
Current assets		
Cash and cash equivalents	\$ 2,558,908	\$ 423,317
Short-term investments	4,053,279	5,116,334
Accounts receivable, net	26,101	60,038
Prepaid expenses and other	92,696	101,443
Total current assets	6,730,984	5,701,132
Property and equipment, net	670,003	710,016
Total assets	\$ 7,400,987	\$ 6,411,148

Liabilities and Net Assets

Current liabilities		
Accounts payable	\$ 371,684	\$ 527,530
Accrued expenses	889,842	895,523
Deferred revenue	-	308,297
Current portion of postretirement benefit payable	31,659	31,113
Total current liabilities	1,293,185	1,762,463
Commitments and contingencies		
Postretirement benefit payable, net of current portion	3,495,735	2,852,291
Total liabilities	4,788,920	4,614,754
Net assets		
Without donor restrictions	2,612,067	1,796,394
Total liabilities and net assets	\$ 7,400,987	\$ 6,411,148

See Notes to Financial Statements.

**University Student Union
California State University, Northridge**

**Statements of Activities
Years Ended June 30, 2020 and 2019**

	2020	2019
Operating revenues		
Student activity fees	\$ 15,835,020	\$ 14,729,026
Program revenue	249,161	500,440
Rental income	750,855	868,171
Recreation center income	483,772	697,000
Commission income	64,067	82,657
Other income	328,622	355,508
	<u>17,711,497</u>	<u>17,232,802</u>
 Operating expenses		
Program services	11,827,661	12,254,479
General and administrative	4,465,481	4,779,144
	<u>16,293,142</u>	<u>17,033,623</u>
 Change in net assets from operating activities	<u>1,418,355</u>	<u>199,179</u>
 Nonoperating (expense) revenue		
Other components of net postretirement benefit cost	(114,272)	(129,218)
Postretirement changes other than net postretirement benefit cost	(577,426)	(354,193)
Investment income	91,981	58,872
Loss on disposal of property and equipment	(2,965)	-
	<u>(602,682)</u>	<u>(424,539)</u>
 Change in net assets	<u>815,673</u>	<u>(225,360)</u>
 Net assets, beginning	<u>1,796,394</u>	<u>2,021,754</u>
 Net assets, end	<u>\$ 2,612,067</u>	<u>\$ 1,796,394</u>

See Notes to Financial Statements.

**University Student Union
California State University, Northridge**

**Statement of Functional Expenses
Year Ended June 30, 2020**

	Program services				Supporting services		
	Diversity and Inclusion	Fitness and Wellness	General Programs	Rental	Total	General and Administrative	Total
Salaries and wages	\$ 698,403	\$ 3,180,743	\$ 861,787	\$ 1,312,083	\$ 6,053,016	\$ 2,277,599	\$ 8,330,615
Staff benefits	185,682	732,157	270,828	338,013	1,526,680	861,552	2,388,232
	<u>884,085</u>	<u>3,912,900</u>	<u>1,132,615</u>	<u>1,650,096</u>	<u>7,579,696</u>	<u>3,139,151</u>	<u>10,718,847</u>
Other operating expenses							
Cost of sales	-	12,881	-	-	12,881	-	12,881
Depreciation and amortization	3,405	80,096	28,826	38,710	151,037	34,158	185,195
Equipment	23,329	126,380	144,637	127,496	421,842	89,727	511,569
Fees and charges	24	17,021	296	34,070	51,411	17,250	68,661
General operating expenses	24,822	136,332	12,953	19,528	193,635	130,766	324,401
Grants and scholarships	-	-	64,869	-	64,869	-	64,869
Repairs and maintenance	19,915	722,291	248,609	395,851	1,386,666	149,052	1,535,718
Supplies and services	89,343	394,349	404,699	133,891	1,022,282	763,328	1,785,610
Travel	55,858	21,423	15,956	10,521	103,758	34,917	138,675
Utilities	16,922	421,781	167,499	233,382	839,584	107,132	946,716
	<u>233,618</u>	<u>1,932,554</u>	<u>1,088,344</u>	<u>993,449</u>	<u>4,247,965</u>	<u>1,326,330</u>	<u>5,574,295</u>
Total operating expenses	1,117,703	5,845,454	2,220,959	2,643,545	11,827,661	4,465,481	16,293,142
Other components of net postretirement benefit cost	9,425	41,715	12,075	17,591	80,806	33,466	114,272
Postretirement changes other than net postretirement benefit cost	47,626	210,789	61,014	88,891	408,320	169,106	577,426
Total functional expenses	<u>\$ 1,174,754</u>	<u>\$ 6,097,958</u>	<u>\$ 2,294,048</u>	<u>\$ 2,750,027</u>	<u>\$ 12,316,787</u>	<u>\$ 4,668,053</u>	<u>\$ 16,984,840</u>

See Notes to Financial Statements.

