

Associated Students Child Development Laboratory

FINANCIAL STATEMENTS AND SUPPLEMENTAL INFORMATION

Year Ended June 30, 2025



ASSOCIATED STUDENTS CHILD DEVELOPMENT LABORATORY

Financial Statements and Supplemental Information

Year Ended June 30, 2025

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ASSOCIATED STUDENTS CHILD DEVELOPMENT LABORATORY

General Information

Year Ended June 30, 2025

1. Full official name of agency:
 - Associated Students Child Development Laboratory
California State University, Chico

2. Program names:
 - General Center Child Care and Development Program
 - Early Head Start Child Development Partnership
 - California State Preschool Program
 - Child Care Food Program

3. Type of agency:
 - Campus Center

4. Agency address:
 - California State University, Chico
Child Development Lab, Office 395
400 W 1st Street
Chico, California 95929

5. Name and address of General Manager and name of Financial Manager:
 - Executive Director:
 - Jamie Camaren Clyde
Associated Students, CSU, Chico
Administration Office 757
400 W 1st Street
Chico, California 95929

 - Financial Director:
 - Katrina Leach

6. Telephone number:
 - (530) 898-6815

7. Period covered for audit:
 - July 1, 2024, through June 30, 2025

8. Number of days of agency operation:
 - 173 days

9. Scheduled hours of operation each day:
 - Monday through Thursday, 7:30 A.M. – 4:00 P.M.
Friday 7:30 A.M. – 2:00 P.M.

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
Associated Students of California State University, Chico
Child Development Laboratory

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of Associated Students of California State University, Chico (a nonprofit organization), Child Development Laboratory (Development Lab), which comprise the statement of financial position as of June 30, 2025, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements.

In our opinion, the financial statements present fairly, in all material respects, the financial position of the Development Lab as of June 30, 2025, and the changes in its net assets 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 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 Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Development Lab 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 these 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 the Development Lab's ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

Auditor's Responsibility 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 auditor's 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 generally accepted auditing standards 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.

INDEPENDENT AUDITOR'S REPORT, CONTINUED

Auditor's Responsibility for the Audit of the Financial Statements, continued

In performing an audit in accordance with generally accepted auditing standards 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 Development Lab'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 Development Lab'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.

Emphasis of Matter Regarding Economic Dependency

The Development Lab is a program operated within Associated Students of California State University, Chico, and the financial activity between the two is significant. As seen on the statement of financial position, the net assets as of June 30, 2025, are zero. The Development Lab is economically dependent on Associated Students of California State University, Chico. Our opinion is not modified with respect to this matter.

Other Matters

Other Information

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 2, 2025, on our consideration of the Development Lab'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 Development Lab'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 Development Lab's internal control over financial reporting and compliance.

INDEPENDENT AUDITOR'S REPORT, CONTINUED

Other Reporting Required by the California Department of Education and California Department of Social Services

In accordance with the requirements set forth by the California Department of Education and California Department of Social Services, we have also issued our report dated December 2, 2025, on our consideration of the Development Lab's internal control over compliance. The purpose of that report is solely to describe the scope of our testing of internal control over compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Development Lab's internal control over compliance. That report is an integral part of an audit performed in accordance with the requirements set forth by the California Department of Education and California Department of Social Services in considering the Development Lab's internal control over compliance.

A redacted signature consisting of a red horizontal bar with a black border. Inside the bar, the text "CPAs + Advisors" is written in a cursive, handwritten style.

Brea, California
December 2, 2025

ASSOCIATED STUDENTS CHILD DEVELOPMENT LABORATORY

Statement of Financial Position

June 30, 2025

ASSETS

Current Assets:

Cash	\$	130,368
Accounts and other receivables		<u>84,983</u>

Total Assets	\$	<u><u>215,351</u></u>
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LIABILITIES AND NET ASSETS

Current Liabilities:

Accounts payable	\$	56,239
Interfund payables		53,300
Accrued expenses		31,931
Deferred revenue		<u>73,881</u>

Total Liabilities		215,351
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Net Assets:

Without donor restrictions		<u>-</u>
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Total Liabilities and Net Assets	\$	<u><u>215,351</u></u>
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ASSOCIATED STUDENTS CHILD DEVELOPMENT LABORATORY

Statement of Activities

Year Ended June 30, 2025

Revenue and Support Without Donor Restrictions:

Support:

General child care program	\$	412,227
Preschool program		406,637
Early Head Start child development partnership		224,851
Restricted income: other revenue		37,500
Child care food grant		36,002
Butte County Office of Education - Steps to Quality funding		<u>10,008</u>

Total Support 1,127,225

Associated Students' contribution		201,892
Family fees for certified children		<u>871</u>

Total Revenue and Support Without Donor Restrictions 1,329,988

Expenses:

Program services:

General child development programs		621,065
Preschool programs		450,937

Supporting services:

Management and general		<u>257,986</u>
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Total Expenses 1,329,988

