

**SANTOS MANUEL STUDENT UNION, A COMPONENT UNIT  
OF CALIFORNIA STATE UNIVERSITY, SAN BERNARDINO**

**FINANCIAL STATEMENTS AND  
SUPPLEMENTARY INFORMATION**

**YEAR ENDED JUNE 30, 2024**



CPAs | CONSULTANTS | WEALTH ADVISORS

[CLAconnect.com](https://CLAconnect.com)

**SANTOS MANUEL STUDENT UNION, A COMPONENT UNIT  
OF CALIFORNIA STATE UNIVERSITY, SAN BERNARDINO  
TABLE OF CONTENTS  
YEAR ENDED JUNE 30, 2024**

<b>INDEPENDENT AUDITORS' REPORT</b>	<b>1</b>
<b>MANAGEMENT'S DISCUSSION AND ANALYSIS</b>	<b>5</b>
<b>FINANCIAL STATEMENTS</b>	
<b>STATEMENT OF FINANCIAL POSITION</b>	<b>9</b>
<b>STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION</b>	<b>10</b>
<b>STATEMENT OF CASH FLOWS</b>	<b>11</b>
<b>NOTES TO BASIC FINANCIAL STATEMENTS</b>	<b>12</b>
<b>REQUIRED SUPPLEMENTARY INFORMATION</b>	
<b>SCHEDULE OF CHANGES IN THE NET OPEB LIABILITY AND RELATED RATIOS</b>	<b>38</b>
<b>SCHEDULE OF OPEB PLAN CONTRIBUTIONS LAST 10 YEARS</b>	<b>39</b>
<b>SCHEDULE OF THE EMPLOYER'S PROPORTIONATE SHARE OF THE PLAN'S NET PENSION LIABILITY AND RELATED RATIOS AS OF THE MEASUREMENT DATE – LAST 10 YEARS</b>	<b>40</b>
<b>SCHEDULE OF PLAN CONTRIBUTIONS-LAST 10 YEARS</b>	<b>41</b>
<b>OTHER SUPPLEMENTARY INFORMATION</b>	
<b>ORGANIZATIONAL DATA</b>	<b>42</b>
<b>SCHEDULE OF OPERATING EXPENSES BY FUNCTION</b>	<b>43</b>
<b>SCHEDULE OF OPERATING EXPENSES BY FUNCTION – RECREATION AND WELLNESS CENTER</b>	<b>45</b>
<b>SCHEDULE OF NET POSITION</b>	<b>46</b>
<b>SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION</b>	<b>48</b>
<b>OTHER INFORMATION</b>	<b>50</b>
<b>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 <i>GOVERNMENT AUDITING STANDARDS</i></b>	<b>58</b>



## INDEPENDENT AUDITORS' REPORT

Board of Directors  
Santos Manuel Student Union  
of California State University, San Bernardino  
San Bernardino, California

### Report on the Audit of the Financial Statements

#### ***Opinion***

We have audited the accompanying financial statements of Santos Manuel Student Union, a component unit of California State University, San Bernardino, which comprise the statement of financial position as of June 30, 2024, and the related statements of revenues, expenses, and changes in net position and cash flows for the year then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Santos Manuel Student Union, as of June 30, 2024, and the changes in financial position, and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

#### ***Basis for Opinion***

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Santos Manuel Student Union and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

#### ***Responsibilities of Management for the Financial Statements***

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about Santos Manuel Student Union's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

***Auditors' Responsibilities for the Audit of the Financial Statements***

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

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Santos Manuel Student Union of CSUSB's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the entity's ability to continue as a going concern for a reasonable period of time.

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

### ***Required Supplementary Information***

Accounting principles generally accepted in the United States of America require that management's discussion and analysis, schedule of changes in the net OPEB liability, schedule of OPEB plan contributions, schedule of the employer's proportionate share of the plan's net pension liability, and schedule of plan contributions be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with GAAS, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

### ***Supplementary Information***

Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise the Santos Manuel Student Union's basic financial statements. The schedule of operating expenses by function, schedule of operating expenses by function – recreation and wellness, schedule of net position, and schedule of revenues, expenses and changes in net position (collectively, the supplementary information) are presented for purposes of additional analysis and are not a required part of the basic financial statements. The supplementary information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary information is fairly stated in all material respects in relation to the basic financial statements as a whole.

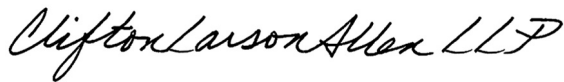
### ***Other Information***

Management is responsible for the other information included in the annual report. The other information comprises the organizational data but does not include the basic financial statements and our auditors' report thereon. Our opinion on the basic financial statements does not cover the other information, and we do not express an opinion or any form of assurance thereon. In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Board of Directors  
Santos Manuel Student Union, a Component Unit  
of California State University, San Bernardino

**Other Reporting Required by Government Auditing Standards**

In accordance with *Government Auditing Standards*, we have also issued our report dated November 22, 2024, on our consideration of the Santos Manuel Student Union's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Santos Manuel Student Union's 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 the Santos Manuel Student Union's internal control over financial reporting and compliance.

A handwritten signature in black ink that reads "CliftonLarsonAllen LLP". The signature is written in a cursive, flowing style.

**CliftonLarsonAllen LLP**

Glendora, California  
November 22, 2024

**SANTOS MANUEL STUDENT UNION, A COMPONENT UNIT  
OF CALIFORNIA STATE UNIVERSITY, SAN BERNARDINO  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
YEAR ENDED JUNE 30, 2024**

The following section of the Santos Manuel Student Union of California State University, San Bernardino's annual financial report includes some of management's insights and analysis of the Student Union's financial performance for the year ended June 30, 2024.

**INTRODUCTION TO THE BASIC FINANCIAL STATEMENTS**

This annual report consists of a series of financial statements, prepared in accordance with the Governmental Accounting Standards Board's Statement 35, *Basic Financial Statements - and Management's Discussion and Analysis - for Public Colleges and Universities*.

The financial statements include the Statement of Net Position, the Statement of Revenues, Expenses and Changes in Net Position, and the Statement of Cash Flows. These statements are supported in the annual financial report by the notes to the financial statements, required supplementary information, and this section. All sections must be considered together to obtain a complete understanding of the financial picture of the Student Union.

Statement of Net Position: The Statement of Net Position includes all assets, deferred outflows of resources, liabilities, and deferred inflows of resources. Assets and liabilities are reported at their book value, on an accrual basis, as of the statement date. However, investments are reported at their fair value. It also identifies major categories of restrictions on the net position of the Student Union.

Statement of Revenues, Expenses and Changes in Net Position: The Statement of Revenues, Expenses and Changes in Net Position presents the revenues earned and the expenses incurred during the year on an accrual basis.

Statement of Cash Flows: The Statement of Cash Flows presents the inflows and outflows of cash, summarized by operating, capital and noncapital, financing and investing activities.

**REPORTING ENTITY**

The Santos Manuel Student Union of California State University, San Bernardino is a 501(c)(3) not-for-profit corporation that is an auxiliary organization of California State University, San Bernardino, and is therefore considered a component unit of the University.

**SUMMARY**

All students enrolled at California State University, San Bernardino are required to pay a mandatory Student Union fee each semester. These fees fund the operations of the Santos Manuel Student Union and the Student Recreation and Fitness Center, support annual bond payments, provide for transfers to repair and replacement funds, and contribute to construction funds as needed and approved by the Board of Directors.

Student Union funds are utilized in compliance with the California Education Code, Title 5, as well as the stipulations of previous student fee referenda. A portion of the mandatory fees (This is described in the 'Summary' of surplus) allocated to the Student Union is directed towards supporting the operating budgets of the Santos Manuel Student Union and the Student Recreation and Fitness Center, in accordance with Title 5.

**SANTOS MANUEL STUDENT UNION, A COMPONENT UNIT  
OF CALIFORNIA STATE UNIVERSITY, SAN BERNARDINO  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
YEAR ENDED JUNE 30, 2024**

**FINANCIAL ANALYSIS**

**Student Union's Summarized Statement of Net Position**

	<u>2024</u>	<u>2023</u>
Current assets	\$ 11,397,835	\$ 11,461,561
Capital assets	912,114	1,087,556
Total Assets	<u>12,309,949</u>	<u>12,549,117</u>
Deferred outflows of resources	1,759,182	1,329,140
Current liabilities	643,835	544,562
Noncurrent liabilities	2,436,057	2,309,373
Total Liabilities	<u>3,079,892</u>	<u>2,853,935</u>
Deferred inflows of resources	1,502,752	1,668,401
Net position		
Net Investment in capital assets	421,511	395,212
Unrestricted*	9,064,976	8,960,710
Total Net Position	<u>\$ 9,486,487</u>	<u>\$ 9,355,922</u>

\* See Note 1, Page 14 for breakdown of unrestricted net position.

***Assets***

Total assets decreased by \$239.2 thousand compared to prior year. This change can be attributed to the decrease in short-term investments.

***Liabilities***

Total liabilities increased by \$225.9 thousand compared to the prior year. This increase is primarily due to the actuarial valuations increasing the net pension liability by \$205.5 thousand and an increase in the noncurrent portion of accrued compensated absences by \$51.3 thousand.

***Net Position***

The Student Union's assets and deferred outflows of resources exceed liabilities and deferred inflows of resources by \$9.4 million at the close of the most recent fiscal year. Of this, \$421.5 thousand or 4.4% reflects its investment in capital assets (e.g., buildings, leasehold improvements, and machinery and equipment, net of accumulated depreciation).



**SANTOS MANUEL STUDENT UNION, A COMPONENT UNIT  
OF CALIFORNIA STATE UNIVERSITY, SAN BERNARDINO  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
YEAR ENDED JUNE 30, 2024**

FINANCIAL ANALYSIS (continued)

Changes in Net Position

Revenues increased by \$532.9 thousand or 5.5%, which is attributed primarily to an increase in return of surplus revenue, income from operations and program income.

Expenses increased by \$1.4 million or 15.5%, which is attributed primarily to an increase in activity at the recreation center and student union operations.

Student Union's Changes in Net Position

	2024	2023
<u>Revenues</u>		
Return of surplus	\$ 8,397,528	\$ 8,268,883
Income from operations	1,395,637	1,266,870
Program income	270,534	152,285
Investment income	135,204	63,271
Other nonoperating revenues	85,274	-
Total Revenues	<u>10,284,177</u>	<u>9,751,309</u>
<u>Expenses</u>		
Student services	4,710,067	4,140,744
Support services	5,443,544	4,592,134
Other nonoperating expenses	-	56,479
Total Expenses	<u>10,153,611</u>	<u>8,789,357</u>
Change in net position	130,566	961,952
Net Position - Beginning of Year	9,355,921	8,393,969
Net Position - End of Year	<u>\$ 9,486,487</u>	<u>\$ 9,355,921</u>

Capital Assets and Long-Term Debt

As of June 30, 2024, the Student Union has \$421.5 thousand invested in capital assets, net of accumulated depreciation of \$1.2 million. Long-term debt is managed by the Chancellor's Office and is not included in the financial statements of the Student Union.

**SANTOS MANUEL STUDENT UNION, A COMPONENT UNIT  
OF CALIFORNIA STATE UNIVERSITY, SAN BERNARDINO  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
YEAR ENDED JUNE 30, 2024**

Student Union's Capital Assets (Net of Depreciation)

	<b>Capital Assets (Net of Depreciation)</b>	
	<u>2024</u>	<u>2023</u>
Buildings and leasehold improvements	\$ 145,133	\$ 182,794
Equipment, furniture and fixtures	74,993	11,033
Works of art	201,385	201,385
Total	<u>\$ 421,511</u>	<u>\$ 395,212</u>

Factors Impacting Future Periods

Enrollment projections for the 2024-2025 academic year continue to be somewhat volatile with an anticipated slight decrease of 15,500 compared with 16,508 in the prior year. The Student Union will be monitoring these enrollment predictions and will prioritize to ensure it can remain competitive and take care of its Human Capital.

Requests for Information

This financial report is designed to provide a general overview of the Student Union's finances for all those with an interest in the Student Union's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Santos Manuel Student Union, California State University, San Bernardino, 5500 University Parkway, San Bernardino, CA 92407-2397.

**SANTOS MANUEL STUDENT UNION, A COMPONENT UNIT  
OF CALIFORNIA STATE UNIVERSITY, SAN BERNARDINO  
STATEMENT OF FINANCIAL POSITION  
JUNE 30, 2024**

<b>ASSETS</b>	<u>2024</u>
Current Assets:	
Cash and Cash Equivalents	\$ 370,547
Short-Term Investments	9,822,427
Accrued Interest Receivable	18,885
Accounts Receivable, Net	674,525
Due from Related Party	246,153
Lease Receivable	265,298
Total Current Assets	<u>11,397,835</u>
Noncurrent Assets:	
Lease Receivable	490,603
Capital Assets, Net	421,511
Total Noncurrent Assets	<u>912,114</u>
Total Assets	<u>12,309,949</u>
 <b>DEFERRED OUTFLOWS OF RESOURCES</b>	
Pension Related Items	822,484
OPEB Related Items	936,698
Total Deferred Outflows of Resources	<u>1,759,182</u>
 <b>LIABILITIES</b>	
Current Liabilities:	
Accounts Payable	268,099
Accrued Salaries	189,821
Accrued Compensated Absences	94,146
Unearned Revenue	91,648
Other Liabilities	121
Total Current Liabilities	<u>643,835</u>
Noncurrent Liabilities:	
Accrued Compensated Absences	94,146
Unearned Revenues	170,204
Net OPEB Liability	453,249
Net Pension Liability	1,718,458
Total Noncurrent Liabilities	<u>2,436,057</u>
Total Liabilities	<u>3,079,892</u>
 <b>DEFERRED INFLOWS OF RESOURCES</b>	
Pension Related Items	148,567
OPEB Related Items	606,621
Leases	747,564
Total Deferred Inflows of Resources	<u>1,502,752</u>
 <b>NET POSITION</b>	
Investment in Capital Assets	421,511
Unrestricted	9,064,976
Total Net Position	<u>\$ 9,486,487</u>

See accompanying Notes to Basic Financial Statements.