**University Student Union
California State University, Northridge**

**Statement of Functional Expenses
Year Ended June 30, 2019**

	Program services				Supporting services		
	Diversity and Inclusion	Fitness and Wellness	General Programs	Rental	Total	General and Administrative	Total
Salaries and wages	\$ 680,869	\$ 3,359,951	\$ 913,111	\$ 1,213,232	\$ 6,167,163	\$ 2,108,394	\$ 8,275,557
Staff benefits	162,176	678,240	257,535	304,423	1,402,374	798,113	2,200,487
	<u>843,045</u>	<u>4,038,191</u>	<u>1,170,646</u>	<u>1,517,655</u>	<u>7,569,537</u>	<u>2,906,507</u>	<u>10,476,044</u>
Other operating expenses							
Cost of sales	-	15,980	-	-	15,980	-	15,980
Depreciation and amortization	3,944	78,065	31,554	39,741	153,304	26,927	180,231
Equipment	10,623	109,686	65,423	62,869	248,601	83,921	332,522
Fees and charges	29	27,695	355	2,721	30,800	106,145	136,945
General operating expenses	25,293	193,872	26,711	23,927	269,803	134,079	403,882
Grants and scholarships	-	1,151	46,508	-	47,659	-	47,659
Repairs and maintenance	23,360	881,039	295,395	468,069	1,667,863	177,564	1,845,427
Supplies and services	115,405	433,611	527,409	175,090	1,251,515	1,177,206	2,428,721
Travel	60,106	49,705	22,349	19,650	151,810	61,093	212,903
Utilities	16,535	426,703	165,578	238,791	847,607	105,702	953,309
	<u>255,295</u>	<u>2,217,507</u>	<u>1,181,282</u>	<u>1,030,858</u>	<u>4,684,942</u>	<u>1,872,637</u>	<u>6,557,579</u>
Total operating expenses	1,098,340	6,255,698	2,351,928	2,548,513	12,254,479	4,779,144	17,033,623
Other components of net postretirement benefit cost	10,399	49,810	14,439	18,720	93,368	35,850	129,218
Postretirement changes other than net postretirement benefit cost	28,503	136,530	39,579	51,312	255,924	98,269	354,193
Total functional expenses	<u>\$ 1,137,242</u>	<u>\$ 6,442,038</u>	<u>\$ 2,405,946</u>	<u>\$ 2,618,545</u>	<u>\$ 12,603,771</u>	<u>\$ 4,913,263</u>	<u>\$ 17,517,034</u>

See Notes to Financial Statements.

**University Student Union
California State University, Northridge**

**Statements of Cash Flows
Years Ended June 30, 2020 and 2019**

	<u>2020</u>	<u>2019</u>
Cash flows from operating activities		
Change in net assets	\$ 815,673	\$ (225,360)
Adjustments to reconcile change in net assets to net cash (used in) provided by operating activities		
Depreciation and amortization	185,195	180,231
Bad debt expense	8,624	-
Loss on disposal of property and equipment	2,965	-
Postretirement benefits	577,426	354,193
Changes in operating assets and liabilities		
Accounts receivable	25,313	(37,275)
Prepaid expenses and other	8,747	3,515
Accounts payable	(155,846)	(29,791)
Accrued expenses	(5,681)	107,376
Postretirement benefit payable	66,564	(628,071)
Deferred revenue	<u>(308,297)</u>	<u>(8,006)</u>
Net cash (used in) provided by operating activities	<u>1,220,683</u>	<u>(283,188)</u>
Cash flows from investing activities		
Proceeds from sale of investments	1,063,055	422,848
Purchases of property and equipment	<u>(148,147)</u>	<u>(206,575)</u>
Net cash provided by investing activities	<u>914,908</u>	<u>216,273</u>
Net change in cash and cash equivalents	2,135,591	(66,915)
Cash and cash equivalents, beginning	<u>423,317</u>	<u>490,232</u>
Cash and cash equivalents, end	<u>\$ 2,558,908</u>	<u>\$ 423,317</u>

See Notes to Financial Statements.

**University Student Union
California State University, Northridge**

**Notes to Financial Statements
June 30, 2020 and 2019**

Note 1 - Business activity and summary of significant accounting policies

Business activity

University Student Union California State University, Northridge (a California State University Auxiliary Organization) (the "Union") is a nonprofit auxiliary organization related to California State University, Northridge (the "University"). The Union was organized to provide a variety of unique and convenient programs and services on the University campus. The Union operates the Student Union building as well as sponsors various campus activities that complement the instructional program and initiatives of the University.

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.

Financial statement presentation

The Union is required to report information regarding its financial position and activities according to two classes of net assets: net assets without donor restrictions and net assets with donor restrictions, which are described as follows:

Net Assets Without Donor Restrictions - Net assets for use in general operations and not subject to donor (or certain grantor) restrictions. The governing board may designate, from net assets without donor restrictions, net assets for an operating reserve through a board-designated endowment.

Net Assets With Donor Restrictions - Net assets subject to donor (or certain grantor) imposed restrictions. Some donor-imposed restrictions are temporary in nature, such as those that will be met by the passage of time, purpose, or other events specified by the donor. Other donor-imposed restrictions are perpetual in nature where the donor stipulates that resources be maintained in perpetuity. Donor-imposed restrictions are released when a restriction expires, that is, when the stipulated time has elapsed, when the stipulated purpose for which the resource was restricted has been fulfilled, or both. At June 30, 2020 and 2019, the Union does not have any net assets with donor restrictions.

Cash and cash equivalents

Cash and cash equivalents include cash on hand, demand deposits and all highly liquid investments with an initial maturity at date of purchase of three months or less.