Change in Net Assets -

Net Assets Without Donor Restrictions - Beginning of Year -

Net Assets Without Donor Restrictions - End of Year \$ -

ASSOCIATED STUDENTS CHILD DEVELOPMENT LABORATORY

Statement of Functional Expenses

Year Ended June 30, 2025

	Program Services			Supporting Services	Total Expenses
	General Child Development Programs	Preschool Programs	Total Program Services	Management and General	
Expenses:					
Certificated salaries:					
Teachers	\$ 211,117	\$ 167,795	\$ 378,912	\$ -	\$ 378,912
Supervisors	32,223	28,726	60,949	100,496	161,445
Classified salaries:					
Instructional aides	51,935	64,405	116,340	-	116,340
Clerical personnel	11,939	11,938	23,877	23,876	47,753
Food service personnel	12,415	24,099	36,514	-	36,514
Employee benefits	144,974	120,451	265,425	56,958	322,383
Repairs and maintenance	86,609	-	86,609	-	86,609
Indirect cost - administration	-	-	-	60,656	60,656
Other supplies	23,544	5,173	28,717	-	28,717
Professional services	6,722	5,753	12,475	16,000	28,475
Other	23,865	2,535	26,400	-	26,400
Food services:					
Food costs	7,503	14,564	22,067	-	22,067
Food supplies	255	496	751	-	751
Communications	3,900	3,900	7,800	-	7,800
Instructional supplies	4,064	1,102	5,166	-	5,166
Total Program and Supporting Services Expenses	\$ 621,065	\$ 450,937	\$ 1,072,002	\$ 257,986	\$ 1,329,988

ASSOCIATED STUDENTS CHILD DEVELOPMENT LABORATORY

Statement of Cash Flows

Year Ended June 30, 2025

Cash Flows from Operating Activities:	
Change in net assets	\$ -
Adjustments to reconcile change in net assets to net cash provided by operating activities:	
Changes in operating assets and liabilities:	
Accounts and other receivables	(67,206)
Interfund receivables	93,817
Accounts payable	(79,549)
Interfund payables	53,300
Accrued expenses	3,615
Deferred revenue	<u>34,393</u>
Net Cash Provided by Operating Activities	38,370
Cash - Beginning of the Year	<u>91,998</u>
Cash - End of the Year	<u>\$ 130,368</u>

ASSOCIATED STUDENTS CHILD DEVELOPMENT LABORATORY

Notes to Financial Statements

Year Ended June 30, 2025

Note 1 - Summary of Significant Accounting Policies

Nature of Activities

The Associated Students Child Development Laboratory (Development Lab) is a campus-based child care center administered by the Associated Students of California State University, Chico (Associated Students), which has contracted with the California Department of Education and California Department of Social Services for grant funds to provide child development and preschool services. The Development Lab also receives funds from other agencies, private donations, and family fees.

Financial Statement Presentation

The financial statements of the Development Lab have been prepared in accordance with generally accepted accounting principles in the United States of America (US GAAP), which require the Development Lab to report information regarding its financial position and activities according to the following net asset classifications:

- *Net assets without donor restrictions* – Net assets that are not subject to donor-imposed restrictions and may be expended for any purpose in performing the primary objectives of the Development Lab. These net assets may be used at the discretion of the Development Lab’s management and the board of directors.
- *Net assets with donor restrictions* – Net assets subject to stipulations imposed by donors, and grantors. Some donor restrictions are temporary in nature; those restrictions will be met by actions of the Development Lab or by the passage of time. Other donor restrictions are perpetual in nature, whereby the donor has stipulated the funds be maintained in perpetuity.

Donor restricted contributions are reported as increases in net assets with donor restrictions. When a restriction expires, net assets are reclassified from net assets with donor restrictions to net assets without donor restrictions in the statement of activities. The Development Lab did not have any donor restrictions that were temporary or perpetual in nature as of June 30, 2025.

Cash and Cash Equivalents

The Development Lab considers cash and cash equivalents to include cash on hand and commercial checking and savings. Associated Students advances cash to provide funds as needed. Cash consists of bank deposits that may be in excess of the Federal Deposit Insurance Corporation insurance limits of \$250,000.

The Organization has a contract for deposit of monies with Tri Counties Bank whereby deposits up to \$5.5 million will be subject to the security provided to local public agencies.

Accounts and Other Receivables

Accounts and other receivables represent amounts due to the Development Lab for reimbursement of expenditures made under approved grant contracts. The majority of these grant contracts are with federal or state agencies. Based on past payment history, no allowance for credit losses has been reflected at June 30, 2025, as management believes all amounts are fully collectable.

Furniture and Equipment

Furniture and equipment are stated at cost. Depreciation is provided in an amount sufficient to relate the cost of depreciable assets to operations over their estimated service lives using the straight-line method. Planned major maintenance is accounted for using the direct expense method. Expenditures for equipment costing over \$5,000 are capitalized. Furniture and equipment were fully depreciated as of June 30, 2025.