**SANTOS MANUEL STUDENT UNION, A COMPONENT UNIT  
OF CALIFORNIA STATE UNIVERSITY, SAN BERNARDINO  
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION  
YEAR ENDED JUNE 30, 2024**

**OPERATING REVENUES**

Return of Surplus Revenue Bond Funds (Student Union Fees)	\$ 8,397,528
Local Reserves	352,100
Program Revenues	270,534
Facility Lease and Rental	701,017
Personnel Services Reimbursement Revenues	256,167
Miscellaneous Reimbursement Revenues	86,353
Total Operating Revenues	<u>10,063,699</u>

**OPERATING EXPENSES**

Student Services:	
Program Board	162,330
Women's Resource Center	113,707
Student Centers	546,949
Cross Cultural Center	176,817
Adult Re-Entry Center	133,706
Recreation Center	3,045,623
Bowling	192,886
Pride Center	119,629
Palm Desert Campus	218,420
Support Services:	
Administration and Personnel Services	715,017
Scheduling	219,853
Maintenance	499,495
Board of Directors	41,270
Graphics	253,998
Student Union Operations	3,461,410
Audio Visual	153,626
Technology	98,875
Total Operating Expenses	<u>10,153,611</u>

Operating Loss	<u>(89,912)</u>
----------------	-----------------

**NONOPERATING REVENUES**

Investment Income	135,204
Other Nonoperating Revenues (Expenses)	85,274
Total Nonoperating Revenues	<u>220,478</u>

**CHANGE IN NET POSITION**

	<u>130,566</u>
--	----------------

Net Position - Beginning of Year	<u>9,355,921</u>
----------------------------------	------------------

<b>NET POSITION - END OF YEAR</b>	<u><u>\$ 9,486,487</u></u>
-----------------------------------	----------------------------

See accompanying Notes to Basic Financial Statements.

**SANTOS MANUEL STUDENT UNION, A COMPONENT UNIT  
OF CALIFORNIA STATE UNIVERSITY, SAN BERNARDINO  
STATEMENT OF CASH FLOWS  
YEAR ENDED JUNE 30, 2024**

**CASH FLOWS FROM OPERATING ACTIVITIES**

Return of Surplus	\$ 8,397,528
Sales and Services	1,390,229
Payments to Suppliers	(4,070,040)
Payments to Employees	(6,204,968)
Net Cash Used by Operating Activities	<u>(487,251)</u>

**CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES**

Capital Assets Purchased	(85,065)
Other Grant Revenue	85,274
Net Cash Provided by Capital and Related Financing Activities	<u>209</u>

**CASH FLOWS FROM INVESTING ACTIVITIES**

Investment Income	125,992
Net Cash Provided by Investing Activities	<u>125,992</u>

**NET DECREASE IN CASH AND CASH EQUIVALENTS**

(361,050)

Cash and Cash Equivalents - Beginning of Year

10,554,024

**CASH AND CASH EQUIVALENTS - END OF YEAR**

\$ 10,192,974

**RECONCILIATION OF CASH TO THE STATEMENT OF NET POSITION**

Cash and Cash Equivalents	\$ 370,547
Short-Term Investments	9,822,427
Total	<u><u>\$ 10,192,974</u></u>

**RECONCILIATION OF OPERATING LOSS TO  
NET CASH USED BY OPERATING ACTIVITIES**

Operating Loss	\$ (89,912)
Adjustments to Reconcile Operating Loss to Net Cash Used by Operating Activities:	
Depreciation	58,765
(Increase) Decrease in Assets:	
Accounts Receivable, Net	(549,736)
Due from Related Parties	272,578
Lease Receivable	190,788
Deferred Outflows of Resources	(430,042)
Increase (Decrease) in Liabilities:	
Accounts Payable	106,363
Unearned Revenues	(65,463)
Other Liabilities	63
Accrued Compensated Absences	5,991
Accrued Salaries	12,025
Net OPEB Liability	(38,553)
Net Pension Liability	205,531
Deferred Inflows of Resources	(165,649)
Net Cash Used by Operating Activities	<u><u>\$ (487,251)</u></u>

See accompanying Notes to Basic Financial Statements.

**SANTOS MANUEL STUDENT UNION OF CSUSB, A COMPONENT UNIT  
OF CALIFORNIA STATE UNIVERSITY, SAN BERNARDINO  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**Organization**

The Santos Manuel Student Union of California State University, San Bernardino (the Student Union) is a nonprofit organization incorporated on November 18, 1977, under the laws of the state of California. The Student Union is an auxiliary organization (component unit) of the California State University and Colleges as defined under Section 89901 of the Education Code of the State of California and California Administrative Code, Title 5, Section 42400. The Student Union was formed to finance, operate and construct a campus union facility at California State University, San Bernardino as a student body center for the benefit of the students, faculty, staff, alumni and guests of the University in order to promote and assist the educational programs of the University. The Student Union performs these functions under an operating agreement with trustees of the California State University (the Trustees). The Student Union agrees to apply the funds and properties it receives exclusively towards these purposes and to obtain written approval of the Trustees prior to initiating any additional functions. The current operating agreement was entered into effective September 1, 2017 and expires on August 31, 2027.

**Reporting Entity**

Accounting principles generally accepted in the United States of America require that these financial statements present the accounts of the Student Union and any of its component units. Component units are legally separate entities for which the Student Union is considered to be financially accountable or otherwise has a relationship, which is such that the exclusion of the entity would cause the financial statements to be misleading. Blended component units are considered, in substance, part of the Student Union's operations, so the accounts of these entities are to be combined with the data of the Student Union. Component units, which do not meet these requirements, are reported in the financial statements as discrete units to emphasize their separate legal status. The Student Union has determined that it is not financially accountable for, nor has any other relationship with, any other organization, which would require its inclusion in these financial statements. However, the Student Union is a component unit of California State University, San Bernardino.

**Basis of Accounting**

As a component unit of California State University, San Bernardino, the Student Union has elected to follow the accounting standards and pronouncements issued by the Governmental Accounting Standards Board (GASB). The Student Union reports its operations as a proprietary fund, which is accounted for using the economic resources measurement focus and the accrual basis of accounting. Under this method, revenues are recorded when earned and expenses are recorded at the time liabilities are incurred.

**SANTOS MANUEL STUDENT UNION OF CSUSB, A COMPONENT UNIT  
OF CALIFORNIA STATE UNIVERSITY, SAN BERNARDINO  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Basis of Accounting (Continued)**

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenue of the Student Union are the mandatory fees collected from the students at California State University, San Bernardino. Operating expenses for the Student Union include the cost of services, administrative expenses and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

**Fund Accounting**

The accounts of the Student Union are organized and operated on the basis of funds. A fund is an independent fiscal and accounting entity with a self-balancing set of accounts. Fund accounting segregates funds according to their intended purpose and uses them to aid management in demonstrating compliance with finance-related legal and contractual provisions. The Student Union's financial statements include only an enterprise fund, which is a proprietary fund type. Enterprise funds are used to account for those operations that are financed and operated in a manner similar to private business or where the Board has decided that the determination of revenues earned, costs incurred and/or change in net position is necessary for management accountability.

**Cash and Cash Equivalents**

The Student Union's cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from date of purchase.

**Short-Term Investments**

Investments, including the Local Agency Investment Fund (LAIF) and CSU Systemwide Investment Fund Trust (SWIFT), are recorded at their fair value in the statement of net position. Investment income or losses (including realized gains and losses on investments, interest, and dividends) are included in the statement of revenues, expenses, and change in net position as increases or decreases in investment income net.

**Accounts Receivable**

Accounts receivable consists of charges to auxiliary enterprise services provided to student organizations and other auxiliary organizations.

Receivable balances are periodically reviewed for collectability based on past credit history with customers and their current financial condition. Management makes the determination concerning the amounts to be written off on a case by case basis. As of June 30, 2024, the organization estimated \$1,859 to be uncollectible.

**SANTOS MANUEL STUDENT UNION OF CSUSB, A COMPONENT UNIT  
OF CALIFORNIA STATE UNIVERSITY, SAN BERNARDINO  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Lease Receivable**

Lease obligations receivable consist of amounts due to the Student Union for various leased spaces for which the Student Union serves as the lessor.

**Capital Assets**

Capital assets including property and equipment are carried at cost. The Student Union's policy is to capitalize additions and improvements in excess of \$5,000. Repairs and maintenance are charged to operations as incurred. Costs and related allowances for depreciation of capital assets sold or otherwise retired are eliminated from the accounts and gains or losses on disposition are included in income. Contributed assets, if any, are stated at acquisition value at the time received by the Student Union. Depreciation is provided on the straight-line method over the estimated useful lives of five to fifteen years.

**Income Taxes**

The Student Union is exempt from federal income tax under Section 501(c)(3) of the Internal Revenue Code and is classified as an organization that is not a private foundation. A comparable exemption has been granted by the state of California under the Revenue and Taxation Code 23701(d).

The Student Union files informational tax returns in the U.S. federal jurisdictions and the state of California. The Student Union is no longer subject to U.S. federal and state examinations for years before 2013.

**Use of Estimates**

The preparation of these financial statements requires management to make estimates and assumptions. Those estimates and assumptions affect the reported amounts of assets, deferred outflows of resources, liabilities, deferred inflows of resources, revenues and expenses, as well as the disclosure of contingent assets and liabilities. Actual results could differ from those estimates.

**Leases**

The Student Union is a lessor for noncancelable leases rental space. The Student Union recognizes a lease receivable and a deferred inflow of resources in the government-wide and fund financial statements. At the commencement of a lease, the Student Union initially measures the lease receivable at the present value of payments expected to be received during the lease term. Subsequently, the lease receivable is reduced by the principal portion of the lease payments received. The deferred inflow of resources is initially measured as the initial amount of the lease receivable, adjusted for the lease payments received at or before the lease commencement date. Subsequently, the deferred inflow of resources is recognized as revenue over the life of the lease term.



**SANTOS MANUEL STUDENT UNION OF CSUSB, A COMPONENT UNIT  
OF CALIFORNIA STATE UNIVERSITY, SAN BERNARDINO  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Subscription-Based IT Agreements**

During the fiscal year ended June 30, 2024, the Student Union evaluated the applicability of GASB Statement No. 96, *Subscription-Based Information Technology Arrangements* (SBITAs). Based on this evaluation, it was determined that GASB Statement No. 96 is not applicable to the entity's financial statements as of June 30, 2024 as the entity does not engage in subscription-based information technology arrangements as defined by the statement.

**Adoption of New Accounting Pronouncements:**

GASB Statement No. 87, *Leases*, issued June 2017, originally effective December 31, 2020, through GASB has extended the implementation date and was adopted by the Student Union beginning with its fiscal year ending June 30, 2022. Statement No. 87 establishes a single approach to accounting for and reporting leases by state and local governments. Under this statement, a government entity that is a lessee must recognize (1) a lease liability and (2) an intangible asset representing the lessee's right to use the leased asset. In addition, the Student Union must recognize (1) amortization expense for using the asset over the shorter of the term of the lease or the useful life of the underlying asset, (2) interest expense on the lease liability and (3) note disclosures about the lease. The Statement provides exceptions from the single-approach for short-term leases, financial purchases, leases of assets that are investments and certain regulated leases. This statement also addresses accounting for lease terminations and modifications, sale-leaseback transactions, nonlease components embedded in lease contracts (such as service agreements), and leases with related parties.

GASB Statement No. 100, *Accounting Changes and Error Corrections*, was issued June 2022 and was adopted by the Student Union beginning with its fiscal year ending June 30, 2023. Statement No. 100 provides guidance on the accounting and financial reporting for each type of accounting change and error corrections.

**SANTOS MANUEL STUDENT UNION OF CSUSB, A COMPONENT UNIT  
OF CALIFORNIA STATE UNIVERSITY, SAN BERNARDINO  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Unrestricted Net Position**

The Unrestricted Net Position of \$9,064,976 is designated to Program Funds as shown below. These are allocated fund reserves, which support programs such as Working Capital, the Long-Term Equipment Repair and Replacement Plan, Major Maintenance Plan, and SMSU Major Campus Event Funds.

Administrative Working Capital	\$ 829,245
Administrative Equip/Furnishings	25,000
Administrative Special Projects	22,515
Administrative OPEB Liability Reserve	243,556
Central Local Reserves	50,000
Maintenance Repairs	116,600
Programs	344,000
Unrestricted	7,434,060
Total	<u>\$ 9,064,976</u>

The statement defines net position as the residual of all other elements presented in a statement of net position. It is the difference between (a) assets and deferred outflows of resources and (b) liabilities and deferred inflows of resources.

When an expense is incurred that can be paid for either restricted or unrestricted resources, the Student Union's policy is to first fully expend all restricted resources and then use unrestricted resources.

**NOTE 2 CASH AND INVESTMENTS**

Cash and investments as of June 30, 2024 are classified in the accompanying financial statements as follows:

Current Assets:	
Cash and Cash Equivalents	\$ 370,547
Short-Term Investments	9,822,427
Total Cash and Investments	<u>\$ 10,192,974</u>

Cash and investments as of June 30, 2024 consist of the following:

Cash on Hand	\$ 600
Deposits with Financial Institutions	369,947
Investments	9,822,427
Total Cash and Investments	<u>\$ 10,192,974</u>

**SANTOS MANUEL STUDENT UNION OF CSUSB, A COMPONENT UNIT  
OF CALIFORNIA STATE UNIVERSITY, SAN BERNARDINO  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 2 CASH AND INVESTMENTS (CONTINUED)**

**Fair Value Measurements**

GASB Statement No. 72, *Fair Value Measurements and Application*, establishes a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. This hierarchy consists of three broad levels: Level 1 inputs consist of quoted prices (unadjusted) for identical assets and liabilities in active markets that a government can access at the measurement date, Level 2 inputs that are observable for an asset or liability, either directly or indirectly, and Level 3 inputs have the lowest priority and consist of unobservable inputs for an asset or liability. The Student Union does not have any investments categorized as Level 1, Level 2, or Level 3.