Accounts receivable

Accounts receivable are stated as unpaid balances less an allowance for doubtful accounts. The Union provides for losses on receivables using the allowance method, which is based on experience and other circumstances. The Union had \$12,000 and \$10,163 in allowance for doubtful accounts at June 30, 2020 and 2019, respectively.

Investments

Investments are reported at their fair values in the statements of financial position. Realized and unrealized gains or losses are included in the statement of activities as investment income. At June 30, 2020 and 2019, investments consist of pooled investment funds with the University in the amount of \$4,053,279 and \$5,116,334, respectively.

**University Student Union
California State University, Northridge**

**Notes to Financial Statements
June 30, 2020 and 2019**

Fair value measurements

The Union values 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.

Property and equipment

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 three to five years. Leasehold improvements are stated at cost and are amortized using the straight-line method over the estimated useful life of fifteen years. Repairs and maintenance are charged to expenses as incurred.

Revenue recognition

The Union recognizes revenues for student fees over the school year and services over the period services are provided. Deferred revenue consists primarily of amounts received for services which have not been earned. These amounts are transferred to revenue when earned.

Advertising costs

Advertising costs are charged to expense as incurred. Advertising expense was \$12,730 and \$17,638 for the years ended June 30, 2020 and 2019, respectively.

Functional allocation of expenses

The costs of providing programs and activities have been summarized on a functional basis in the statements of activities. Accordingly, certain costs have been allocated among program and management and general expenses based primarily on square footage of space used by respective categories.

Income taxes

The Union is a nonprofit organization that is 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.

The Union has no unrecognized tax benefits at June 30, 2020. The Union's federal and state income tax returns prior to fiscal years 2017 and 2016, respectively, are closed and management continually evaluates expiring statutes of limitations, audits, proposed settlements, changes in tax law and new authoritative rulings.

**University Student Union
California State University, Northridge**

**Notes to Financial Statements
June 30, 2020 and 2019**

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

Use of estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets, liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Recent accounting pronouncements

The Financial Accounting Standards Board ("FASB") issued Accounting Standards Update ("ASU") 2014-09, *Revenue from Contracts with Customers* ("*Topic 606*") in May 2014, providing new revenue recognition guidance that superseded existing revenue recognition guidance. The update, as amended, requires the recognition of revenue related to the transfer of goods or services to customers reflects the consideration to which the entity expects to be entitled in exchange for those goods or services, as well as additional qualitative and quantitative disclosures about revenues.

In June 2020, the FASB issued ASU 2020-05 providing a one year deferral of the effective date of Topic 606 for reporting entities that meet certain criteria. The entire California State University system, including all auxiliary organizations, has elected to defer its implementation of Topic 606 which will now be effective for annual reporting periods beginning after December 15, 2019.

In March 2017, FASB issued ASU 2017-07, *Improving the Presentation of Net Periodic Pension Cost and Net Periodic Postretirement Benefit Cost*. This update, as amended, requires the entity to report the service cost component of net postretirement benefit costs with compensation costs. Additionally, the update requires other components of net postretirement benefit costs to be presented separately from the service cost component in the statement of activities and outside of the change in net assets from operating activities, if presented. The Union adopted ASU 2017-07 using the retrospective method for all periods presented. As a result of the update, \$129,218 of other components of net postretirement benefit costs were reclassified from operating expenses to nonoperating expenses in the accompanying statement of activities for the year ended June 30, 2019.

In June 2018, FASB issued ASU 2018-08, *Clarifying the Scope and the Accounting Guidance for Contributions Received and Contributions Made*. This standard assists entities in evaluating whether transactions should be accounted for as contributions or exchange transactions and determining whether a contribution is conditional. The Union implemented the provisions of ASU 2018-08 applicable to both contributions received and to contributions made in the accompanying consolidated financial statements under a modified prospective basis. Accordingly, there is no effect on net assets in connection with the implementation of ASU 2018-08.

Reclassifications

Certain reclassifications of 2019 amounts have been made to conform with the 2020 presentation, such as the reclassification of expenses by functional categories resulting from changes made to the Union's allocation methodology and implementation of ASU 2017-07 during the year ended June 30, 2020.

**University Student Union
California State University, Northridge**

**Notes to Financial Statements
June 30, 2020 and 2019**

Subsequent events

The Union has evaluated subsequent events through September 21, 2020, which is the date these financial statements were available to be issued.

Note 2 - Liquidity

The Union regularly monitors liquidity required to meet its operating needs and other contractual commitments. The Union has various sources of liquidity at its disposal, including cash and cash equivalents, short-term investments, and accounts receivable.

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

At June 30, 2020, the Union had the following assets and liquidity resources available over the next 12 months:

	<u>2020</u>	<u>2019</u>
Cash and cash equivalents	\$ 2,558,908	\$ 423,317
Short-term investments	4,053,279	5,116,334
Accounts receivable, net	<u>26,101</u>	<u>60,038</u>
	<u>\$ 6,638,288</u>	<u>\$ 5,599,689</u>

Note 3 - Concentrations

Financial instruments which potentially subject the Union to concentrations of credit risk consist primarily of cash and cash equivalents. The Union maintains its cash and cash equivalents with high-credit quality financial institutions. At times, such amounts may exceed federally insured limits.