Deferred Revenue

Deferred revenue consists of funds collected in advance but not yet earned as of the end of the fiscal year.

ASSOCIATED STUDENTS CHILD DEVELOPMENT LABORATORY

Notes to Financial Statements

Year Ended June 30, 2025

Note 1 - Summary of Significant Accounting Policies, continued

Revenue Recognition

The Development Lab receives a significant amount of its revenue in the form of federal and state grants and contracts for program operations. All revenue received is restricted in that it is only to be used for expenditures related to the Development Lab programs. Revenue from grants and contracts is recognized as funds are expended. The Development Lab receives an administration fee for indirect overhead costs and recognizes this fee as income over the life of the grant or contract as a percentage of total expenditures or salaries and wages as specified in the grant or contract.

The Development Lab recognizes contributions when cash, securities or other assets; an unconditional promise to give; or a notification of a beneficial interest is received. Grants and conditional promises to give – that are, those with a measurable performance or other barrier and a right of return – are not recognized until the conditions on which they depend have been met.

Contributions

All contributions are considered to be available for unrestricted use for any program related expenditure, unless specifically restricted by the donor.

Donated Facilities

The Development Lab receives the use of its indoor and outdoor space from California State University, Chico (CSU, Chico), for use by faculty and students to pursue educational goals. This support has not been included in the financial statements as fair rental value of the property has not been determined.

Income Taxes

Associated Students, which administers the Development Lab, is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code and Section 23701(d) of the California Revenue and Taxation Code. Associated Students functionally supports CSU, Chico, and has been classified in accordance with Section 509(a)(3), Type III. Associated Students has not entered into any activities that would jeopardize its tax-exempt status. Income from certain activities not directly related to Associated Students' tax-exempt purpose is subject to taxation as unrelated business income. However, expenses associated with the unrelated business income exceed the income or are insignificant. Accordingly, no provision for income taxes is required.

Associated Students accounts for income taxes in accordance with FASB ASC 740, Income Taxes, which clarifies the accounting for uncertainty in income taxes recognized in the Development Lab's financial statements and prescribes a recognition threshold and measurement attribute for the financial statement recognition and measurement of a tax position taken or expected to be taken in a tax return. FASB ASC 740, Income Taxes, also provides guidance on recognition and measurement of a tax position taken or expected to be taken in a tax return. Based on this analysis, a liability is recorded if uncertain tax benefits have been received. The Development Lab's practice is to recognize interest and penalties, if any, related to uncertain tax positions in the tax expense. There were no uncertain tax positions identified or related interest and penalties recorded as of June 30, 2025, and the Development Lab does not expect this to change significantly over the next 12 months.

Fair Value Measurements

Accounting standards provide the framework for measuring fair value. That framework provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements).

ASSOCIATED STUDENTS CHILD DEVELOPMENT LABORATORY

Notes to Financial Statements

Year Ended June 30, 2025

Note 1 - Summary of Significant Accounting Policies, continued

Fair Value Measurements, continued

The three levels of the fair value hierarchy are described below:

Level 1 - Inputs to the valuation methodology are quoted prices (unadjusted) for identical assets or liabilities in active markets.

Level 2 - Inputs to the valuation methodology include quoted prices for similar assets or liabilities in active markets, and inputs that are observable for the asset or liability, either directly or indirectly, for substantially the same term of the financial instrument.

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

A financial instrument's categorization within the valuation hierarchy is based upon the lowest level of input that is significant to the fair value measurement.

The carrying value of cash, receivables, and payables are approximate fair values as of June 30, 2025, due to the relative short maturities of these instruments.

Use of Estimates

The preparation of financial statements, in conformity with US GAAP, requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Reconciliation of Child Development (CD) and US GAAP Revenue and Expense Reporting

The supplemental combining statement of activities and basic financial statements present financial data in conformity with US GAAP. The other supplemental financial data presented in the audit, including data in the schedule of expenditures by state categories, present expenditures according to CD reporting requirements. However, reporting differences arise because CD contract funds must be expended during the contract period (usually one year). For example, program amounts that are capitalized and depreciated over multiple years under US GAAP are expensed in the contract period under CD requirements. To address such reporting differences, the audit report includes a reconciliation of CD and US GAAP expense reporting.

Subsequent Events

Management has evaluated subsequent events through December 2, 2025, the date the report was available to be issued.

Note 2 - Liquidity and Availability

The Development Lab's financial assets available within one year of the statement of financial position date for general expenditure are as follows:

Cash	\$	130,368
Accounts and other receivables		<u>84,983</u>
	\$	<u><u>215,351</u></u>

The Development Lab maintains a policy of structuring its financial assets to be available as its general expenditures, liabilities and other obligations come due.

In addition to financial assets available to meet general expenditures over the next 12 months, the Development Lab operates with a balanced budget and anticipates collecting sufficient revenue to cover general expenditures.