The following table presents the balances of the assets recorded at net asset value (NAV) as of June 30, 2024:

Type	NAV	Total
SWIFT Investments	\$ 8,689,000	\$ 8,689,000
LAIF	1,133,427	1,133,427
Total Investments	<u>\$ 9,822,427</u>	<u>\$ 9,822,427</u>

**Investment Policy**

State law and regulations require that surplus monies of the Student Union must be invested. The primary objective of the investment policy is to safeguard the principal. The secondary objective is to meet the liquidity needs of the Student Union. The third objective is to return an acceptable yield. The investment policy authorizes funds held in local trust accounts under Education Code Sections 89721 and 89724 to be invested in any of the securities authorized by Government Code Section 16430 and Education Code Section 89724, subject to certain limitations. In general, the investment policy permits investments in obligations of the federal and California state governments, certificates of deposit, and certain other investment instruments.

**Interest Rate Risk**

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. One of the ways that the Student Union manages its exposure to interest rate risk is that the pool purchases a combination of short-term and mid-term investments and by timing cash flows from maturities so that a portion of the portfolio is maturing or nearing maturity evenly over time as necessary to provide the cash flow and liquidity needed for operations.

**SANTOS MANUEL STUDENT UNION OF CSUSB, A COMPONENT UNIT  
OF CALIFORNIA STATE UNIVERSITY, SAN BERNARDINO  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 2 CASH AND INVESTMENTS (CONTINUED)**

**Custodial Credit Risk**

Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover its deposits or will not be able to recover collateral securities that are in the possession of an outside party. The custodial credit risk for investments is the risk that in the event of the failure of the counter party to a transaction, a government will not be able to recover the value of its investment or collateral securities that are in the possession of another party. The California Government Code requires that a financial institutions secure deposits made by state or local governmental units by pledging securities in an undivided collateral pool held by a depository regulated under state law. The market value of the pledged securities in the collateral pool must equal at least 110% of the total amount deposited by the public agencies.

The California Government Code and the Student Union's investment policy do not contain legal or policy requirements that would limit the exposure to custodial credit risk for deposits or investments.

Santos Manuel Student Union maintains its cash in one financial institution account. The standard insurance amount under the Federal Deposit Insurance Corporation (FDIC) is \$250,000 per depositor, per insured bank, for each account ownership category. These balances may at times exceed the insured limits. As of June 30, 2024, the Student Union's cash balances exceeded federally insured limits by \$120,006.

**Concentration of Credit Risk**

Concentration risk rises as investments become concentrated relative to a portfolio characteristic such as issuance, issuer, market sector, counterparty, or sovereign nation, and is best mitigated by diversification. The investment policy of the Student Union contains no limitations on the amount that can be invested in any one issuer beyond what is stipulated by the California Government Code.

**Investment in CSU Systemwide Investment Fund Trust**

Student Union has pooled investments with the CSU Systemwide Investment Fund Trust (SWIFT). As a result of a 2007 change in Education Code 89721(I) that allowed CSU to self-manage student tuition and fees, CSU created a central banking system and created the SWIFT investment portfolio for the purpose of enhancing centralized cash and investment management. Because the central banking system and SWIFT are inextricably linked, each member in the central banking system is also a member in SWIFT, also referred to collectively as The Bank of CSU. These funds are reported as a short-term investment. The SWIFT consists of investments of cash on an overnight and/or short-term basis, the funds representing the float on funds collected from all eligible sources prior to their use for payment of accounts payable and payroll. Excess cash over and above what is needed to fund short-term payables and payroll are transferred to medium or longer term investments.

**SANTOS MANUEL STUDENT UNION OF CSUSB, A COMPONENT UNIT  
OF CALIFORNIA STATE UNIVERSITY, SAN BERNARDINO  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 2 CASH AND INVESTMENTS (CONTINUED)**

**Investment in CSU Systemwide Investment Fund Trust (Continued)**

Student Union relies upon information provided by the SWIFT in estimating the fair value position of its holdings in it. SWIFT is not subject to a credit quality rating. The allocated totals presented are derived from the percentage of the Student Union's investment balance in relation to the pool's investment balance applied to the pools total balance for each investment category.

**Investment in State Investment Pool**

The Student Union is a voluntary participant in the Local Agency Investment Fund (LAIF), which is part of the Pooled part of the Pooled Money Investment Account that is regulated by the California Government Code under the oversight of the State Treasurer, Director of Finance and State Controller. The Student Union may invest up to \$75 million in the LAIF fund. Investments in LAIF are highly liquid, as deposits can be converted to cash within 24 hours without loss of interest. The balance available for withdrawal is based on the accounting records maintained by LAIF, which are recorded on an amortized cost basis. All investments with LAIF are secured by the full faith and credit of the State of California. Separate LAIF financial statements are available from the California State Treasurer's Office on the Internet at [www.treasurer.ca.gov](http://www.treasurer.ca.gov).

The Student Union's investment in this pool is reported in the accompanying financial statements at cost which approximates fair value at amounts based upon the Student Union's pro-rata share of the fair value provided by LAIF for the entire LAIF portfolio (in relation to the amortized cost of that portfolio). LAIF's (and the Student Union's) exposure to risk (credit, market or legal) is not currently available.

**NOTE 3 STUDENT UNION FEES**

The Student Union fees that are collected are deposited into a California State University, San Bernardino trust fund, where a portion is kept by the University to pay for debt service and the remaining portion is returned to the Santos Manuel Student Union as a lump sum on an annual basis for the payment of expenses related to Student Union and Recreation Center expenses.

The University allocates a portion of the Student Union fee funding collected during the academic year for Student Union operations based on the Student Union's University-approved annual operating budget. The allocation of operating funds follows a retention of collected Student Union fees for debt service obligations and a reserve for capital expenditures. The Student Union fee is a mandatory part of a student's Tuition and Fees and is paid to the University and held in the Student Union Fee Trust for payment of debt service, contribution to the reserve for capital expenditures, and distribution of operating funds to the Student Union. The Student Union recognizes fee funding as revenue when earned. Rental income is recognized as revenue when earned and consists of unrelated party event fees and bowling alley shoe rental.

**SANTOS MANUEL STUDENT UNION OF CSUSB, A COMPONENT UNIT  
OF CALIFORNIA STATE UNIVERSITY, SAN BERNARDINO  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 3 STUDENT UNION FEES (CONTINUED)**

Reserved balances as of June 30, 2024 held by the University on behalf of the Santos Manuel Student Union were Designated for Operations and Designated for Maintenance and Repairs for \$4,511,130 and \$2,277,895, respectively. There was no reserve balance Designated for Capital Improvements. Debt payments are funded through these reserve balances. The following are the outstanding debt issues related to the Student Union's arrangement with the Campus.

In August of 2019, the Trustees of the California State University issued the Systemwide Revenue Bonds Series 2019A. The Bonds were issued to finance and refinance the acquisition, construction, renovation, and improvement of certain facilities of the California State University. Included in the projects financed with the Series 2019A Bonds was approximately \$80,000,000 designated for the construction of the Santos Manuel Student Union North, a three-story, 120,000-square-foot building. The SMSU North includes a multi-purpose ballroom, which is twice the size of the existing SMSU Conference Center formerly known as the Events Center, an eight-lane bowling alley and game room, a pub, food service and retail space, collaborative spaces for student organizations and support centers, and the Coyote Bookstore. The overall SMSU, which consists of three buildings – SMSU North, SMSU South and Recreation & Wellness Center – is one of the largest building complexes in the 23-campus California State University system. The project began in June 2019 and completed in March 2022. Bonds outstanding at June 30, 2024 amounted to \$68,175,000.

In July 2021, California State University issued Systemwide Revenue Bond Series 2021A (Tax Exempt) and 2021B (Taxable), a portion of Series 2021B proceeds was applied for advance refunding a portion of the SRB Series 2013A (Tax Exempt) and a portion of the SRB Series 2014A (Tax Exempt). Bonds outstanding as of June 30, 2024 amounted to \$16,995,000

**SANTOS MANUEL STUDENT UNION OF CSUSB, A COMPONENT UNIT  
OF CALIFORNIA STATE UNIVERSITY, SAN BERNARDINO  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 4 CAPITAL ASSETS**

Capital asset activity for the year ended June 30 was as follows:

	Beginning Balance	Additions	Deletions	Ending Balance
Capital Assets, not being Depreciated:				
Works of Art	\$ 201,385	\$ -	\$ -	\$ 201,385
Total Capital Assets, not being Depreciated	<u>201,385</u>	<u>-</u>	<u>-</u>	<u>201,385</u>
Capital Assets, being Depreciated:				
Buildings	152,896	-	-	152,896
Leasehold Improvements	614,470	-	-	614,470
Equipment, Furniture, and Fixtures	<u>541,949</u>	<u>85,065</u>	<u>-</u>	<u>627,014</u>
Total Capital Assets, being Depreciated	1,309,315	85,065	-	1,394,380
Less: Accumulated Depreciation for:				
Buildings	(50,080)	(5,097)	-	(55,177)
Leasehold Improvements	(534,492)	(32,565)	-	(567,056)
Equipment, Furniture, and Fixtures	<u>(530,917)</u>	<u>(21,105)</u>	<u>-</u>	<u>(552,021)</u>
Total Accumulated Depreciation	<u>(1,115,489)</u>	<u>(58,767)</u>	<u>-</u>	<u>(1,174,254)</u>
Capital Assets, Net	<u>\$ 395,211</u>	<u>\$ 26,299</u>	<u>\$ -</u>	<u>\$ 421,511</u>

Total depreciation expenses for the year ended June 30, 2024 was \$58,767.

**NOTE 5 LEASING ARRANGEMENTS**

The Student Union, acting as lessor of the Student Union Facility and the Recreation Center, leases space under a long-term, noncancelable lease agreements. The leases expire at periodic dates through July 2029. At the commencement of a lease, the Student Union initially measures the lease receivable at the present value of payments expected to be received during the lease term. Subsequently, the lease receivable is reduced by the principal portion of the lease payments received. The deferred inflow of resources is initially measured as the initial amount of the lease receivable, adjusted for the lease payments received at or before the lease commencement date. Subsequently, the deferred inflow of resources is recognized as revenue over the life of the lease term. During the year ended June 30, 2024, the Student Union recognized \$270,668 and \$36,753 in lease revenue and interest revenue, respectively, pursuant to the contract.

**SANTOS MANUEL STUDENT UNION OF CSUSB, A COMPONENT UNIT  
OF CALIFORNIA STATE UNIVERSITY, SAN BERNARDINO  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 5 LEASING ARRANGEMENTS (CONTINUED)**

Total future minimum lease payments to be received under lease agreements are as follows:

<u>Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2025	\$ 265,297	\$ 12,749	\$ 278,046
2026	269,514	8,532	278,046
2027	189,769	3,992	193,761
2028	28,901	1,642	30,543
2029	2,420	127	2,547
Total	<u>\$ 755,901</u>	<u>\$ 27,042</u>	<u>\$ 782,943</u>

**NOTE 6 LONG-TERM OBLIGATIONS**

A schedule of changes in long-term obligations during the fiscal year June 30, 2024 consist of the following:

	<u>Balance July 1, 2023</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance June 30, 2024</u>	<u>Due in One Year</u>
Compensated Absences	\$ 182,301	\$ 5,991		\$ 188,292	\$ 94,146
Net OPEB Liability (Asset)	491,802	-	(38,553)	453,249	-
Net Pension Liability	1,512,927	205,531	-	1,718,458	-
Total Long-Term Obligation	<u>\$ 2,187,030</u>	<u>\$ 211,522</u>	<u>\$ (38,553)</u>	<u>\$ 2,359,999</u>	<u>\$ 94,146</u>

**NOTE 7 RELATED PARTY AND ECONOMIC DEPENDENCY**

The Student Union operates under an agreement with the Trustees of the California State University, San Bernardino (CSUSB) as an auxiliary organization of the University. The majority of the Student Union's revenues and assets are dependent on its relationship with the University and its operating agreement with the Trustees. The University provides accounting services, utilities and various services for the Student Union. The Student Union leases space to Associated Student Incorporated (ASI), University Enterprises Corporation (UEC) and the Philanthropic Foundation (PHL) of California State University, all related parties.



**SANTOS MANUEL STUDENT UNION OF CSUSB, A COMPONENT UNIT  
OF CALIFORNIA STATE UNIVERSITY, SAN BERNARDINO  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 7 RELATED PARTY AND ECONOMIC DEPENDENCY (CONTINUED)**

Below is a summary showing the related party transactions at June 30, 2024:

		Associated Students	Philanthropic	University Enterprises	
	CSUSB	Incorporated	Foundation	Corporation	Total
<u>Expenses</u>					
Payments to Univ/Aux for Salaries of Personnel Working on Contracts, Grants, and Other Programs	\$ 706,905	\$ -	\$ -	\$ -	\$ 706,905
Payments to Univ/Aux for Other than Salaries of Personnel	1,357,368	1,467	-	-	1,358,835
<u>Revenues</u>					
Payments Received from Univ/Aux for Services, Space, and Programs	584,203	28,677	34,190	82,725	729,795
<u>Due to</u>					
Accounts Payable Due to Univ/Aux as of June 30, 2024	-	-	-	-	-
<u>Due from</u>					
Accounts Receivable due from Univ/Aux as of June 30, 2024	220,056	2,636	7,348	16,113	246,153

**NOTE 8 DEFINED BENEFIT PENSION PLAN**

**A. General Information about the Pension Plan**

Plan Description

All qualified permanent and probationary employees are eligible to participate in the Public Agency Cost-Sharing Multiple Employer Defined Benefit Pension Plan (Plan) administered by the California Public Employees' Retirement System (CalPERS.) The Plan consists of individual rate plans (benefit tiers) within a safety risk pool (police and fire) and a miscellaneous risk pool (all other). Plan assets may be used to pay benefits for any employer rate plan of the safety and miscellaneous pools. Accordingly, rate plans within the safety or miscellaneous pools are not separate plans under GASB Statement No. 68. Individual employers may sponsor more than one rate plan in the miscellaneous or safety risk pools. The Student Union sponsors two miscellaneous rate plans. Benefit provisions under the Plan are established by State statute and Student Union resolution. CalPERS issues publicly available reports that include a full description of the pension plan regarding benefit provisions, assumptions and membership information that can be found on the CalPERS' website, at [www.calpers.ca.gov](http://www.calpers.ca.gov).