Note 4 - Fair value measurements

At June 30, 2020 and 2019, investments are carried at fair value and are classified in one of the three categories as described in Note 1. The pooled investment funds are not traded on an active market and are therefore classified as Level 2 and are valued using quoted prices for similar assets in active exchange markets.

**University Student Union
California State University, Northridge**

**Notes to Financial Statements
June 30, 2020 and 2019**

Note 5 - Related party transactions

The Union provides and receives services from the University, California State University, Northridge Foundation, Associated Students, Inc., and The University Corporation. At June 30, 2020 and 2019, accounts receivable and accounts payable included in the statement of financial position relating to these organizations are as follows:

	<u>2020</u>	<u>2019</u>
Receivables		
California State University, Northridge	\$ 2,327	\$ 8,454
California State University, Northridge Foundation	-	32
Associated Students, Inc.	462	9,778
The University Corporation	6,604	24,885
	<u>\$ 9,393</u>	<u>\$ 43,149</u>
Payables		
California State University, Northridge	\$ 1,877	\$ 156,273
Associated Students, Inc.	800	15,022
The University Corporation	-	27,752
	<u>\$ 2,677</u>	<u>\$ 199,047</u>

During the years ended June 30, 2020 and 2019, amounts received from the University for rent and other services are included in operating revenues and are as follows:

	<u>2020</u>	<u>2019</u>
Amounts paid by the University	\$ 515,981	\$ 512,571
Work study	135,831	151,071
	<u>\$ 651,812</u>	<u>\$ 663,642</u>

During the years ended June 30, 2020 and 2019, amounts paid to the University for services such as student advising services, software maintenance, physical plant management and other services are included in operating expenses and are as follows:

	<u>2020</u>	<u>2019</u>
Services	\$ 1,168,541	\$ 1,071,913
Salaries	339,075	264,006
	<u>\$ 1,507,616</u>	<u>\$ 1,335,919</u>

For the years ended June 30, 2020 and 2019, there were no transfers to or from the University.

**University Student Union
California State University, Northridge**

**Notes to Financial Statements
June 30, 2020 and 2019**

The Union entered into agreements with Associated Students, Inc., the International and Exchange Student Center, and Office of Student Involvement & Development for space. Associated Students, Inc. is a campus auxiliary and the International and Exchange Student Center and the Office of Student Involvement & Development are departments of the University. The Union received rental income of \$153,068, \$113,563, and \$173,772 from each entity, respectively, for the year ended June 30, 2020 in connection with these agreements. The Union received rental income of \$135,122, \$102,014, and \$156,100 from each entity, respectively, for the year ended June 30, 2019 in connection with these agreements.

The Union, The University Corporation, and Student Housing entered into an agreement in which The University Corporation manages all operation of the food units located at the Union and Student Housing in exchange for a 1.5% commission of all The University Corporation's food unit and catering sales on campus. Student Housing receives 68% of the commission and the Union receives 32% of the commission. Commission income from this agreement was \$64,067 and \$82,657 for the years ended June 30, 2020 and 2019, respectively.

Revenue bonds were issued by the Trustees of the California State University and Colleges ("Trustees") for the construction, repair and maintenance of the University's Student Union building. Legal title to the Student Union building is vested, along with related debt, with the Trustees. Accordingly, both the building and debt are carried on the books of the Trustees. Student Union fees are collected by the University and remitted to a trust fund administered by the University on behalf of the Union. The Union has entered into a 10-year revolving agreement with the Chancellor's Office, which will expire on June 30, 2027, and provides, among other things, that the excess of the student fees (after satisfying certain reserve requirements; servicing principal and interest payments on the revenue bonds; providing funds for major repairs and replacements; providing funds for projects under construction; and Chancellor's Office overhead expenses) is available, after approval by the University, for payment of expenses incurred in operation of the Union.

Pursuant to this agreement, the Union received and recorded to revenue \$15,835,020 and \$14,729,026 to fund its operation for the fiscal years ended June 30, 2020 and 2019, respectively. The amounts earned from this agreement represent 89% and 85% of total revenue for the years ended June 30, 2020 and 2019, respectively.

Note 6 - Property and equipment

At June 30, 2020 and 2019, property and equipment consist of the following:

	2020	2019
Equipment and software	\$ 1,596,181	\$ 1,521,452
Leasehold improvements	879,002	876,838
Construction in progress	4,161	-
Total	2,479,344	2,398,290
Less accumulated depreciation and amortization	1,809,341	1,688,274
Total	\$ 670,003	\$ 710,016

**University Student Union
California State University, Northridge**

**Notes to Financial Statements
June 30, 2020 and 2019**

Depreciation and amortization expense for the years ended June 30, 2020 and 2019 was \$185,195 and \$180,231, respectively.

Note 7 - Retirement plans

The Union maintains a noncontributory defined contribution employer pension plan (the "Plan"). Employees are eligible to participate in the Plan once they have attained the age of 21 and have completed one year of service. Under the provisions of the Plan agreement, the Union makes employer pension contributions into the Plan for the benefit of eligible employees.

The Union maintains a 403(b) retirement plan and makes discretionary contributions for the benefit of eligible employees.

For the years ended June 30, 2020 and 2019, the Union paid or accrued total retirement plan contributions of \$406,110 and \$377,578, respectively.