ASSOCIATED STUDENTS CHILD DEVELOPMENT LABORATORY

Notes to Financial Statements

Year Ended June 30, 2025

Note 3 - Accounts and Other Receivables

Receivables consist of the following:

California Department of Social Services - CCTR-4020	\$	82,908
Early Head Start grant		<u>2,075</u>
	\$	<u><u>84,983</u></u>

Note 4 - Compensated Absences

Employees of the Development Lab are entitled to paid vacation days based on length of service and other factors. Sick leave benefits are accumulated for each employee; however, the employees are not vested in these benefits. Therefore, sick leave benefits are recognized as an expense when incurred and no liability has been recorded. Accumulated vacation benefits are vested by the employees; therefore, a liability has been recorded and amounted to \$31,931 at June 30, 2025.

Note 5 - Retirement and Benefit Plans

As part of the Associated Students, Development Lab employees participate in the multi-employer public employee retirement system defined benefit pension plans administered by California Public Employees' Retirement System (CalPERS). The Associated Students has two CalPERS plans, one for those hired prior to 2013 (Classic) and one for those hired in 2013 or later (PEPRA). The plans provide retirement, disability benefits, and death benefits to plan members and beneficiaries. Benefit provisions are established by state statute, as legislatively amended, within the Public Employees' Retirement Law. CalPERS issues a publicly available Annual Comprehensive Financial Report (ACFR) that includes financial statements and required supplemental information. Copies of the ACFR may be obtained from CalPERS, 400 Q Street, Sacramento, California, 95811, and from www.calpers.ca.gov. Furthermore, the Associated Students' financial statements provide additional disclosures and may be obtained from Associated Students of CSU, Chico, Associated Students FSO – Office 248, Chico, California, 95929, and from as.csuchico.edu. The Development Lab's expense recognized for CalPERS amounted to \$104,767 for the year ended June 30, 2025.

The Development Lab participates in the Associated Students' defined benefit postretirement plan that covers both salaried and non-salaried career employees. The Development Lab recognized no expense for postretirement benefits for the year ended June 30, 2025. The liability for postretirement benefits is maintained by the Associated Students.

Note 6 - Related Party Transactions

Associated Students provides accounting and payroll services to the Development Lab. For the year ended June 30, 2025, contributions from Associated Students totaled \$201,892. These amounts are eliminated in the full financial statements of the Associated Students.

ASSOCIATED STUDENTS CHILD DEVELOPMENT LABORATORY

Notes to Financial Statements

Year Ended June 30, 2025

Note 7 - Cost Allocation Plan

For the year ended June 30, 2025, the Development Lab allocates its costs based on the relative benefits received by the programs or activities. Accordingly, the Development Lab applies several methods for allocating costs:

Direct Costs – Cost identified 100 percent to a specific program are charged directly to that program.

Shared Direct Costs – Costs identified to specific multiple programs of activities are shared between the programs benefitted.

Payroll costs are allocated using time and effort estimates for each employee.

Supplies costs are allocated based on the enrollment in each program.

Administration Costs – Expenses associated with the operational functions not related to program activities. Allocation was based on clerical staff and director non-programming activities as well as audit and legal expenses.

Note 8 - Contingencies, Risks and Uncertainties

The Development Lab received state and federal funds for specific purposes that are subject to review and audit by the funding agencies. Such audits could generate expenditure disallowances and refunds payable under the terms of the grants and contracts. In addition, these awards are subject to the availability of appropriations and other political and economic factors, which are outside the Development Lab's control. Due to ongoing uncertainty and recent federal funding rescissions, there is risk that certain federal programs indirectly supporting the Development Lab may be reduced or eliminated in future periods. A loss of state and federal support would have a significant impact on the Development Lab's ability to provide its program services.

Management continues to monitor federal appropriations and program announcements to assess any potential impact. However, the extent of future changes in funding and their impact on operations cannot be reasonably estimated at this time.