**SANTOS MANUEL STUDENT UNION OF CSUSB, A COMPONENT UNIT  
OF CALIFORNIA STATE UNIVERSITY, SAN BERNARDINO  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 8    DEFINED BENEFIT PENSION PLAN (CONTINUED)**

A. General Information about the Pension Plan (Continued)

Benefits Provided

CalPERS provides service retirement and disability benefits, annual cost of living adjustments and death benefits to plan members, who must be public employees and beneficiaries. Benefits are based on years of credited service, equal to one year of full time employment. Members with five years of total service are eligible to retire at age 50 with statutorily reduced benefits. All members are eligible for nonduty disability benefits after five years of service. The death benefit is one of the following: the Basic Death Benefit, the 1957 Survivor Benefit, or the Optional Settlement 2W Death Benefit. The cost of living adjustments for each plan are applied as specified by the Public Employees' Retirement Law.

The Plan operates under the provisions of the California Public Employees' Retirement Law (PERL), the California Public Employees' Pension Reform Act of 2013 (PEPRA), and the regulations, procedures and policies adopted by the CalPERS Board of Administration. The Plan's authority to establish and amend the benefit terms are set by the PERL and PEPRA, and may be amended by the California state legislature and in some cases require approval by the CalPERS Board.

The Plan's provisions and benefits in effect at June 30, 2024 are summarized as follows:

	Miscellaneous	
	Prior to January 1, 2013	On or after January 1, 2013
Hire Date		
Benefit Formula	2% @ 55	2% @ 60
Benefit Vesting Schedule	5 Years Service	5 Years Service
Benefit Payments	Monthly for Life	Monthly for Life
Retirement Age	50 - 63	50 - 63
Monthly Benefits as a % of Eligible Compensation	1.4% to 2.4%	1.1% to 2.4%
Required Employee Contribution Rates	7.00%	6.75%
Required Employer Contribution Rates	10.484%	7.732%

Contributions

Section 20814(c) of the California Public Employees' Retirement Law (PERL) requires that the employer contribution rates for all public employers be determined on an annual basis by the actuary and shall be effective on the July 1 following notice of a change in the rate. The total plan contributions are determined through CalPERS' annual actuarial valuation process. For public agency cost-sharing plans covered by Miscellaneous risk pools, the Plan's actuarially determined rate is based on the estimated amount necessary to pay the Plan's allocated share of the risk pool's costs of benefits earned by employees during the year, and any unfunded accrued liability.

**SANTOS MANUEL STUDENT UNION OF CSUSB, A COMPONENT UNIT  
OF CALIFORNIA STATE UNIVERSITY, SAN BERNARDINO  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 8    DEFINED BENEFIT PENSION PLAN (CONTINUED)**

**A.    General Information about the Pension Plan (Continued)**

Contributions (Continued)

The employer is required to contribute the difference between the actuarially determined rate and the contribution rate of employees. Payments made by the employer to satisfy contribution requirements that are identified by the pension plan terms as plan member contribution requirements are classified as plan member contributions. Employer contributions to the Plan for the fiscal year ended June 30, 2024 were \$239,537. The actual employer payments of \$206,384 made to CalPERS by the Student Union during the measurement period ended June 30, 2023 differed from the Student Union's proportionate share of the employer's contributions of \$368,510 by \$162,126, which is being amortized over the expected average remaining service lifetime in the Public Agency Cost-Sharing Multiemployer Plan.

**B.    Net Pension Liability**

The Student Union's net pension liability for the Plan is measured as the total pension liability, less the pension plan's fiduciary net position. The net pension liability of the Plan is measured as of June 30, 2023, using an annual actuarial valuation as of June 30, 2022 rolled forward to June 30, 2023 using standard update procedures. A summary of principal assumptions and methods used to determine the net pension liability is as follows.

Actuarial Methods and Assumptions Used to Determine Total Pension Liability

	<u>Miscellaneous</u>
Valuation Date	June 30, 2022
Measurement Date	June 30, 2023
Actuarial Cost Method	Entry Age Normal
Asset Valuation Method	Market Value of Assets
Actuarial Assumptions:	
Discount Rate	6.90%
Inflation	2.30%
Salary Increases (1)	Varies by Entry Age and Service
Investment Rate of Return (2)	6.90%
Mortality Rate Table (3)	Derived using CALPERS' Membership Data for all Funds
Post Retirement Benefit Increase	Contract COLA up to 2.30% until Purchasing Power Protection Allowance Floor on Purchasing Power Applies

(1) Annual increases vary by category, entry age, and duration of service

(2) Net of pension plan investment and administrative expenses; includes inflation

(3) The mortality table was developed based on CalPERS-specific data. The rates incorporate Generational Mortality to capture ongoing mortality improvement using 80% of Scale MP 2020 published by the Society of Actuaries. For more details, please refer to the 2021 experience study report that can be found on the CalPERS website.

**SANTOS MANUEL STUDENT UNION OF CSUSB, A COMPONENT UNIT  
OF CALIFORNIA STATE UNIVERSITY, SAN BERNARDINO  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 8    DEFINED BENEFIT PENSION PLAN (CONTINUED)**

**B. Net Pension Liability (Continued)**

Discount Rate

The discount rate used to measure the total pension liability was 6.90%. To determine whether the municipal bond rate should be used in the calculation of the discount rate for each plan, CalPERS stress tested plans that would most likely result in a discount rate that would be different from the actuarially assumed discount rate. The tests revealed the assets would not run out. Therefore, the current 6.90% discount rate is appropriate and the use of the municipal bond rate calculation is not deemed necessary. The long-term expected discount rate of 6.90% is applied to all plans in the Public Employees Retirement Fund (PERF). The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers will be made at statutorily required rates, actuarially determined. Based on those assumptions, the Plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied to all periods of projected benefit payments to determine the total pension liability. The stress test results are presented in a detailed report called "GASB Crossover Testing Report" that can be obtained at CalPERS' website under the GASB 68 section.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class.

In determining the long-term expected rate of return, CalPERS took into account both short-term and long-term market return expectations as well as the expected pension fund cash flows. Using historical returns of all of the funds' asset classes, expected compound (geometric) returns were calculated over the short-term (first 10 years) and the long-term (11+ years) using a building-block approach. Using the expected nominal returns for both short-term and long-term, the present value of benefits was calculated for each fund. The expected rate of return was set by calculating the rounded single equivalent expected return that arrived at the same present value of benefits for cash flows as the one calculated using both short-term and long-term returns. The expected rate of return was then set equal to the single equivalent rate calculated above and adjusted to account for assumed administrative expenses.

**SANTOS MANUEL STUDENT UNION OF CSUSB, A COMPONENT UNIT  
OF CALIFORNIA STATE UNIVERSITY, SAN BERNARDINO  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 8    DEFINED BENEFIT PENSION PLAN (CONTINUED)**

**B. Net Pension Liability (Continued)**

Discount Rate (Continued)

The following table reflects long-term expected real rate of return by asset class. The rate of return was calculated using the capital market assumptions applied to determine the discount rate and asset allocation.

Asset Class	Assumed Asset Allocation	Real Return Years 1 - 10 <sup>1,2</sup>
Global Equity - Cap-Weighted	30.00%	4.54%
Global Equity - Noncap-Weighted	12.00%	3.84%
Private Equity	13.00%	7.28%
Treasury	5.00%	0.27%
Mortgage-backed Securities	5.00%	0.50%
Investment Grades Corporates	10.00%	1.56%
High Yield	5.00%	2.27%
Emerging Markets Debt	5.00%	2.48%
Private Debt	5.00%	3.57%
Real Assets	15.00%	3.21%
Leverage	(5.00%)	(0.59%)

Pension Plan Fiduciary Net Position

Information about the pension plan's assets, deferred outflows of resources, liabilities, deferred inflows of resources, and fiduciary net position are presented in CalPERS' audited financial statements, which are publicly available reports that can be obtained at CalPERS' website, at [www.calpers.ca.gov](http://www.calpers.ca.gov). The plan's fiduciary net position and additions to/deductions from the plan's fiduciary net position have been determined on the same basis used by the pension plan, which is the economic resources measurement focus and the accrual basis of accounting. Benefits and refunds are recognized when due and payable in accordance with the terms of the plan. Investments are reported at fair value.

The plan fiduciary net position disclosed in the GASB 68 accounting valuation report may differ from the plan assets reported in the funding actuarial valuation report due to several reasons. First, for the accounting valuations, CalPERS must keep items such as deficiency reserves, fiduciary self-insurance and Other Post-Employment Benefits (OPEB) expense included as assets. These amounts are excluded for rate setting purposes in the funding actuarial valuation. In addition, differences may result from early Annual Comprehensive Financial Report closing and final reconciled reserves.

**SANTOS MANUEL STUDENT UNION OF CSUSB, A COMPONENT UNIT  
OF CALIFORNIA STATE UNIVERSITY, SAN BERNARDINO  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 8    DEFINED BENEFIT PENSION PLAN (CONTINUED)**

**C. Proportionate Share of Net Pension Liability**

The following table shows the Plan's proportion share of the net pension liability over the measurement period.

	Plan Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Plan Net Pension Liability (c) = (a) - (b)
Balance as of Measurement Date 6/30/2022 (MD)	\$ 7,458,130	\$ 5,945,203	\$ 1,512,927
Balance as of Measurement Date 6/30/2023 (MD)	8,401,064	6,682,606	1,718,458
Net Changes During Measurement Period 2022-2023	<u>\$ 942,934</u>	<u>\$ 737,403</u>	<u>\$ 205,531</u>

Student Union's net pension liability for the Plan is measured as the proportionate share of the net pension liability. The net pension liability of the Plan is measured as of June 30, 2023, and the total pension liability for the Plan used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2022 rolled forward to June 30, 2023 using standard update procedures. Student Union's proportion of the net pension liability was determined by CalPERS using the output from the Actuarial Valuation System and the fiduciary net position, as provided in the CalPERS Public Agency Cost-Sharing Allocation Methodology Report, which is a publicly available report that can be obtained at CalPERS' website, at [www.calpers.ca.gov](http://www.calpers.ca.gov). Student Union's proportionate share of the net pension liability for the Plan as of June 30, 2022 and 2023 was as follows:

Proportion Share of NPL - June 30, 2022 (MD)	0.03233%
Proportion Share of NPL - June 30, 2023 (MD)	0.03437%
Change - Increase (Decrease)	<u>0.00203%</u>

**Sensitivity of the Proportionate Share of the Net Pension Liability to Changes in the Discount Rate**

The following presents the Student Union's proportionate share of the net pension liability of the Plan as of the measurement date, calculated using the discount rate of 6.90%, as well as what the net pension liability would be if it were calculated using a discount rate that is 1 percentage-point lower (5.90%) or 1 percentage-point higher (7.90%) than the current rate:

	Discount Rate - 1% (5.90%)	Current Discount Rate (6.90%)	Discount Rate + 1% (7.90%)
Miscellaneous Plan's Net Pension Liability	\$ 2,854,666	\$ 1,718,458	\$ 783,261

**Subsequent Events**

There were no subsequent events that would materially affect the results presented in this disclosure.

**SANTOS MANUEL STUDENT UNION OF CSUSB, A COMPONENT UNIT  
OF CALIFORNIA STATE UNIVERSITY, SAN BERNARDINO  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 8    DEFINED BENEFIT PENSION PLAN (CONTINUED)**

C. Proportionate Share of Net Pension Liability (Continued)

Recognition of Gains and Losses

Under GASB 68, gains and losses related to changes in total pension liability and fiduciary net position are recognized in pension expense systematically over time.

The first amortized amounts are recognized in pension expense for the year the gain or loss occurs. The remaining amounts are categorized as deferred outflows and deferred inflows of resources related to pensions and are to be recognized in future pension expense.

The amortization period differs depending on the source of the gain or loss:

Net difference between projected and  
actual earnings on pension plan  
investment

Five-year straight-line amortization.

All other amounts

Straight-line amortization over the  
expected average remaining service lifetime  
(EARSL) of all members that are provide  
with benefits (active, inactive and retired) as  
of the beginning of the measurement period.

The expected average remaining service lifetime (EARSL) is calculated by dividing the total future service years by the total number of plan participants (active, inactive, and retired) in the Public Agency Cost-Sharing Multiple-Employer Plan (PERF C).

The EARSL for PERF C for the measurement date ending June 30, 2023 is 3.8 years, which was obtained by dividing the total service years of 600,538 (the sum of remaining service lifetimes of the active employees) by 160,073 (the total number of participants: active, inactive, and retired) in PERF C. Inactive employees and retirees have remaining service lifetimes equal to zero. Total future service is based on the members' probability of decrementing due to an event other than receiving a cash refund.

D. Pension Expense and Deferred Outflows and Deferred Inflows of Resources Related to Pensions

As of the start of the measurement period (July 1, 2022), the Student Union's net pension liability was \$1,512,927. For the measurement period ending June 30, 2023 (the measurement date), Student Union incurred a pension expense/(income) of \$372,494.

**SANTOS MANUEL STUDENT UNION OF CSUSB, A COMPONENT UNIT  
OF CALIFORNIA STATE UNIVERSITY, SAN BERNARDINO  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 8    DEFINED BENEFIT PENSION PLAN (CONTINUED)**

**D. Pension Expense and Deferred Outflows and Deferred Inflows of Resources Related to Pensions (Continued)**

As of June 30, 2024, the Student Union has deferred outflows and deferred inflows of resources related to pensions as follows:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes of Assumptions	\$ 103,751	\$ -
Differences Between Expected and Actual Experience	87,788	13,618
Differences Between Projected and Actual Investment Earnings	278,234	-
Differences Between Employer's Contributions and Proportionate Share of Contributions	-	134,949
Change in Employer's Proportion	113,174	-
Pension Contributions Made Subsequent to Measurement Date	239,537	-
Total	<u>\$ 822,484</u>	<u>\$ 148,567</u>

These amounts above are net of outflows and inflows recognized in the 2022-2023 measurement period expense. Contributions subsequent to the measurement date of \$239,537 reported with deferred outflows of resources will be recognized as a reduction of the net pension liability in the upcoming fiscal year. Other amounts reported as deferred outflows and deferred inflows of resources related to pensions will be recognized in future pension expense as follows:

<u>Measurement Period Ending June 30:</u>	Deferred Outflows (Inflows) of Resources
2025	\$ 127,105
2026	90,403
2027	208,888
2028	7,984
2029	-
Thereafter	-

**E. Payable to the Pension Plan**

At June 30, 2024, Student Union reported a payable of \$0 for the outstanding amount of contributions to the pension plan required for the year ended June 30, 2024.