Note 8 - Postretirement benefit plan

In 2007, the Union implemented a postretirement benefit plan which provides postretirement benefits. Employees are eligible if they either retire after the age of 60 with 20 years of continuous service; or retire after the age of 65 with 10 years of continuous service, and were hired prior to July 1, 2008. The following tables provide further information about the Union's postretirement benefit plan:

	<u>2020</u>	<u>2019</u>
Benefit obligation at beginning of year	\$ 3,936,014	\$ 3,157,282
Service cost	352,292	275,721
Interest cost	138,005	128,488
Actuarial losses	608,094	385,248
Benefits paid	<u>(22,059)</u>	<u>(10,725)</u>
Benefit obligation at end of year	<u>\$ 5,012,346</u>	<u>\$ 3,936,014</u>
Fair value of plan assets at beginning of year	1,052,610	-
Actual return on plan assets	54,401	30,325
Employer contributions	400,000	1,033,010
Benefits paid	<u>(22,059)</u>	<u>(10,725)</u>
Fair value of assets at end of year	<u>1,484,952</u>	<u>1,052,610</u>
Net unfunded status	<u>\$ 3,527,394</u>	<u>\$ 2,883,404</u>

**University Student Union
California State University, Northridge**

**Notes to Financial Statements
June 30, 2020 and 2019**

Amounts recognized in the statements of financial position consist of the following:

	<u>2020</u>	<u>2019</u>
Current liabilities	\$ (31,659)	\$ (31,113)
Noncurrent liabilities	<u>(3,495,735)</u>	<u>(2,852,291)</u>
Total recognized in statements of financial position	<u>\$ (3,527,394)</u>	<u>\$ (2,883,404)</u>

Cumulative amounts recognized in changes in net assets without donor restrictions are as follows:

	<u>2020</u>	<u>2019</u>
Unrecognized prior service cost	\$ 261,078	\$ 254,965
Net actuarial loss	<u>1,636,137</u>	<u>1,064,824</u>
Total cumulative amounts recognized in net assets without donor restrictions	<u>\$ 1,897,215</u>	<u>\$ 1,319,789</u>

Amounts recognized in the statements of activities consist of the following:

	<u>2020</u>	<u>2019</u>
Service cost	<u>\$ 352,292</u>	<u>\$ 275,721</u>
Other components of net postretirement benefit cost		
Interest cost	138,005	128,488
Expected return on assets	(67,902)	(24,292)
Amortization of unrecognized prior service cost	(6,113)	(6,113)
Amortization of unrecognized loss	<u>50,282</u>	<u>31,135</u>
	<u>114,272</u>	<u>129,218</u>
Total net postretirement benefit cost ("NPBC")	<u>\$ 466,564</u>	<u>\$ 404,939</u>

**University Student Union
California State University, Northridge**

**Notes to Financial Statements
June 30, 2020 and 2019**

Other changes recognized in change in net assets are as follows:

	2020	2019
Prior service cost for period	\$ -	\$ -
Net loss for period	621,595	379,215
Amortization of prior service cost	6,113	6,113
Amortization of net loss (gain)	(50,282)	(31,135)
 Total changes recognized in net assets without donor restrictions	 \$ 577,426	 \$ 354,193
 Total changes recognized in NPBC and net assets without donor restrictions	 \$ 1,043,990	 \$ 759,132

Assumptions

Weighted average assumptions for net periodic benefit cost used in the accounting for the Union's postretirement benefit plan were as follows at June 30:

	2020	2019
Discount rate	3.52%	4.08%
Rate of return on plan assets	5.50%	5.00%
Rate of compensation increase	N/A	N/A
Medical trend		
Initial	4.50%	4.50%
Ultimate	4.50%	4.50%
Number of years to ultimate	N/A	N/A

Weighted average assumptions for the projected benefit obligation used in the accounting for the Union's postretirement benefit plan were as follows at June 30:

	2020	2019
Discount rate	2.72%	3.52%
Rate of return on plan assets	5.50%	5.00%
Rate of compensation increase	N/A	N/A
Medical trend		
Initial	4.50%	4.50%
Ultimate	4.50%	4.50%
Number of years to ultimate	N/A	N/A

The Union's overall investment strategy is to diversify investments among equities, fixed income and possibly other securities, such as real estate, to provide a balance that will enhance total return while avoiding undue risk concentration in any single asset class or investment category.

**University Student Union
California State University, Northridge**

**Notes to Financial Statements
June 30, 2020 and 2019**

The fair values of the Union's postretirement benefit plan assets at June 30, 2020 and 2019, by asset class are as follows:

	2020	2019
Equities	\$ 869,044	\$ 565,906
Fixed income	615,908	486,704
	\$ 1,484,952	\$ 1,052,610

The plan assets are classified as Level 1 in the fair value hierarchy and are valued using real-time quotes for transactions in active exchange markets involving identical assets.

Cash flows

The following benefit payments, subsequent to June 30, are expected to be paid as follows:

Year beginning July 1,	
2020	\$ 31,659
2021	30,006
2022	39,065
2023	55,467
2024	77,050
2025-2028	671,555
	\$ 904,802

The Union expects to contribute the pay-as-you-go cost of \$31,659 during the next fiscal year.