SUPPLEMENTAL INFORMATION

ASSOCIATED STUDENTS CHILD DEVELOPMENT LABORATORY

Schedule of Expenditures of Federal and State Awards and Notes

Year Ended June 30, 2025

Grantor and Program or Cluster Title	Federal Assistance Listing Number	Grantor's Number	Program or Award Amount	Expenditures
Federal				
U.S. Department of Health and Human Services				
Child Care and Development Fund (CCDF) Cluster:				
Passed-through California Department of Social Services:				
General Child Care and Development Program	93.575	CCTR-4020	\$ 123,987	\$ 123,987
General Child Care and Development Program	93.596	CCTR-4020	10,147	10,147
Total Child Care and Development Fund (CCDF) Cluster			134,134	134,134
Head Start Cluster:				
Early Head Start Partnership - Base Grant Rollover 20-21	93.600	20-15291-E5470	3,713	3,713
Early Head Start Partnership - Base Grant 21-22	93.600	21-15291-E5470	1,675	1,675
Early Head Start Partnership - Base Grant 22-23	93.600	22-15291-E5470	73,066	73,066
Early Head Start Partnership - Base Grant 23-24	93.600	23-15291-E5470	465	465
Early Head Start Partnership - Base Grant 24-25	93.600	24-15291-E5470	158,390	144,670
Early Head Start Partnership - (TT&A) 24-25	93.600	24-15292-E5470	2,676	1,262
Total Head Start Cluster			239,985	224,851
Total U.S. Department of Health and Human Services			374,119	358,985
U.S. Department of Agriculture				
Passed-through California Department of Social Services				
Child Nutrition and Food Distribution Division:				
Child and Adult Care Food Program	10.558	04-1155-0A	34,253	34,253
Total Federal Awards			\$ 408,372	\$ 393,238

ASSOCIATED STUDENTS CHILD DEVELOPMENT LABORATORY
Schedule of Expenditures of Federal and State Awards and Notes, continued
Year Ended June 30, 2025

Grantor and Program or Cluster Title	Federal Assistance Listing Number	Grantor's Number	Program or Award Amount	Expenditures
State				
California Department of Education				
Child Development Division:				
California State Preschool Program	N/A	CSPP-4040	\$ 406,637	\$ 406,637
Total California Department of Education			406,637	406,637
California Department of Social Services:				
General Child Care and Development Program	N/A	CCTR-4020	278,093	278,093
State Meal Compensation	N/A	04-1155-0A	1,749	1,749
Cost of Care Plus	N/A	N/A	37,500	37,500
Passed-through Butte County Office of Education:				
Quality Rating and Improvement System	N/A	N/A	10,008	10,008
Total California Department of Social Services			327,350	327,350
Total State Awards			733,987	733,987
Total Federal and State Awards			\$ 1,142,359	\$ 1,127,225

Note 1 - Basis of Presentation

The accompanying schedule of expenditures of federal and state awards (Schedule) includes the federal and state grant activity of the Development Lab under programs of the federal and state governments for the year ended June 30, 2025. The information in the schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance), and with the requirements of the California Department of Education and California Department of Social Services *Audit Guide*. Because the schedule presents only a selected portion of the operations of the Development Lab, it is not intended to, and does not present, the financial position, changes in net assets or cash flows of the Development Lab.

Note 2 - Summary of Significant Accounting Policies

Expenditures reported on the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

Note 3 - Indirect Cost Rate

The Development Lab did not elect to use the 10-percent de minimus indirect cost rate for the year ended June 30, 2025.

ASSOCIATED STUDENTS CHILD DEVELOPMENT LABORATORY**Combining Statement of Financial Position**

June 30, 2025

	Child Development Laboratory	Non-CD Programs	Total
ASSETS			
Current Assets:			
Cash and cash equivalents	\$ 130,368	\$ 27,243,440	\$ 27,373,808
Accounts and other receivables	84,983	217,203	302,186
Accounts receivable - related parties	-	1,011,797	1,011,797
Sponsored programs receivable	-	118,297	118,297
Inventories	-	147,015	147,015
Prepaid expenses	-	74,760	74,760
Total Current Assets	215,351	28,812,512	29,027,863
Noncurrent Assets:			
Buildings and equipment, net	-	2,862,501	2,862,501
Long-term deposits	-	20,000	20,000
Total Noncurrent Assets	-	2,882,501	2,882,501
Total Assets	\$ 215,351	\$ 31,695,013	\$ 31,910,364
LIABILITIES AND NET ASSETS			
Current Liabilities:			
Accounts payable	\$ 56,239	\$ 261,620	\$ 317,859
Accounts payable - related parties	-	226,782	226,782
Interfund payables (receivables)	53,300	(53,300)	-
Accrued expenses	31,931	1,831,325	1,863,256
Deferred revenue	73,881	49,827	123,708
Total Current Liabilities	215,351	2,316,254	2,531,605
Noncurrent Liabilities:			
Pension obligation	-	252,837	252,837
Total Liabilities	215,351	2,569,091	2,784,442
Net Assets:			
Without donor restrictions	-	29,125,922	29,125,922
Total Liabilities and Net Assets	\$ 215,351	\$ 31,695,013	\$ 31,910,364