**SANTOS MANUEL STUDENT UNION OF CSUSB, A COMPONENT UNIT  
OF CALIFORNIA STATE UNIVERSITY, SAN BERNARDINO  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 9 OTHER POST-EMPLOYMENT BENEFITS**

A. General Information about the Plan

Plan Description

The Santos Manuel Student Union provides medical and dental plan coverage for retirees and their eligible surviving dependents in certain HMO or other plans available through the program. Dental benefits are provided through Met Life and medical plan benefits are provided through PERS, as permitted by the Public Employees' Medical and Hospital and Care Act (PEMHCA). As a PEMHCA employer, the Student Union has selected the equal contribution method, where it is obligated to contribute the same amount for retirees as contributed toward active employees' medical plan coverage. The plan is a single-employer post-employment plan.

Employees Covered by Benefit Terms

As of the June 30, 2024 valuation, the following current and former employees were covered by the benefit terms under the plan:

	<u>2023</u>
Active plan members	35
Retirees and beneficiaries receiving benefits	<u>5</u>
	<u>40</u>

Benefits and Contributions

For medical coverage, the Student Union currently pays up to \$983 per month for retiree coverage, \$1,890 per month for coverage with one dependent, and \$2,366 for coverage with two or more dependents. For dental and vision coverage, the Student Union currently pays 100% of the cost of premiums for the retiree and his or her eligible dependents so long as they remain eligible for coverage under the contract. Coverage under the Plan is available for employees who satisfy the requirements for retirement under the California Public Employees' Retirement System (PERS), which is age 50 or older with at least five years of state or public agency service. The contribution requirements of the Student Union are established and may be amended by the board of directors. In fiscal year 2014-2015 the annual required contribution determination method changed from pay-as-you-go basis to prefunding policy. The Student Union contributed \$77,140 to the plan during the year ended June 30, 2024. On March 1, 2020, SMSU modified the retiree medical benefits for employees hired on or after March 1, 2020. This change had no impact on the Total OPEB liability as of the current measurement date. However, as new employees are added, this change is expected to result in a reduction in plan costs that would have otherwise occurred.

**SANTOS MANUEL STUDENT UNION OF CSUSB, A COMPONENT UNIT  
OF CALIFORNIA STATE UNIVERSITY, SAN BERNARDINO  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 9 OTHER POST-EMPLOYMENT BENEFITS (CONTINUED)**

**B. Net OPEB Liability**

The Student Union's net OPEB liability was measured as of June 30, 2023 and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation dated June 30, 2022, based on the following actuarial methods and assumptions:

Discount Rate	6.25%	
Inflation	2.50%	
Salary Increases	3.00%	
Investment Rate of Return	6.25%	
Mortality	MacLeod Watts Scale 2022 applied generationally	
Pre-Retirement Turnover Healthcare Trend Rate	Actual	2024
	6.50%	2025
	6.00%	2026
	5.50%	2027
	5.40%	2028
	5.30%	2029
	Various	Thereafter

Only current active employees and retired participants and covered dependents are valued. No future entrants are considered in the valuation. Demographic actuarial assumptions used in the valuation are based on the 2021 experience study of the California Public Employees Retirement System using data from 1997 to 2019.

**C. Discount Rate**

The discount rate used to measure the total OPEB liability was 6.25%. The Student Union has established an irrevocable OPEB trust with assets dedicated toward paying future retiree medical benefits. The Student Union expects the trust assets to yield 6.25% over the long-term, based on the current mix of assets.

The projection of cash flows used to determine the discount rate assumed that Student Union contributions will be made at rates equal to or in excess of the actuarially determined contribution rates. Based on those assumptions, the OPEB plan's fiduciary net position was projected to be available to make all projected OPEB payments for current active and inactive employees. Therefore, the long-term expected rate of return on OPEB plan investments was applied to all periods of projected benefit payments to determine the total OPEB liability.

**SANTOS MANUEL STUDENT UNION OF CSUSB, A COMPONENT UNIT  
OF CALIFORNIA STATE UNIVERSITY, SAN BERNARDINO  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 9 OTHER POST-EMPLOYMENT BENEFITS (CONTINUED)**

**D. Changes in Net OPEB Liability**

The change in the net OPEB liability for the Plan are as follows as of June 30, 2024:

	Total OPEB Liability (a)	Plan Fiduciary Net Position (b)	Net OPEB Liability/(Asset) (c)= (a) - (b)
Balance at June 30, 2023 (Measurement Date June 30, 2022)	\$ 2,796,191	\$ 2,304,389	\$ 491,802
Changes Recognized for the Measurement Period:			
Service Cost	179,856	-	179,856
Interest Cost	182,124	-	182,124
Changes of Assumptions	30,959	-	30,959
Plan Experience Differences	(136,403)	-	(136,403)
Expected Investment Income	-	144,839	(144,839)
Employer Contributions	-	77,140	(77,140)
Administrative Expenses	-	(10,730)	10,730
Benefit Payments	(77,140)	(77,140)	-
Investment Experience	-	62,299	(62,299)
Discount Rate	(21,541)	-	(21,541)
Net Changes	<u>157,855</u>	<u>196,408</u>	<u>(38,553)</u>
Balance at June 30, 2024 (Measurement Date June 30, 2023)	<u>\$ 2,954,046</u>	<u>\$ 2,500,797</u>	<u>\$ 453,249</u>

**E. Sensitivity of the Net OPEB Liability to Changes in the Discount Rate**

The following presents the net OPEB liability (asset) of the Student Union if it were calculated using a discount rate that is one percentage point lower or one percentage point higher than the current rate, for measurement period ended June 30, 2023:

	Discount Rate -1% 5.25%	Current Discount Rate 6.25%	Discount Rate +1% 7.25%
Net OPEB Liability (Asset)	<u>\$ 930,668</u>	<u>\$ 453,249</u>	<u>\$ 65,879</u>

**F. Sensitivity of the Net OPEB Liability to Changes in the Health Care Cost Trend Rate**

The following presents the net OPEB liability (asset) of the Student Union if it were calculated using health care cost trend rates that are one percentage point lower or one percentage point higher than the current rate, for measurement period ended June 30, 2023:

	1% Decrease	Current Healthcare Cost Trend Rate	1% Increase
Net OPEB Liability (Asset)	<u>\$ (9,911)</u>	<u>\$ 453,249</u>	<u>\$ 1,046,605</u>

**SANTOS MANUEL STUDENT UNION OF CSUSB, A COMPONENT UNIT  
OF CALIFORNIA STATE UNIVERSITY, SAN BERNARDINO  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 9 OTHER POST-EMPLOYMENT BENEFITS (CONTINUED)**

**G. OPEB Plan Fiduciary Net Position**

The change in the Fiduciary Net Position for the Plan are as follows as of June 30, 2024:

	Plan Fiduciary Net Position
Balance at June 30, 2023 (Measurement Date June 30, 2022)	\$ 2,304,389
Changes Recognized for the Measurement Period:	
Investment Income	207,138
Employer Contributions	77,140
Administrative Expenses	(10,730)
Benefit Payments	(77,140)
Investment Experience	-
Net Changes	<u>196,408</u>
Balance at June 30, 2024 (Measurement Date June 30, 2023)	<u>\$ 2,500,797</u>

**H. Recognition of Deferred Outflows and Deferred Inflows of Resources**

Gains and losses related to changes in total OPEB liability and fiduciary net position are recognized in OPEB expense systematically over time. Amounts are first recognized in OPEB expense for the year the gain or loss occurs. The remaining amounts are categorized as deferred outflows and deferred inflows of resources related to OPEB and are to be recognized in future OPEB expense.

The recognition period differs depending on the source of the gain or loss:

Net difference between projected and  
actual earnings on OPEB plan  
investments

Five year straight-line amortization.

All other amounts

Straight-line amortization over the expected average remaining service lifetime (EARSL) of all members that are provided with benefits, determined as of the beginning of the Measurement Period. In determining the EARSL, all active, retired and inactive (vested) members are counted, with the latter two groups having -0- remaining service years.

**SANTOS MANUEL STUDENT UNION OF CSUSB, A COMPONENT UNIT  
OF CALIFORNIA STATE UNIVERSITY, SAN BERNARDINO  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 9 OTHER POST-EMPLOYMENT BENEFITS (CONTINUED)**

**I. OPEB Expense and Deferred Outflows/Inflows of Resources Related to OPEB**

For the fiscal year ended June 30, 2024, the Student Union recognized OPEB expense of \$213,511. As of fiscal year ended June 30, 2024, the Student Union reported deferred outflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes in Assumptions	\$ 146,730	\$ 194,616
Differences Between Expected and Actual Experience in the Measurement of the Total OPEB Liability	-	412,005
Net Difference Between Projected and Actual Earnings of OPEB Plan Investments	204,359	-
Contributions to OPEB Plan after the Measurement Date	585,609	-
Total	<u>\$ 936,698</u>	<u>\$ 606,621</u>

The \$585,609 reported as deferred outflows of resources related to contributions to the OPEB plan after the measurement date will be recognized as a reduction of the net OPEB liability during the subsequent fiscal year. Other amounts reported as deferred outflows of resources related to OPEB will be recognized as expense as follows:

<u>Fiscal Year Ending June 30.</u>	Deferred Outflows/(Inflows) of Resources
2025	\$ (8,594)
2026	(16,203)
2027	79,840
2028	(66,384)
2029	(53,295)
Thereafter	(190,266)
Total	<u>\$ (254,902)</u>

**SANTOS MANUEL STUDENT UNION OF CSUSB, A COMPONENT UNIT  
OF CALIFORNIA STATE UNIVERSITY, SAN BERNARDINO  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 9 OTHER POST-EMPLOYMENT BENEFITS (CONTINUED)**

J. OPEB Trust

The long-term expected rate of return on OPEB plan investments was determined using historic 20 year real rates of return for each asset class along with assumed long-term inflation assumptions to set the discount rate. The expected investment return was offset by investment expenses of 25 basis points. Best estimates of arithmetic real rates of return for each major asset class included in the target asset allocation as of June 30, 2023, (see the discussion of the Plan's investment policy) are summarized herein.

<u>Asset Class</u>	<u>Asset Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
US Equities	41.00 %	8.40 %
International Equities	12.00 %	7.30 %
Fixed Income & Preferreds	38.00 %	3.70 %
REITs	9.00 %	5.90 %

**NOTE 10 SELF-INSURANCE**

The Student Union is subject to risks of loss such as general liabilities, torts and employee health expenses. The Student Union participates in the California State University risk management pool, California State University Risk Management Authority (CSURMA), for its insurance needs. CSURMA provides insurance and risk management services for California State University campuses and auxiliary organizations, including insurance and self-insurance. Auxiliary Organizations Risk Management Alliance (AORMA) operates within CSURMA to offer tailored coverage for California State University auxiliary organizations. CSURMA AORMA assumes charge of the control, negotiation, investigation, settlement, defense, or appeal of any claims made, or suits brought, or proceedings instituted against the Student Union for areas covered by the pool. For their services, the Student Union remits annual contribution payments computed in accordance with CSURMA AORMA's rules and rates.

There have been no settlements in the past year that have exceeded insurance limits. There no self-insurance claims liabilities recorded in the accompanying financial statement because any amounts at June 30, 2024, are expected to be minimal. Likewise, no amounts have been paid to CSURMA/AORMA by June 30, 2024, related to the Student Union's estimated future funding for claims liability.

**SANTOS MANUEL STUDENT UNION OF CSUSB, A COMPONENT UNIT  
OF CALIFORNIA STATE UNIVERSITY, SAN BERNARDINO  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 11 COMPENSATED ABSENCES**

The changes to compensated absences balances for the years ended June 30 were as follows:

	Balance July 1, 2023	Additions	Deletions	Balance June 30, 2024	Due within One Year
Compensated Absences	\$ 182,301	\$ 5,991	\$ -	\$ 188,292	\$ 94,146

**SANTOS MANUEL STUDENT UNION, A COMPONENT UNIT  
OF CALIFORNIA STATE UNIVERSITY, SAN BERNARDINO  
SCHEDULE OF CHANGES IN THE NET OPEB LIABILITY AND RELATED RATIOS  
FOR THE MEASUREMENT PERIOD ENDED JUNE 30, 2023**

**REQUIRED SUPPLEMENTARY INFORMATION**

Measurement Period	2019	2020	2021	2022	2023	2024
<b>Total OPEB Liability:</b>						
Service Cost	\$ 153,496	\$ 158,485	\$ 179,931	\$ 185,329	\$ 187,289	\$ 179,856
Interest	131,461	145,667	142,013	157,941	164,687	182,124
Differences Between Expected and Actual Experience	-	(404,392)	-	(94,640)	-	(136,403)
Changes of Ssumptions	-	257,087	-	(120,805)	(125,331)	9,418
Benefit Payments	(55,610)	(69,705)	(51,198)	(54,256)	(68,945)	(77,140)
Net Change in Total OPEB Liability	229,347	87,142	270,746	73,569	157,700	157,855
Total OPEB Liability - Beginning	1,977,687	2,207,034	2,294,176	2,564,922	2,638,491	2,796,191
Total OPEB Liability - Ending (a)	<u>\$ 2,207,034</u>	<u>\$ 2,294,176</u>	<u>\$ 2,564,922</u>	<u>\$ 2,638,491</u>	<u>\$ 2,796,191</u>	<u>\$ 2,954,046</u>
<b>Plan Fiduciary Net Position:</b>						
Contributions – Employer	\$ 55,610	\$ 738,705	\$ 51,198	\$ 54,256	\$ 68,945	\$ 77,140
Net Investment Income	91,418	136,373	88,503	611,259	(548,159)	207,138
Benefit Payments	(55,610)	(69,705)	(51,198)	(54,256)	(68,945)	(77,140)
Administrative Expense	(9,279)	(9,162)	(10,365)	(11,591)	(12,334)	(10,730)
Net Change in Plan Fiduciary Net Position	82,139	796,211	78,138	599,668	(560,493)	196,408
Plan Fiduciary Net Position - Beginning	1,308,726	1,390,865	2,187,076	2,265,214	2,864,882	2,304,389
Plan Fiduciary Net Position - Ending (b)	<u>\$ 1,390,865</u>	<u>\$ 2,187,076</u>	<u>\$ 2,265,214</u>	<u>\$ 2,864,882</u>	<u>\$ 2,304,389</u>	<u>\$ 2,500,797</u>
<b>Net OPEB Liability - Ending (a) - (b)</b>	<u>\$ 816,169</u>	<u>\$ 107,100</u>	<u>\$ 299,708</u>	<u>\$ (226,391)</u>	<u>\$ 491,802</u>	<u>\$ 453,249</u>
<b>Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability</b>	63%	95%	88%	109%	82%	85%
<b>Covered-Employee Payroll</b>	\$ 1,534,505	\$ 1,361,978	\$ 1,714,631	\$ 1,790,030	\$ 1,902,376	\$ 2,641,485
<b>Net OPEB Liability as a Percentage of Covered Payroll</b>	53.19%	7.86%	17.48%	-12.65%	25.85%	17.16%

**NOTES TO SCHEDULE**

Changes in assumptions: Discount rate changed to 6.25% and the Investment rate of return changed to 6.25%

Historical information is required only for measurement periods for which GASB 75 is applicable. Future years' information will be displayed up to 10 years as information becomes available.