The following table includes the amounts in net assets without donor restrictions expected to be recognized as components of net periodic benefit cost over the 2020-21 fiscal year:

	2021
Net actuarial loss	\$ 86,568
Net prior service cost	17,759

Note 9 - Commitments and contingencies

Operating leases

The Union leases office equipment under a noncancelable operating lease expiring in July 2023. For each of the years ended June 30, 2020 and 2019, total rent expense under the lease was \$15,900 and \$23,322, respectively.

**University Student Union
California State University, Northridge**

**Notes to Financial Statements
June 30, 2020 and 2019**

The following is a schedule of the Union's minimum lease requirements under the noncancelable lease:

Year ending June 30,		
2021	\$	15,246
2022		15,246
2023		<u>15,246</u>
	\$	<u><u>45,738</u></u>

Coronavirus

In December 2019, a novel strain of the coronavirus (COVID-19) was reported. On March 11, 2020, the World Health Organization declared COVID-19 a global pandemic and recommended containment and mitigation measures worldwide. The COVID-19 outbreak in the United States has caused business disruption through mandated and voluntary closures. As a result of mandates issued by government officials, the campus of California State University, Northridge and the University Student Union transitioned to virtual learning and programming in late March 2020.

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

Legal matters

The Union is subject to certain claims that arise out of the normal course of operations of the Union. In the opinion of management, the Union has sufficient financial resources and insurance to cover any such claims, and these matters will not have a material effect on the financial position of the Union if disposed of unfavorably.

Supplementary Information

**University Student Union
California State University, Northridge**

**Schedule of Net Position
June 30, 2020
(for inclusion in the California State University)**

Assets:	
Current assets:	
Cash and cash equivalents	\$ 2,558,908
Short-term investments	4,053,279
Accounts receivable, net	26,101
Capital lease receivable, current portion	-
Notes receivable, current portion	-
Pledges receivable, net	-
Prepaid expenses and other current assets	92,696
Total current assets	<u>6,730,984</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	-
Capital assets, net	670,003
Other assets	-
Total noncurrent assets	<u>670,003</u>
Total assets	<u>7,400,987</u>
Deferred outflows of resources:	
Unamortized loss on debt refunding	-
Net pension liability	-
Net OPEB liability	-
Others	-
Total deferred outflows of resources	<u>-</u>
Liabilities:	
Current liabilities:	
Accounts payable	371,684
Accrued salaries and benefits	536,215
Accrued compensated absences, current portion	353,627
Unearned revenues	-
Capital lease obligations, current portion	-
Long-term debt obligations, current portion	-
Claims liability for losses and loss adjustment expenses, current portion	-
Depository accounts	-
Other liabilities	31,659
Total current liabilities	<u>1,293,185</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	3,495,735
Net pension liability	-
Other liabilities	-
Total noncurrent liabilities	<u>3,495,735</u>
Total liabilities	<u>4,788,920</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	670,003
Restricted for:	
Nonexpendable – endowments	-
Expendable:	
Scholarships and fellowships	-
Research	-
Loans	-
Capital projects	-
Debt service	-
Others	-
Unrestricted	1,942,064
Total net position	<u>\$ 2,612,067</u>

See Independent Auditor's Report.

**University Student Union
California State University, Northridge**

**Schedule of Revenues, Expenses and Changes in Net Position
Year Ended June 30, 2020
(for inclusion in the California State University)**

Revenues:	
Operating revenues:	
Student tuition and fees, gross	\$ 15,835,020
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	1,580,171
Scholarship allowances (enter as negative)	-
Other operating revenues	<u>296,306</u>
Total operating revenues	<u>17,711,497</u>
Expenses:	
Operating expenses:	
Instruction	-
Research	-
Public service	-
Academic support	-
Student services	10,225,089
Institutional support	-
Operation and maintenance of plant	1,535,718
Student grants and scholarships	64,869
Auxiliary enterprise expenses	4,282,271
Depreciation and amortization	<u>185,195</u>
Total operating expenses	<u>16,293,142</u>
Operating income (loss)	<u>1,418,355</u>
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	91,981
Endowment income (loss), net	-
Interest expense	-
Other nonoperating revenues (expenses) - excl. interagency transfers	<u>(694,663)</u>
Net nonoperating revenues (expenses)	<u>(602,682)</u>
Income (loss) before other revenues (expenses)	<u>815,673</u>
State appropriations, capital	
Grants and gifts, capital	-
Additions (reductions) to permanent endowments	<u>-</u>
Increase (decrease) in net position	815,673
Net position:	
Net position at beginning of year, as previously reported	1,796,394
Restatements	<u>-</u>
Net position at beginning of year, as restated	<u>1,796,394</u>
Net position at end of year	<u>\$ 2,612,067</u>

See Independent Auditor's Report.

**University Student Union
California State University, Northridge**

**Other Information
Year Ended June 30, 2020
(for inclusion in the California State University)**

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

Total

	-
	2,558,908
	\$ 2,558,908

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)	4,053,279	-	4,053,279
State of California Local Agency Investment Fund (LAIF)	-	-	-
State of California Surplus Money Investment Fund (SMIF)	-	-	-
Other investments:	-	-	-
Total Other investments	-	-	-
Total investments	4,053,279	-	4,053,279
Less endowment investments (enter as negative number)	-	-	-
Total investments, net of endowments	\$ 4,053,279	- \$	4,053,279

See Independent Auditor's Report.