ASSOCIATED STUDENTS CHILD DEVELOPMENT LABORATORY

Combining Statement of Activities

Year Ended June 30, 2025

	General Child Development Programs CCTR-4020	Preschool Programs CSPP-4040	Total Child Development Laboratory	Non-CD Programs	Total
Revenue and Support Without Donor Restrictions:					
Grants:					
Preschool program	\$ -	\$ 406,637	\$ 406,637	\$ -	\$ 406,637
General child care program	412,227	-	412,227	-	412,227
Early Head Start child development partnership	224,851	-	224,851	-	224,851
Child care food grant	12,241	23,761	36,002	-	36,002
Family fees for certified children	-	871	871	-	871
Total Grants	<u>649,319</u>	<u>431,269</u>	<u>1,080,588</u>	<u>-</u>	<u>1,080,588</u>
Associated Students' contribution	100,946	100,946	201,892	(201,892)	-
Restricted income: other revenue	-	37,500	37,500	-	37,500
Butte County Office of Education					
- Steps to Quality Funding	-	10,008	10,008	-	10,008
Other income	-	-	-	22,175,043	22,175,043
Total Revenue and Support Without Donor Restrictions	<u>750,265</u>	<u>579,723</u>	<u>1,329,988</u>	<u>21,973,151</u>	<u>23,303,139</u>
Expenses:					
Program services	621,065	450,937	1,072,002	18,731,626	19,803,628
Supporting services:					
Management and general	<u>129,200</u>	<u>128,786</u>	<u>257,986</u>	<u>1,977,962</u>	<u>2,235,948</u>
Total Program and Supporting Services Expenses	<u>750,265</u>	<u>579,723</u>	<u>1,329,988</u>	<u>20,709,588</u>	<u>22,039,576</u>
Other Expenses:					
Pension and postretirement benefit cost amortization	-	-	-	(155,585)	(155,585)
Total Expenses	<u>750,265</u>	<u>579,723</u>	<u>1,329,988</u>	<u>20,554,003</u>	<u>21,883,991</u>
Change in Net Assets	-	-	-	1,419,148	1,419,148
Net Assets Without Donor Restrictions - Beginning of Year	-	-	-	27,706,774	27,706,774
Net Assets Without Donor Restrictions - End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 29,125,922</u>	<u>\$ 29,125,922</u>

See independent auditor's report.

ASSOCIATED STUDENTS CHILD DEVELOPMENT LABORATORY

Schedule of Expenditures by State Categories

Year Ended June 30, 2025

	General Child Development Programs CCTR-4020	Preschool Programs CSPP-4040	Total
Expenditures:			
Direct payments to providers	\$ -	\$ -	\$ -
1000 Certificated salaries	195,736	189,954	385,690
2000 Classified salaries	66,303	100,443	166,746
3000 Employee benefits	124,115	126,456	250,571
4000 Books and supplies	7,779	16,545	24,324
5000 Services and other operating expenses	-	5,250	5,250
6100/ Other approved capital outlay	-	-	-
6200	-	-	-
6400 New equipment expense	-	-	-
6500 Replacement equipment	-	-	-
Indirect costs (a)	30,535	30,121	60,656
Total Expenditures Claimed for Reimbursement (b)	424,468	468,769	893,237
Total supplemental expenses	325,797	110,954	436,751
Total Expenditures	\$ <u>750,265</u>	\$ <u>579,723</u>	\$ <u>1,329,988</u>

Notes:

(a) A written indirect cost allocation plan for the current fiscal year, approved by the Board of Directors, is not on file in the main accounting office of the Development Lab.

(b) Any food expenses have been allocated to the appropriate contracts.

We have examined the claims filed for reimbursement and the original records supporting the transactions recorded under the contracts listed above to an extent considered necessary to assure ourselves that the amounts claimed by the contractor were eligible for reimbursement, reasonable, necessary, and adequately supported, according to governing laws, regulations, and contract provisions.

ASSOCIATED STUDENTS CHILD DEVELOPMENT LABORATORY
Reconciliation of Child Development and GAAP Revenue and Expense Reporting
Year Ended June 30, 2025

	General Child Development Programs CCTR-4020	Preschool Programs CSPP-4040	Non-CD Programs	Total
Revenue				
AUD/CDFS 9500 and 8501 Total Revenue	\$ 338,038	\$ 173,086	\$ -	\$ 511,124
Adjustments to Reconcile Difference in Reporting:				
Revenue from CDE/CDSS for CCTR and CSPP Contracts	412,227	406,637	-	818,864
Revenue from non-Development Lab funds	<u>-</u>	<u>-</u>	<u>21,973,151</u>	<u>21,973,151</u>
Total adjustments	<u>412,227</u>	<u>406,637</u>	<u>21,973,151</u>	<u>22,792,015</u>
Combining Statement of Activities (GAAP)				
Total Revenue and Support Without Donor Restrictions	<u>\$ 750,265</u>	<u>\$ 579,723</u>	<u>\$ 21,973,151</u>	<u>\$ 23,303,139</u>
Expenses				
Schedule of Expenditures by State Categories (CD)	\$ 750,265	\$ 579,723	\$ -	\$ 1,329,988
Adjustments to Reconcile Differences in Reporting:				
Expenses from non-Development Lab funds	<u>-</u>	<u>-</u>	<u>20,554,003</u>	<u>20,554,003</u>
Combining Statement of Activities (GAAP)				
Total Expenses	<u>\$ 750,265</u>	<u>\$ 579,723</u>	<u>\$ 20,554,003</u>	<u>\$ 21,883,991</u>