Fiscal Year 2017-18 was the first year of implementation.



**SANTOS MANUEL STUDENT UNION, A COMPONENT UNIT  
OF CALIFORNIA STATE UNIVERSITY, SAN BERNARDINO  
SCHEDULE OF OPEB PLAN CONTRIBUTIONS LAST 10 YEARS  
YEAR ENDED JUNE 30, 2024**

Fiscal Year Ended June 30	2019	2020	2021	2022	2023	2024
Actuarially Determined Contribution (ADC)	\$ 212,877	\$ 226,316	\$ 245,863	\$ 146,241	\$ 157,789	\$ 163,564
Contributions in Relation to the ADC	738,705	51,198	54,256	68,945	77,140	585,609
Contribution Deficiency (Excess)	<u>\$ (525,828)</u>	<u>\$ 175,118</u>	<u>\$ 191,607</u>	<u>\$ 77,296</u>	<u>\$ 80,649</u>	<u>\$ (422,045)</u>
Covered-Employee Payroll	\$ 1,361,978	\$ 1,714,631	\$ 1,790,030	\$ 1,902,376	\$ 2,641,485	\$ 2,675,499
Contributions as a Percentage of Covered-Employee Payroll	54.24%	2.99%	3.03%	3.62%	2.92%	21.89%

**NOTES TO SCHEDULE**

Actuarial methods and assumptions used to set the actuarially determined contributions for fiscal year 2024 were from the June 30, 2023 actuarial valuation.

**Methods and assumptions used to determine contributions:**

Actuarial Cost Method	Entry Age Normal
Amortization Methodology	Level percentage of pay; 30 years closed
Asset Valuation Method	Market value
Inflation	2.50%
Payroll Growth	3.00% per annum
Investment Rate of Return	6.25% per annum
Healthcare Trend Rates	6.5% in 2025, fluctuates until ultimate rate of 3.9% in 2075 & later
Retirement Age	From 50 to 75
Mortality	CalPERS 2017 Study

\* Historical information is required only for measurement periods for which GASB 75 is applicable. Future years' information will be displayed up to 10 years as information becomes available.

Fiscal Year 2017-18 was the first year of implementation.

**SANTOS MANUEL STUDENT UNION, A COMPONENT UNIT  
OF CALIFORNIA STATE UNIVERSITY, SAN BERNARDINO  
SCHEDULE OF THE EMPLOYER'S PROPORTIONATE SHARE OF THE PLAN'S NET PENSION  
LIABILITY AND RELATED RATIOS AS OF THE MEASUREMENT DATE – LAST 10 YEARS  
YEAR ENDED JUNE 30, 2024**

Measurement Date	Employer's Portion of the Collective Net Pension Liability <sup>1</sup>	Employer's Proportionate Share of the Collective Net Pension Liability	Employer's Covered Payroll	Employer's Proportionate Share of the Collective Net Pension Liability as a Percentage of the Employer's Covered Payroll	Pension Plan's Fiduciary Net Position as a Percentage of the Total Pension Liability
6/30/2015	0.03039%	\$ 833,871	\$ 893,752	93.30%	77.24%
6/30/2016	0.02954%	1,026,052	1,107,257	92.67%	75.02%
6/30/2017	0.02963%	1,167,982	1,108,239	105.39%	75.02%
6/30/2018	0.02937%	1,106,826	1,605,657	68.93%	78.23%
6/30/2019	0.02974%	1,191,023	1,479,993	80.47%	79.62%
6/30/2020	0.03055%	1,288,688	1,714,631	75.16%	79.57%
6/30/2021	0.02628%	498,978	1,782,458	27.99%	92.63%
6/30/2022	0.03233%	1,512,927	1,902,376	79.53%	79.71%
6/30/2023	0.03437%	1,718,458	2,641,485	65.06%	79.54%

<sup>1</sup> Proportion of the net pension liability represents the plan's proportion of PERF C, which includes both the Miscellaneous and Safety Risk Pools excluding the 1959 Survivors Risk Pool.

\* Measurement date 6/30/2014 (fiscal year 2014-15) was the first year of implementation; therefore, only nine years are presented.

**SANTOS MANUEL STUDENT UNION, A COMPONENT UNIT  
OF CALIFORNIA STATE UNIVERSITY, SAN BERNARDINO  
SCHEDULE OF PLAN CONTRIBUTIONS  
LAST 10 YEARS\*  
YEAR ENDED JUNE 30, 2024**

Fiscal Year	Measurement Date	Actuarially Determined Contribution	Contributions in Relation to the Actuarially Determined Contribution	Contribution Deficiency (Excess)	Employer's Covered Payroll <sup>1</sup>	Contributions as a Percentage of Covered Payroll
6/30/2016	6/30/2015	\$ 151,401	\$ (151,401)	\$ -	\$ 1,107,257	13.67%
6/30/2017	6/30/2016	88,515	(88,515)	-	1,108,239	7.99%
6/30/2018	6/30/2017	122,585	(122,585)	-	1,605,657	7.63%
6/30/2019	6/30/2018	118,089	(118,089)	-	1,479,993	7.98%
6/30/2020	6/30/2019	140,361	(140,361)	-	1,714,631	8.19%
6/30/2021	6/30/2020	160,213	(160,213)	-	1,782,458	8.99%
6/30/2022	6/30/2021	164,740	(164,740)	-	1,902,736	8.66%
6/30/2023	6/30/2022	206,384	(206,384)	-	2,641,485	7.81%
6/30/2024	6/30/2023	239,537	(239,537)	-	2,675,499	8.95%

<sup>1</sup> Covered payroll is defined as the payroll on which contributions to a pension plan are based, in accordance with GASB 82.

\* Measurement period 2014-15 (fiscal year 2015-16) was the first year of implementation, therefore, only nine years are presented.

## NOTES TO SCHEDULE

Change in Benefit Terms: None

Change in Assumptions: None

**SANTOS MANUEL STUDENT UNION, A COMPONENT UNIT  
OF CALIFORNIA STATE UNIVERSITY, SAN BERNARDINO  
ORGANIZATIONAL DATA  
YEAR ENDED JUNE 30, 2024**

**OFFICERS**

Jesse Felix – Chief Financial Officer  
Jocelyn Paz – Controller  
Daniel Arana - Secretary  
Angelica Agudo – Chair  
Jose Hernandez – Vice Chair

**FACULTY REPRESENTATIVES**

Dr. Bibiana Diaz-Rodriguez  
Dr. John Reitzel

**STUDENT REPRESENTATIVES**

Gary Williams  
Shardul Kulkarni

**ASI EXECUTIVE PRESIDENTS**

Carson Fajardo

**ASI EXECUTIVE VICE PRESIDENT DESIGNEE**

Julia Ruiz

**UNIVERSITY ADMINISTRATIVE REPRESENTATIVE**

Jessica Lu

**PRESIDENT’S DESIGNEE**

Dr. Daria Graham

**ALUMNI REPRESENTATIVE**

Allicia Dean

**EXECUTIVE DIRECTOR**

Jesse Felix

**SANTOS MANUEL STUDENT UNION  
OF CALIFORNIA STATE UNIVERSITY, SAN BERNARDINO  
SCHEDULE OF OPERATING EXPENSES BY FUNCTION  
YEAR ENDED JUNE 30, 2024**

Student Services										
	Program Board	Women's Resource Center	Student Centers	Cross Cultural Center	Adult Re-Entry Center	Recreation Center	Bowling	Pride Center	Palm Desert Campus	Total Student Services
Salaries, Wages, and Stipends	\$ 72,019	\$ 93,570	\$ 384,601	\$ 108,793	\$ 118,541	\$ 1,586,748	\$ 184,455	\$ 102,898	\$ 102,085	\$ 2,753,710
Employee Benefits and Taxes	(1,271)	(801)	1,263	-	(266)	382,415	-	(114)	(139)	381,087
Pension/OPEB Adjustments	-	-	-	-	-	-	-	-	-	-
Contract Svs-Contingency Reserve	-	-	-	-	-	231,391	-	-	-	231,391
Communications	-	-	15	-	-	7,238	-	-	31	7,284
Utilities	-	-	-	-	-	155,168	-	-	-	155,168
Travel	493	960	13,887	8,502	307	118,363	466	2,047	1,433	146,458
Equipment	-	-	-	-	-	2,780	-	-	19,148	21,928
Postage	-	-	-	-	-	-	-	-	-	-
Supplies and Services	2,176	3,722	14,655	2,222	3,005	337,192	1,870	1,817	38,582	405,241
Duplicating	2,004	1,132	8,695	826	1,181	4,564	-	960	1,101	20,463
Accounting Fees	-	-	-	-	-	22,129	-	-	-	22,129
Audit Fees	-	-	-	-	-	-	-	-	-	-
Professional Fees	-	-	-	-	-	-	-	-	-	-
Hospitality	-	469	5,681	198	-	14,812	-	-	493	21,653
Specialized Training	-	-	-	-	-	4,480	275	-	-	4,755
Insurance	-	-	-	-	-	31,600	-	-	-	31,600
Repairs and Maintenance	-	-	-	-	-	56,677	5,820	-	-	62,497
Advertising	-	-	-	-	-	7,469	-	-	-	7,469
Rental Expense	-	-	-	-	-	-	-	-	-	-
Program Expenses	75,425	14,188	117,742	56,276	10,938	47,292	-	12,021	55,565	389,447
Campus Services	11,484	-	-	-	-	30,458	-	-	31	41,973
Resource Materials	-	467	410	-	-	-	-	-	90	967
Bank Fees	-	-	-	-	-	-	-	-	-	-
Depreciation	-	-	-	-	-	4,847	-	-	-	4,847
Total	\$ 162,330	\$ 113,707	\$ 546,949	\$ 176,817	\$ 133,706	\$ 3,045,623	\$ 192,886	\$ 119,629	\$ 218,420	\$ 4,710,067

**SANTOS MANUEL STUDENT UNION  
OF CALIFORNIA STATE UNIVERSITY, SAN BERNARDINO  
SCHEDULE OF OPERATING EXPENSES BY FUNCTION (CONTINUED)  
YEAR ENDED JUNE 30, 2024**

Support Services

	Adminis- tration and Personnel Services	Student Union Operations	Maintenance	Board of Directors	Graphics	Scheduling	Audio Visual	Technology	Total Support Services	Grand Total
Salaries, Wages, and Stipends	\$ 676,362	\$ -	\$ 423,629	\$ -	\$ 238,560	\$ 167,624	\$ 138,944	\$ 76,819	\$ 1,721,938	\$ 4,475,648
Employee Benefits and Taxes	(2,472)	872,537	(2,084)	-	(653)	(136)	(335)	(608)	866,249	1,247,336
Pension/OPEB Adjustments	-	260,859	-	-	-	-	-	-	260,859	260,859
Contract Svs-Contingency Reserve	-	143,299	-	-	-	16,163	-	-	159,462	390,853
Communications	-	11,407	-	-	85	-	-	-	11,492	18,776
Utilities	-	833,497	-	-	-	-	-	-	833,497	988,665
Travel	23,358	10,089	-	14,982	2,539	9,592	321	1,356	62,237	208,695
Equipment	-	1,687	-	-	-	-	5,886	6,329	13,902	35,830
Postage	-	1,198	-	-	-	-	-	-	1,198	1,198
Supplies and Services	12,994	501,065	72,842	427	5,411	21,942	8,314	9,027	632,022	1,037,263
Duplicating	273	15	-	33	2,265	335	496	400	3,817	24,280
Accounting Fees	-	18,910	-	-	-	-	-	-	18,910	41,039
Audit Fees	-	28,647	-	-	-	-	-	-	28,647	28,647
Professional Fees	-	12,396	-	-	-	-	-	-	12,396	12,396
Hospitality	4,502	1,523	-	4,687	710	-	-	-	11,422	33,075
Specialized Training	-	2,649	-	97	-	-	-	-	2,746	7,501
Insurance	-	442,159	-	-	-	(5,296)	-	-	436,863	468,463
Repairs and Maintenance	-	240,790	5,108	-	-	-	-	-	245,898	308,395
Advertising	-	-	-	-	3,820	-	-	-	3,820	11,289
Rental Expense	-	-	-	-	-	-	-	-	-	-
Program Expenses	-	5,990	-	18,650	1,261	-	-	5,552	31,453	420,900
Campus Services	-	28,404	-	2,394	-	-	-	-	30,798	72,771
Resource Materials	-	-	-	-	-	-	-	-	-	967
Bank Fees	-	-	-	-	-	-	-	-	-	-
Depreciation	-	44,289	-	-	-	9,629	-	-	53,918	58,765
Total	<u>\$ 715,017</u>	<u>\$ 3,461,410</u>	<u>\$ 499,495</u>	<u>\$ 41,270</u>	<u>\$ 253,998</u>	<u>\$ 219,853</u>	<u>\$ 153,626</u>	<u>\$ 98,875</u>	<u>\$ 5,443,544</u>	<u>\$ 10,153,611</u>

**SANTOS MANUEL STUDENT UNION, A COMPONENT UNIT  
OF CALIFORNIA STATE UNIVERSITY, SAN BERNARDINO  
SCHEDULE OF OPERATING EXPENSES BY FUNCTION – RECREATION AND WELLNESS CENTER  
YEAR ENDED JUNE 30, 2024**