**University Student Union
California State University, Northridge**

**Other Information
Year Ended June 30, 2020
(for inclusion in the California State University)**

Investment Type	Fair Value	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)	Net Asset Value (NAV)
Money market funds	\$ -	\$ -	\$ -	\$ -	\$ -
Repurchase agreements	-	-	-	-	-
Certificates of deposit	-	-	-	-	-
U.S. agency securities	-	-	-	-	-
U.S. treasury securities	-	-	-	-	-
Municipal bonds	-	-	-	-	-
Corporate bonds	-	-	-	-	-
Asset backed securities	-	-	-	-	-
Mortgage backed securities	-	-	-	-	-
Commercial paper	-	-	-	-	-
Mutual funds	-	-	-	-	-
Exchange traded funds	-	-	-	-	-
Equity securities	-	-	-	-	-
Alternative investments:		-	-	-	-
Private equity (including limited partnerships)	-	-	-	-	-
Hedge funds	-	-	-	-	-
Managed futures	-	-	-	-	-
Real estate investments (including REITs)	-	-	-	-	-
Commodities	-	-	-	-	-
Derivatives	-	-	-	-	-
Other alternative investment	-	-	-	-	-
Other external investment pools	-	-	-	-	-
CSU Consolidated Investment Pool (formerly SWIFT)	4,053,279	-	-	-	4,053,279
State of California Local Agency Investment Fund (LAIF)	-	-	-	-	-
State of California Surplus Money Investment Fund (SMIF)	-	-	-	-	-
Other investments:	-	-	-	-	-
Total investments	\$ 4,053,279	-	-	-	\$ 4,053,279

2.3 Investments held by the University under contractual agreements:

	Current	Noncurrent	Total
Investments held by the University under contractual agreements e.g. - CSU Consolidated Investment Pool (formerly SWIFT):	4,053,279	-	\$ 4,053,279

See Independent Auditor's Report.

University Student Union
California State University, Northridge

Other Information
Year Ended June 30, 2020
(for inclusion in the California State University)

3.1 Composition of capital assets:

	Balance June 30, 2019	Reclassifications	Prior Period Additions	Prior Period Retirements	Balance June 30, 2019 (Restated)	Additions	Retirements	Transfer of completed CWIP/PWIP	Balance June 30, 2020
Non-depreciable/Non-amortizable capital assets:									
Land and land improvements	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Works of art and historical treasures	-	-	-	-	-	-	-	-	-
Construction work in progress (CWIP)	-	-	-	-	-	4,161	-	-	4,161
Intangible assets:	-	-	-	-	-	-	-	-	-
Rights and easements	-	-	-	-	-	-	-	-	-
Patents, copyrights and trademarks	-	-	-	-	-	-	-	-	-
Intangible assets in progress (PWIP)	-	-	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-	-	-
Other intangible assets:	-	-	-	-	-	-	-	-	-
Total intangible assets	-	-	-	-	-	-	-	-	-
Total non-depreciable/non-amortizable capital assets	-	-	-	-	-	4,161	-	-	4,161
Depreciable/Amortizable capital assets:									
Buildings and building improvements	-	-	-	-	-	-	-	-	-
Improvements, other than buildings	-	-	-	-	-	-	-	-	-
Infrastructure	-	-	-	-	-	-	-	-	-
Leasehold improvements	876,838	-	-	-	876,838	5,130	(2,966)	-	879,002
Personal property:	-	-	-	-	-	-	-	-	-
Equipment	1,521,452	-	-	-	1,521,452	138,856	(64,127)	-	1,596,181
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	-	-	-	-	-	-	-	-	-
Total depreciable/amortizable capital assets	2,398,290	-	-	-	2,398,290	143,986	(67,093)	-	2,475,183
Total capital assets	2,398,290	-	-	-	2,398,290	148,147	(67,093)	-	2,479,344
Less accumulated depreciation/amortization: (enter as negative number, except for reductions enter as positive number)									
Buildings and building improvements	-	-	-	-	-	-	-	-	-
Improvements, other than buildings	-	-	-	-	-	-	-	-	-
Infrastructure	-	-	-	-	-	-	-	-	-
Leasehold improvements	(474,463)	-	-	-	(474,463)	(56,116)	-	-	(530,579)
Personal property:	-	-	-	-	-	-	-	-	-
Equipment	(1,213,811)	-	-	-	(1,213,811)	(129,079)	64,128	-	(1,278,762)
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	-	-	-	-	-	-	-	-	-
Total accumulated depreciation/amortization	(1,688,274)	-	-	-	(1,688,274)	(185,195)	64,128	-	(1,809,341)
Total capital assets, net	\$ 710,016	\$ -	\$ -	\$ -	\$ 710,016	\$ (37,048)	\$ (2,965)	\$ -	\$ 670,003

3.2 Detail of depreciation and amortization expense:

Depreciation and amortization expense related to capital assets	\$ 185,195
Amortization expense related to other assets	-
Total depreciation and amortization	\$ 185,195

See Independent Auditor's Report.