ASSOCIATED STUDENTS CHILD DEVELOPMENT LABORATORY

Schedule of Claimed Equipment Expenditures

Year Ended June 30, 2025

Capitalized Equipment Expensed on the AUD with Prior Written Approval	General Child Development Programs CCTR-4020	Preschool Programs CSPP-4040	Total Child Development Laboratory	Non-CD Programs	Total
None	\$ -	\$ -	\$ -	\$ -	\$ -
Subtotal	-	-	-	-	-
Capitalized Equipment Expensed on the AUD without Prior Written Approval	General Child Development Programs CCTR-4020	Preschool Programs CSPP-4040	Total Child Development Laboratory	Non-CD Programs	Total
None	\$ -	\$ -	\$ -	\$ -	\$ -
Subtotal	-	-	-	-	-
Total	General Child Development Programs CCTR-4020	Preschool Programs CSPP-4040	Total Child Development Laboratory	Non-CD Programs	Total
Capitalized equipment	\$ -	\$ -	\$ -	\$ -	\$ -

Note: The Development Lab's capitalization threshold is \$5,000.

ASSOCIATED STUDENTS CHILD DEVELOPMENT LABORATORY

Schedule of Claimed Expenditures for Renovation and Repairs

Year Ended June 30, 2025

Capitalized R&R Project Under \$10,000	General Child Development Programs CCTR-4020	Preschool Programs CSPP-4040	Total Child Development Laboratory	Non-CD Programs	Total
None	\$ -	\$ -	\$ -	\$ -	\$ -
Subtotal	-	-	-	-	-
Capitalized R&R Project of \$10,000 or More with Prior Written Approval	General Child Development Programs CCTR-4020	Preschool Programs CSPP-4040	Total Child Development Laboratory	Non-CD Programs	Total
None	\$ -	\$ -	\$ -	\$ -	\$ -
Subtotal	-	-	-	-	-
Capitalized R&R Project of \$10,000 or More without Prior Written Approval	General Child Development Programs CCTR-4020	Preschool Programs CSPP-4040	Total Child Development Laboratory	Non-CD Programs	Total
None	\$ -	\$ -	\$ -	\$ -	\$ -
Subtotal	-	-	-	-	-
Total	General Child Development Programs CCTR-4020	Preschool Programs CSPP-4040	Total Child Development Laboratory	Non-CD Programs	Total
Capitalized R&R projects	\$ -	\$ -	\$ -	\$ -	\$ -

Note: The Development Lab's capitalization threshold is \$5,000.

ASSOCIATED STUDENTS CHILD DEVELOPMENT LABORATORY

Schedule of Claimed Administrative Costs

Year Ended June 30, 2025

	General Child Development Programs CCTR-4020	Preschool Programs CSPP-4040	Total
Administrative Costs:			
Direct payments to providers	\$ -	\$ -	\$ -
1000 Certificated salaries	-	-	-
2000 Classified salaries	-	-	-
3000 Employee benefits	-	-	-
4000 Books and supplies	-	-	-
5000 Services and other operating expenses	-	-	-
6100/ Other approved capital outlay	-	-	-
6200	-	-	-
6400 New equipment expense	-	-	-
6500 Replacement equipment	-	-	-
Indirect costs	30,535	30,121	60,656
	<u>30,535</u>	<u>30,121</u>	<u>60,656</u>
Total administrative costs claimed for reimbursement	\$ <u>30,535</u>	\$ <u>30,121</u>	\$ <u>60,656</u>

ASSOCIATED STUDENTS CHILD DEVELOPMENT LABORATORY

Notes to the Child Care and Development Program Supplemental Information

Year Ended June 30, 2025

In accordance with the applicable requirements from the California Department of Social Services Funding Terms & Conditions and the California Department of Education Contract Terms & Conditions:

1. Interest expense is only allowable as a reimbursable cost in certain circumstances when it has been preapproved by the administering state department or relates to the lease purchase, acquisition, or repair or renovation of early learning and care facilities owned or leased by the contractor. No interest expense was claimed to a child development contract for the year ended June 30, 2025.
2. All expenses claimed for reimbursement under a related party rent transaction must be supported by a fair market rental estimate from an independent appraiser, licensed by the California Office of Real Estate Appraisers. No related party rent expense was claimed to a child development contract for the year ended June 30, 2025.
3. Credit loss expense is unallowable unless it relates to uncollected family fees where documentation of adequate collection attempts exists. No credit loss expense was claimed to a child development contract for the year ended June 30, 2025.