	Recreation and Wellness Center															Grand Total
	Rec Sport Admin	Office	Membership Services	Marketing	Building Operations	Group Exercise	Fitness	Rec Classes	Climbing Wall	Outings	Aquatics	Intramural Sports	Sport Clubs	Special Events	Wellbeing	
Salaries, Wages, and Stipends	\$ 112,311	\$ 51,275	\$ 147,035	\$ 32,311	\$ 433,772	\$ 152,154	\$ 97,755	\$ 20,981	\$ 106,769	\$ 43,279	\$ 45,101	\$ 154,770	\$ 26,323	\$ 44,719	\$ 118,193	\$ 1,586,748
Employee Benefits and Taxes	385,922	46	(43)	-	(3,576)	-	2,010	(286)	(281)	-	16	(565)	-	(758)	(70)	382,415
Pension/OPEB Adjustments	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Contract Svs-Contingency Reserve	11,080	-	64,152	-	117,823	-	-	38,336	-	-	-	-	-	-	-	231,391
Communications	7,238	-	-	-	-	-	-	-	-	-	-	-	-	-	-	7,238
Utilities	-	-	-	-	155,168	-	-	-	-	-	-	-	-	-	-	155,168
Travel	20,630	-	2,285	-	1,941	508	465	-	-	84,487	-	1,643	1,777	2,430	2,199	118,365
Equipment	-	-	-	-	-	-	-	-	-	-	-	-	2,780	-	-	2,780
Postage	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Supplies and Services	193,624	9,532	2,033	2,686	79,052	7,510	6,612	897	3,389	17,153	911	4,729	470	6,072	2,521	337,191
Duplicating	-	508	505	765	-	296	80	190	-	1,263	-	249	-	149	558	4,563
Accounting Fees	22,129	-	-	-	-	-	-	-	-	-	-	-	-	-	-	22,129
Audit Fees	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Professional Fees	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Hospitality	2,202	458	173	-	407	378	-	-	581	380	-	147	-	9,978	108	14,812
Specialized Training	-	-	-	-	1,517	-	382	-	-	2,094	-	122	-	255	110	4,480
Insurance	31,600	-	-	-	-	-	-	-	-	-	-	-	-	-	-	31,600
Repairs and Maintenance	-	-	-	-	51,914	2,213	-	-	-	-	-	-	-	2,550	-	56,677
Advertising	1,420	-	-	5,989	-	-	-	-	-	-	-	60	-	-	-	7,469
Rental Expense	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Program Expenses	424	-	-	-	-	13	474	5,372	-	693	-	-	(674)	37,063	3,928	47,293
Campus Services	-	-	-	-	29,828	-	-	-	-	-	630	-	-	-	-	30,458
Resource Materials	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Bank Fees	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Depreciation	3,136	-	-	-	442	543	-	725	-	-	-	-	-	-	-	4,846
Total	<u>\$ 791,716</u>	<u>\$ 61,819</u>	<u>\$ 216,140</u>	<u>\$ 41,751</u>	<u>\$ 868,288</u>	<u>\$ 163,615</u>	<u>\$ 107,778</u>	<u>\$ 66,215</u>	<u>\$ 110,458</u>	<u>\$ 149,349</u>	<u>\$ 46,658</u>	<u>\$ 161,155</u>	<u>\$ 30,676</u>	<u>\$ 102,458</u>	<u>\$ 127,547</u>	<u>\$ 3,045,623</u>

**SANTOS MANUEL STUDENT UNION, A COMPONENT UNIT  
OF CALIFORNIA STATE UNIVERSITY, SAN BERNARDINO  
SCHEDULE OF NET POSITION  
(FOR INCLUSION IN THE CALIFORNIA STATE UNIVERSITY)  
YEAR ENDED JUNE 30, 2024**

**Assets:**

**Current assets:**

Cash and cash equivalents	\$ 370,547
Short-term investments	9,822,427
Accounts receivable, net	939,564
Lease receivable, current portion	265,297
P3 receivable, current portion	-
Notes receivable, current portion	-
Pledges receivable, net	-
Prepaid expenses and other current assets	-
<b>Total current assets</b>	<b>11,397,835</b>

**Noncurrent assets:**

Restricted cash and cash equivalents	-
Accounts receivable, net	-
Lease receivable, net of current portion	490,603
P3 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	421,511
Other assets	-
<b>Total noncurrent assets</b>	<b>912,114</b>
<b>Total assets</b>	<b>12,309,949</b>

**Deferred outflows of resources:**

Unamortized loss on debt refunding	-
Net pension liability	822,484
Net OPEB liability	936,698
Leases	-
P3	-
Others	-
<b>Total deferred outflows of resources</b>	<b>1,759,182</b>

**Liabilities:**

**Current liabilities:**

Accounts payable	268,099
Accrued salaries and benefits	189,821
Accrued compensated absences, current portion	94,146
Unearned revenues	91,648
Lease liabilities, current portion	-
SBITA liabilities - current portion	-
P3 liabilities - current portion	-
Long-term debt obligations, current portion	-
Claims liability for losses and loss adjustment expenses, current portion	-
Depository accounts	-
Other liabilities	121
<b>Total current liabilities</b>	<b>643,835</b>



**SANTOS MANUEL STUDENT UNION, A COMPONENT UNIT  
OF CALIFORNIA STATE UNIVERSITY, SAN BERNARDINO  
SCHEDULE OF NET POSITION (CONTINUED)  
(FOR INCLUSION IN THE CALIFORNIA STATE UNIVERSITY)  
YEAR ENDED JUNE 30, 2024**

<b>Noncurrent liabilities:</b>	
Accrued compensated absences, net of current portion	94,146
Unearned revenues	170,204
Grants refundable	-
Lease liabilities, net of current portion	-
SBITA liabilities, net of current portion	-
P3 liabilities, net of current portion	-
Long-term debt obligations, net of current portion	-
Claims liability for losses and loss adjustment expenses, net of current portion	-
Depository accounts	-
Net other postemployment benefits liability	453,249
Net pension liability	1,718,458
Other liabilities	-
<b>Total noncurrent liabilities</b>	<u>2,436,057</u>
<b>Total liabilities</b>	<u>3,079,892</u>
<b>Deferred inflows of resources:</b>	
P3 service concession arrangements	-
Net pension liability	148,567
Net OPEB liability	606,621
Unamortized gain on debt refunding	-
Nonexchange transactions	-
Lease	747,564
P3	-
Others	-
<b>Total deferred inflows of resources</b>	<u>1,502,752</u>
<b>Net position:</b>	
Net investment in capital assets	421,511
Restricted for:	-
Nonexpendable – endowments	-
Expendable:	-
Scholarships and fellowships	-
Research	-
Loans	-
Capital projects	-
Debt service	-
Others	-
Unrestricted	9,064,976
<b>Total net position</b>	<u>\$ 9,486,487</u>

**SANTOS MANUEL STUDENT UNION, A COMPONENT UNIT  
OF CALIFORNIA STATE UNIVERSITY, SAN BERNARDINO  
SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION  
(FOR INCLUSION IN THE CALIFORNIA STATE UNIVERSITY)  
YEAR ENDED JUNE 30, 2024**

**Revenues:**

**Operating revenues:**

Student tuition and fees, gross	-
Scholarship allowances (enter as negative)	-

**Grants and contracts, noncapital:**

Federal	-
State	-
Local	-
Nongovernmental	-
Sales and services of educational activities	-
Sales and services of auxiliary enterprises, gross	-
Scholarship allowances (enter as negative)	-

Other operating revenues	10,063,699
<b>Total operating revenues</b>	<u>10,063,699</u>

**Expenses:**

**Operating expenses:**

Instruction	-
Research	-
Public service	-
Academic support	-
Student services	10,094,845
Institutional support	-
Operation and maintenance of plant	-
Student grants and scholarships	-
Auxiliary enterprise expenses	-
Depreciation and amortization	58,766
<b>Total operating expenses</b>	<u>10,153,611</u>
<b>Operating income (loss)</b>	<u>(89,912)</u>

**SANTOS MANUEL STUDENT UNION, A COMPONENT UNIT  
OF CALIFORNIA STATE UNIVERSITY, SAN BERNARDINO  
SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION (CONTINUED)  
(FOR INCLUSION IN THE CALIFORNIA STATE UNIVERSITY)  
YEAR ENDED JUNE 30, 2024**

**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	135,204
Endowment income (loss), net	-
Interest expense	-
Other nonoperating revenues (expenses)	85,274
<b>Net nonoperating revenues (expenses)</b>	<u>220,478</u>
<b>Income (loss) before other revenues (expenses)</b>	<u>130,566</u>

State appropriations, capital	-
Grants and gifts, capital	-
Additions (reductions) to permanent endowments	<u>-</u>
<b>Increase (decrease) in net position</b>	<u>130,566</u>

**Net position:**

Net position at beginning of year, as previously reported	9,355,921
Restatements	<u>-</u>
<b>Net position at beginning of year, as restated</b>	<u>9,355,921</u>
<b>Net position at end of year</b>	<u><u>9,486,487</u></u>

**SANTOS MANUEL STUDENT UNION  
OF CALIFORNIA STATE UNIVERSITY, SAN BERNARDINO  
OTHER INFORMATION  
(FOR INCLUSION IN THE CALIFORNIA STATE UNIVERSITY)  
YEAR ENDED JUNE 30, 2024**

**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**

	-
	370,547
<b>\$</b>	<b>370,547</b>

**2.1 Composition of investments:**

<b>Investment Type</b>	<b>Current</b>	<b>Noncurrent</b>	<b>Total</b>
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			-
Supranational			-
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 types			-
Other external investment pools			-
CSU Consolidated Investment Pool (formerly SWIFT)	8,689,000		<b>8,689,000</b>
State of California Local Agency Investment Fund (LAIF)	1,133,427		<b>1,133,427</b>
State of California Surplus Money Investment Fund (SMIF)			-
Other investments:			-
			-
			-
			-
			-
			-
Total other investments:	-	-	-
<b>Total investments</b>	<b>9,822,427</b>	—	<b>9,822,427</b>
Less endowment investments (enter as negative number)	-		-
<b>Total investments, net of endowments</b>	<b>\$ 9,822,427</b>	-	<b>9,822,427</b>

**SANTOS MANUEL STUDENT UNION  
OF CALIFORNIA STATE UNIVERSITY, SAN BERNARDINO  
OTHER INFORMATION (CONTINUED)  
(FOR INCLUSION IN THE CALIFORNIA STATE UNIVERSITY)  
YEAR ENDED JUNE 30, 2024**

**2.2 Fair value hierarchy in investments:**

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	-				
Supranational	-				
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)	8,689,000				8,689,000
State of California Local Agency Investment Fund (LAIF)	1,133,427				1,133,427
State of California Surplus Money Investment Fund (SMIF)	-				
Other investments:	-				
	-				
	-				
	-				
	-				
	-				
Total Other investments	\$ -	-	-	-	-
<b>Total investments</b>	<b>9,822,427</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>9,822,427</b>

**2.3 Investments held by the University under contractual agreements:**

	Current	Noncurrent	Total
Investments held by the University under contractual agreements	8,689,000	\$ -	8,689,000
e.g - CSU Consolidated Investment Pool (formerly SWIFT):			

**SANTOS MANUEL STUDENT UNION  
OF CALIFORNIA STATE UNIVERSITY, SAN BERNARDINO  
OTHER INFORMATION (CONTINUED)  
(FOR INCLUSION IN THE CALIFORNIA STATE UNIVERSITY)  
YEAR ENDED JUNE 30, 2024**

**3.1 Capital Assets, excluding ROU assets:**

**Composition of capital assets, excluding ROU assets:**

	Balance June 30, 2023	Reclassifications	Prior Period Additions	Prior Period Retirements	Balance June 30, 2023 (Restated)	Additions	Retirements	Transfer of completed CWIP/PWIP	Balance June 30, 2024
<b>Non-depreciable/Non-amortizable capital assets:</b>									
Land and land improvements	\$ -				-				-
Works of art and historical treasures	201,385				201,385	-	-		201,385
Construction work in progress (CWIP)	-				-				-
Intangible assets:									
Rights and easements	-				-				-
Patents, copyrights and trademarks	-				-				-
Intangible assets in progress (PWIP)	-				-				-
Licenses and permits	-				-				-
Other intangible assets:									
-	-				-				-
-	-				-				-
-	-				-				-
-	-				-				-
-	-				-				-
Total Other intangible assets	-	-	-	-	-	-	-	-	-
<b>Total intangible assets</b>	-	-	-	-	-	-	-	-	-
<b>Total non-depreciable/non-amortizable capital assets</b>	<b>201,385</b>	-	-	-	<b>201,385</b>	-	-	-	<b>201,385</b>
<b>Depreciable/Amortizable capital assets:</b>									
Buildings and building improvements	152,896				152,896	-	-		152,896
Improvements, other than buildings	-				-				-
Infrastructure	-				-				-
Leasehold improvements	614,469				614,469	-	-		614,469
Personal property:									
Equipment	541,947				541,947	85,067	-		627,014
Library books and materials	-				-				-
Intangible assets:									
Software and websites	-				-				-
Rights and easements	-				-				-
Patents, copyrights and trademarks	-				-				-
Licenses and permits	-				-				-
Other intangible assets:									
-	-				-				-
-	-				-				-
-	-				-				-
-	-				-				-
Total Other intangible assets	-	-	-	-	-	-	-	-	-
<b>Total intangible assets</b>	-	-	-	-	-	-	-	-	-
<b>Total depreciable/amortizable capital assets</b>	<b>1,309,312</b>	-	-	-	<b>1,309,312</b>	<b>85,067</b>	-	-	<b>1,394,379</b>
<b>Total capital assets</b>	<b>1,510,697</b>	-	-	-	<b>1,510,697</b>	<b>85,067</b>	-	-	<b>1,595,764</b>
<b>Less accumulated depreciation/amortization: (enter as negative number, except for reductions enter as positive number)</b>									
Buildings and building improvements	(50,082)				(50,082)	(5,097)	-		(55,179)
Improvements, other than buildings	-				-				-
Infrastructure	-				-				-
Leasehold improvements	(534,489)				(534,489)	(32,565)	-		(567,054)
Personal property:									
Equipment	(530,915)				(530,915)	(21,105)	-		(552,020)
Library books and materials	-				-				-
Intangible assets:									
Software and websites	-				-				-
Rights and easements	-				-				-
Patents, copyrights and trademarks	-				-				-
Licenses and permits	-				-				-
Other intangible assets:									
-	-				-				-
-	-				-				-
-	-				-				-
-	-				-				-
Total Other intangible assets	-	-	-	-	-	-	-	-	-
<b>Total intangible assets</b>	-	-	-	-	-	-	-	-	-
<b>Total accumulated depreciation/amortization</b>	<b>(1,115,486)</b>	-	-	-	<b>(1,115,486)</b>	<b>(58,766)</b>	-	-	<b>(1,174,253)</b>
<b>Total capital assets, net excluding ROU assets</b>	<b>\$ 395,211</b>	-	-	-	<b>\$ 395,211</b>	<b>26,301</b>	-	-	<b>421,511</b>