**University Student Union
California State University, Northridge**

**Other Information
Year Ended June 30, 2020
(for inclusion in the California State University)**

4 Long-term liabilities:

	Balance June 30, 2019	Prior Period Adjustments/ Reclassifications	Balance June 30, 2019 (Restated)	Additions	Reductions	Balance June 30, 2020	Current Portion	Noncurrent Portion
1. Accrued compensated absences	\$ 300,588	\$ -	\$ 300,588	\$ 328,233	\$ (275,194)	\$ 353,627	\$ 353,627	\$ -
2. Claims liability for losses and loss adjustment expenses	-	-	-	-	-	-	-	-
3. Capital lease obligations:								
Gross balance	-	-	-	-	-	-	-	-
Unamortized net premium/(discount)	-	-	-	-	-	-	-	-
Total capital lease obligations	-	-	-	-	-	-	-	-
4. Long-term debt obligations:								
4.1 Auxiliary revenue bonds (non-SRB related)	-	-	-	-	-	-	-	-
4.2 Commercial paper	-	-	-	-	-	-	-	-
4.3 Notes payable (SRB related)	-	-	-	-	-	-	-	-
4.4 Others:								
Total others	-	-	-	-	-	-	-	-
Sub-total long-term debt	-	-	-	-	-	-	-	-
4.5 Unamortized net bond premium/(discount)	-	-	-	-	-	-	-	-
Total long-term debt obligations	-	-	-	-	-	-	-	-
Total long-term liabilities	\$ 300,588	\$ -	\$ 300,588	\$ 328,233	\$ (275,194)	\$ 353,627	\$ 353,627	\$ -

5 Capital lease obligations schedule:

	Capital lease obligations related to SRB			All other capital lease obligations			Total capital lease obligations		
	Principal Only	Interest Only	Principal and Interest	Principal Only	Interest Only	Principal and Interest	Principal Only	Interest Only	Principal and Interest
Year ending June 30:									
2021	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2022	-	-	-	-	-	-	-	-	-
2023	-	-	-	-	-	-	-	-	-
2024	-	-	-	-	-	-	-	-	-
2025	-	-	-	-	-	-	-	-	-
2026 - 2030	-	-	-	-	-	-	-	-	-
2031 - 2035	-	-	-	-	-	-	-	-	-
2036 - 2040	-	-	-	-	-	-	-	-	-
2041 - 2045	-	-	-	-	-	-	-	-	-
2046 - 2050	-	-	-	-	-	-	-	-	-
Thereafter	-	-	-	-	-	-	-	-	-
Total minimum lease payments	-	-	-	-	-	-	-	-	-
Less: amounts representing interest									
Present value of future minimum lease payments									
Unamortized net premium/(discount)									
Total capital lease obligations									
Less: current portion									
Capital lease obligations, net of current portion									

See Independent Auditor's Report.

University Student Union
California State University, Northridge

Other Information
Year Ended June 30, 2020
(for inclusion in the California State University)

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:									
2021	-	-	-	-	-	-	-	-	-
2022	-	-	-	-	-	-	-	-	-
2023	-	-	-	-	-	-	-	-	-
2024	-	-	-	-	-	-	-	-	-
2025	-	-	-	-	-	-	-	-	-
2026 - 2030	-	-	-	-	-	-	-	-	-
2031 - 2035	-	-	-	-	-	-	-	-	-
2036 - 2040	-	-	-	-	-	-	-	-	-
2041 - 2045	-	-	-	-	-	-	-	-	-
2046 - 2050	-	-	-	-	-	-	-	-	-
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									\$ -

7 Transactions with related entities:

Payments to University for salaries of University personnel working on contracts, grants, and other programs	\$ 339,075
Payments to University for other than salaries of University personnel	1,168,541
Payments received from University for services, space, and programs	2,401,812
Gifts-in-kind to the University from discretely presented component units	
Gifts (cash or assets) to the University from discretely presented component units	
Accounts (payable to) University (enter as negative number)	(1,877)
Other amounts (payable to) University (enter as negative number)	
Accounts receivable from University (enter as positive number)	2,327
Other amounts receivable from University (enter as positive number)	

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	Enter transaction description	
Restatement #2	Enter transaction description	

See Independent Auditor's Report.

**University Student Union
California State University, Northridge**

**Other Information
Year Ended June 30, 2020
(for inclusion in the California State University)**

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	6,053,016	868,455	356,725	301,500	-	2,645,393	-	10,225,089
Institutional support	-	-	-	-	-	-	-	-
Operation and maintenance of plant	-	-	-	-	-	1,535,718	-	1,535,718
Student grants and scholarships	-	-	-	-	64,869	-	-	64,869
Auxiliary enterprise expenses	2,277,599	761,374	49,386	50,792	-	1,143,120	-	4,282,271
Depreciation and amortization	-	-	-	-	-	-	185,195	185,195
Total operating expenses	\$ 8,330,615	\$ 1,629,829	\$ 406,111	\$ 352,292	\$ 64,869	\$ 5,324,231	\$ 185,195	\$ 16,293,142

10 Deferred outflows/inflows of resources:

1. Deferred Outflows of Resources

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

Total deferred outflows - others

-

Total deferred outflows of resources

\$ -

2. Deferred Inflows of Resources

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

Total deferred inflows - others

-

Total deferred inflows of resources

\$ -

See Independent Auditor's Report.



Independent Member of Nexia International

cohnreznick.com