**SANTOS MANUEL STUDENT UNION  
OF CALIFORNIA STATE UNIVERSITY, SAN BERNARDINO  
OTHER INFORMATION (CONTINUED)  
(FOR INCLUSION IN THE CALIFORNIA STATE UNIVERSITY)  
YEAR ENDED JUNE 30, 2024**

**Capital Assets, Right of Use**

Composition of capital assets - Lease ROU, net:	Balance June 30, 2023	Prior Period Reclassifications	Prior Period Additions	Prior Period Reductions	Balance June 30, 2023 (Restated)	Additions	Remeasurements	Reductions	Balance June 30, 2024
<b>Non-depreciable/Non-amortizable lease assets:</b>									
Land and land improvements	-				-				-
<b>Total non-depreciable/non-amortizable lease assets</b>	-	-	-	-	-	-	-	-	-
<b>Depreciable/Amortizable lease assets:</b>									
Land and land improvements	-				-				-
Buildings and building improvements	-				-				-
Improvements, other than buildings	-				-				-
Infrastructure	-				-				-
Personal property:									
Equipment	-				-				-
<b>Total depreciable/amortizable lease assets</b>	-	-	-	-	-	-	-	-	-
<b>Less accumulated depreciation/amortization: (enter as negative number, except for reductions enter as positive number)</b>									
Land and land improvements	-				-				-
Buildings and building improvements	-				-				-
Improvements, other than buildings	-				-				-
Infrastructure	-				-				-
Personal property:									
Equipment	-				-				-
<b>Total accumulated depreciation/amortization</b>	-	-	-	-	-	-	-	-	-
<b>Total capital assets - lease ROU, net</b>	-	-	-	-	-	-	-	-	-

-Agree with SNP-

Composition of capital assets - SBITA ROU, net	Balance June 30, 2023	Reclassifications	Prior Period Additions	Prior Period Reductions	Balance June 30, 2023 (Restated)	Additions	Remeasurements	Reductions	Balance June 30, 2024
<b>Depreciable/Amortizable SBITA assets:</b>									
Software	—				—				—
<b>Total depreciable/amortizable SBITA assets</b>	-	-	-	-	-	-	-	-	-
<b>Less accumulated depreciation/amortization:</b>									
Software	—				—				—
<b>Total accumulated depreciation/amortization</b>	-	-	-	-	-	-	-	-	-
<b>Total capital assets - SBITA ROU, net</b>	-	-	-	-	-	-	-	-	-

**SANTOS MANUEL STUDENT UNION  
OF CALIFORNIA STATE UNIVERSITY, SAN BERNARDINO  
OTHER INFORMATION (CONTINUED)  
(FOR INCLUSION IN THE CALIFORNIA STATE UNIVERSITY)  
YEAR ENDED JUNE 30, 2024**

	Balance June 30, 2023	Reclassifications	Prior Period Additions	Prior Period Reductions	Balance June 30, 2023 (Restated)	Additions	Remeasurements	Reductions	Balance June 30, 2024
<b>Composition of capital assets - P3 ROU, net:</b>									
<b>Non-depreciable/Non-amortizable P3 assets:</b>									
Land and land improvements	—				—				—
<b>Total non-depreciable/non-amortizable P3 assets</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Depreciable/Amortizable P3 assets:</b>									
Land and land improvements	—				—				—
Buildings and building improvements	—				—				—
Improvements, other than buildings	—				—				—
Infrastructure	—				—				—
Personal property:									
Equipment	—				—				—
<b>Total depreciable/amortizable P3 assets</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Less accumulated depreciation/amortization:</b>									
Land and land improvements	—				—				—
Buildings and building improvements	—				—				—
Improvements, other than buildings	—				—				—
Infrastructure	—				—				—
Personal property:									
Equipment	—				—				—
<b>Total accumulated depreciation/amortization</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total capital assets - P3 ROU, net</b>	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>
<b>Total capital assets, net including ROU assets</b>									<u><u>421,511</u></u>

**3.2 Detail of depreciation and amortization expense:**

Depreciation and amortization expense related to capital assets	\$	58,766	
Amortization expense - Leases ROU		-	
Amortization expense - SBITA ROU		-	
Amortization expense - P3 ROU		-	
Depreciation and Amortization expense - Others			Provide explanation
<b>Total depreciation and amortization</b>	<u>\$</u>	<u>58,765</u>	(1) for others: rounding issues



**SANTOS MANUEL STUDENT UNION  
OF CALIFORNIA STATE UNIVERSITY, SAN BERNARDINO  
OTHER INFORMATION (CONTINUED)  
(FOR INCLUSION IN THE CALIFORNIA STATE UNIVERSITY)  
YEAR ENDED JUNE 30, 2024**

**4 Long-term liabilities:**

	Balance June 30, 2023	Prior Period Adjustments/Recla ssifications	Balance June 30, 2023 (Restated)	Additions	Reductions	Balance June 30, 2024	Current Portion	Noncurrent Portion	
1. Accrued compensated absences	182,301	(12,955)	169,346	161,221	(142,275)	188,292	94,146	94,146	-Disagree with SNP-
2. Claims liability for losses and loss adjustment expenses	-	-	-	-	-	-	-	-	-Agree with SNP-
3. Capital lease obligations:									
Gross balance	-	-	-	-	-	-	-	-	
Unamortized net premium/(discount)	-	-	-	-	-	-	-	-	
<b>Total capital lease obligations</b>	-	-	-	-	-	-	-	-	-Should be zero-
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 Finance purchase of capital assets	-	-	-	-	-	-	-	-	
4.5 Others:	-	-	-	-	-	-	-	-	
-	-	-	-	-	-	-	-	-	
-	-	-	-	-	-	-	-	-	
-	-	-	-	-	-	-	-	-	
-	-	-	-	-	-	-	-	-	
<b>Total others</b>	-	-	-	-	-	-	-	-	
<b>Sub-total long-term debt</b>	-	-	-	-	-	-	-	-	
4.6 Unamortized net bond premium/(discount)	-	-	-	-	-	-	-	-	
<b>Total long-term debt obligations</b>	-	-	-	-	-	-	-	-	-Agree with SNP-

**5. Lease, SBITA, P3 liabilities:**

	Balance June 30, 2023	Prior Period Adjustments/Recla ssifications	Additions	Remeasurements	Reductions	Balance June 30, 2024	Current Portion	Noncurrent Portion
Lease liabilities	-	-	-	-	-	-	-	-
SBITA liabilities	-	-	-	-	-	-	-	-
P3 liabilities - SCA	-	-	-	-	-	-	-	-
P3 liabilities - non-SCA	-	-	-	-	-	-	-	-
<b>Sub-total P3 liabilities</b>	-	-	-	-	-	-	-	-
<b>Total Lease, SBITA, P3 liabilities</b>	\$ -	-	-	-	-	-	-	-
<b>Total long-term liabilities</b>						\$ 188,292	\$ 94,146	\$ 94,146

**5 Future minimum payments schedule - leases, SBITA, P3:**

	Lease Liabilities			SBITA liabilities			Public-Private or Public-Public Partnerships (P3)			Total Leases, SBITA, P3 liabilities		
	Principal Only	Interest Only	Principal and Interest	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:												
2025	-	-	-	-	-	-	-	-	-	-	-	-
2026	-	-	-	-	-	-	-	-	-	-	-	-
2027	-	-	-	-	-	-	-	-	-	-	-	-
2028	-	-	-	-	-	-	-	-	-	-	-	-
2029	-	-	-	-	-	-	-	-	-	-	-	-
2030 - 2034	-	-	-	-	-	-	-	-	-	-	-	-
2035 - 2039	-	-	-	-	-	-	-	-	-	-	-	-
2040 - 2044	-	-	-	-	-	-	-	-	-	-	-	-
2045 - 2049	-	-	-	-	-	-	-	-	-	-	-	-
2050 - 2054	-	-	-	-	-	-	-	-	-	-	-	-
Thereafter	-	-	-	-	-	-	-	-	-	-	-	-
<b>Total minimum lease payments</b>	\$ -	-	-	-	-	-	-	-	-	-	-	-
Less: amounts representing interest												-
<b>Present value of future minimum lease payments</b>												-
<b>Total lease liabilities</b>												-
Less: current portion												-
<b>Lease liabilities, net of current portion</b>												\$ -

**SANTOS MANUEL STUDENT UNION  
OF CALIFORNIA STATE UNIVERSITY, SAN BERNARDINO  
OTHER INFORMATION (CONTINUED)  
(FOR INCLUSION IN THE CALIFORNIA STATE UNIVERSITY)  
YEAR ENDED JUNE 30, 2024**

**6 Future minimum payments schedule - Long-term debt obligations:**

	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
<b>Year ending June 30:</b>									
2025			-			-	-	-	-
2026			-			-	-	-	-
2027			-			-	-	-	-
2028			-			-	-	-	-
2029			-			-	-	-	-
2030 - 2034			-			-	-	-	-
2035 - 2039			-			-	-	-	-
2040 - 2044			-			-	-	-	-
2045 - 2049			-			-	-	-	-
2050 - 2054			-			-	-	-	-
Thereafter			-			-	-	-	-
<b>Total minimum payments</b>	<b>\$</b>	-	-	-	-	-	-	-	-
Less: amounts representing interest									-
<b>Present value of future minimum payments</b>									-
Unamortized net premium/(discount)									-
<b>Total long-term debt obligations</b>									-
Less: current portion									-
<b>Long-term debt obligations, net of current portion</b>									<b>\$ -</b>

**7 Transactions with related entities:**

Payments to University for salaries of University personnel working on contracts, grants, and other programs	706,905
Payments to University for other than salaries of University personnel	1,357,368
Payments received from University for services, space, and programs	584,203

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)	-
Other amounts (payable to) University (enter as negative number)	
Accounts receivable from University (enter as positive number)	220,056
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/PPA:**

Note: Additional account details can be found in the Table of Object Codes and CSU Fund Definitions

Restatement #1      Enter transaction description

Select the reason for restatement:

Select net position category:

Debit/(Credit)

Restatement #2      Enter transaction description

Select the reason for restatement:

Select net position category:

**SANTOS MANUEL STUDENT UNION  
OF CALIFORNIA STATE UNIVERSITY, SAN BERNARDINO  
OTHER INFORMATION (CONTINUED)  
(FOR INCLUSION IN THE CALIFORNIA STATE UNIVERSITY)  
YEAR ENDED JUNE 30, 2024**

**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	4,475,647	872,327	1,007,963	(372,098)	-	4,111,006	-	10,094,845
Institutional support	-	-	-	-	-	-	-	-
Operation and maintenance of plant	-	-	-	-	-	-	-	-
Student grants and scholarships	-	-	-	-	-	-	-	-
Auxiliary enterprise expenses	-	-	-	-	-	-	-	-
Depreciation and amortization	-	-	-	-	-	-	58,766	58,766
<b>Total operating expenses</b>	<b>4,475,647</b>	<b>872,327</b>	<b>1,007,963</b>	<b>(372,098)</b>	<b>-</b>	<b>4,111,006</b>	<b>58,766</b>	<b>10,153,611</b>

Select type of pension plan >>

**10 Deferred outflows/inflows of resources:**

**1. Deferred Outflows of Resources**

Deferred outflows - unamortized loss on refunding(s)	-
Deferred outflows - net pension liability	822,484
Deferred outflows - net OPEB liability	936,698
Deferred outflows - leases	-
Deferred inflows - P3	-
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	-
<b>Total deferred outflows - others</b>	<b>-</b>
<b>Total deferred outflows of resources</b>	<b>\$ 1,759,182</b>

**2. Deferred Inflows of Resources**

Deferred inflows - service concession arrangements	-
Deferred inflows - net pension liability	148,567
Deferred inflows - net OPEB liability	606,621
Deferred inflows - unamortized gain on debt refunding(s)	-
Deferred inflows - nonexchange transactions	-
Deferred inflows - leases	747,564
Deferred inflows - P3	-
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	-
<b>Total deferred inflows - others</b>	<b>-</b>
<b>Total deferred inflows of resources</b>	<b>\$ 1,502,752</b>

**11 Other nonoperating revenues (expenses)**

Other nonoperating revenues	85,274
Other nonoperating (expenses)	-
<b>Total other nonoperating revenues (expenses)</b>	<b>85,274</b>



**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**

Board of Directors  
Santos Manuel Student Union, a Component Unit  
of California State University, San Bernardino  
San Bernardino, California

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of Santos Manuel Student Union of CSU San Bernardino (Student Union), a component unit of California State University, San Bernardino, as of and for the year then ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the Student Union's basic financial statements, and have issued our report thereon dated November 22, 2024.

**Report on Internal Control over Financial Reporting**

In planning and performing our audit of the financial statements, we considered the Student Union'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 the Student Union's internal control. Accordingly, we do not express an opinion on the effectiveness of the Student Union's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that have not been identified.

### **Report on Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the Student Union'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 financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

### **Purpose of This Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



**CliftonLarsonAllen LLP**

Glendora, California  
November 22, 2024



CLA (CliftonLarsonAllen LLP) is a network member of CLA Global. See [CLAGlobal.com/disclaimer](http://CLAGlobal.com/disclaimer). Investment advisory services are offered through CliftonLarsonAllen Wealth Advisors, LLC, an SEC-registered investment advisor.