ASSOCIATED STUDENTS CHILD DEVELOPMENT LABORATORY

Child Care Food Program - Child Care Centers

Summary of Claim

Year Ended June 30, 2025

Federal Fund Reimbursement Variance Underpayment (Overpaid):

Amount Reimbursable from Federal Fund	\$	32,541		
Less: Federal Fund Payments to Date		32,541	\$	-

Cash In-Lieu Reimbursement:

Allowed		1,712		
Paid		<u>1,712</u>		<u>-</u>

Total Federal Fund Reimbursement Refund (Overpayment) \$ -

State Fund Reimbursement Variance Underpayment (Overpaid):

Amount Reimbursable from State Fund	\$	1,749		
Less: State Fund Payments to Date		<u>1,749</u>	\$	<u>-</u>

State Fund Reimbursement Refund (Overpayment) \$ -

Total Program Reimbursement Refund (Overpayment) \$ -

ASSOCIATED STUDENTS CHILD DEVELOPMENT LABORATORY

Child Care Food Program - Child Care Centers

Statement of Claim

Year Ended June 30, 2025

Reimbursement per Examination (Supported by pages 26-29)	\$	36,002
Program Reimbursements Claimed and Received		<u>36,002</u>
Amount Due from Agency	\$	<u><u>-</u></u>

Footnotes:

Note 1: Total income accrued to the program for year ended June 30, 2025 was \$36,002.

Note 2: All Child Care Food Program claims for reimbursement have been paid as of report issuance date.

Note 3: There were no revised claims for the year ended June 30, 2025.

ASSOCIATED STUDENTS CHILD DEVELOPMENT LABORATORY
Child Care Food Program - Child Care Centers
Schedule of Reported, Adjusted, and Allowed Meals and Earned Reimbursement
Year Ended June 30, 2025

FIXED PERCENTAGE METHOD

Federal Meal Compensation	Reported	Meal Adjustments	Allowed	Food Service Rates	Revenue Recognized	Audit Adjustments	Earned Reimbursement
<u>Breakfast</u>							
Free	3,119	-	3,119	\$ 2.3700	\$ 7,392	\$ -	\$ 7,392
Reduced	428	-	428	\$ 2.0700	886	-	886
Base	919	-	919	\$ 0.3900	358	-	358
Total	<u>4,466</u>	<u>-</u>	<u>4,466</u>		<u>\$ 8,636</u>	<u>\$ -</u>	<u>\$ 8,636</u>
<u>Lunch</u>							
Free	3,988	-	3,988	\$ 4.4300	\$ 17,667	\$ -	\$ 17,667
Reduced	561	-	561	\$ 4.0300	2,261	-	2,261
Base	1,157	-	1,157	\$ 0.4200	486	-	486
Total	<u>5,706</u>	<u>-</u>	<u>5,706</u>		<u>\$ 20,414</u>	<u>\$ -</u>	<u>\$ 20,414</u>
<u>Supplement</u>							
Free	2,631	-	2,631	\$ 1.2100	\$ 3,184	\$ -	\$ 3,184
Reduced	373	-	373	\$ 0.6000	224	-	224
Base	762	-	762	\$ 0.1100	84	-	84
Total	<u>3,766</u>	<u>-</u>	<u>3,766</u>		<u>\$ 3,492</u>	<u>\$ -</u>	<u>\$ 3,492</u>
Total Federal Meal Reimbursement					\$ 32,542	\$ -	\$ 32,542
Cash-in-Lieu	<u>5,706</u>	<u>-</u>	<u>5,706</u>	\$ 0.3000	1,712	-	1,712
Difference Due to Rounding					-	(1)	(1)
Total Federal Reimbursement					<u>\$ 34,254</u>	<u>\$ (1)</u>	<u>\$ 34,253</u>
State Meal Compensation*	<u>8,096</u>	<u>-</u>	<u>8,096</u>	\$ 0.2160	\$ 1,749	\$ -	\$ 1,749
Total State Reimbursement					<u>\$ 1,749</u>	<u>\$ -</u>	<u>\$ 1,749</u>
Total Program Reimbursement Underpaid/(Overpaid)						<u>\$ -</u>	

Footnotes:

* State Meal Compensation meals are free and reduced breakfast and lunches served
See independent auditor's report.

ASSOCIATED STUDENTS CHILD DEVELOPMENT LABORATORY

Child Care Food Program - Child Care Centers

Schedule of Reported, Adjusted, and Allowed Eligibility

Year Ended June 30, 2025

FIXED PERCENTAGE METHOD

	July	August	September	October	November	December	January	February	March	April	May	June
<u>Total Enrolled</u>												
Reported	-	45	45	46	46	46	46	51	51	51	51	-
Adjusted	-	-	-	-	-	-	-	-	-	-	-	-
Allowed	-	45	45	46	46	46	46	51	51	51	51	-
<u>Eligibility Categories</u>												
<u>Free</u>												
Reported	-	33	33	30	30	30	30	37	37	37	37	-
Adjusted	-	-	-	-	-	-	-	-	-	-	-	-
Allowed	-	33	33	30	30	30	30	37	37	37	37	-
<u>Reduced</u>												
Reported	-	3	3	2	2	2	2	8	8	8	8	-
Adjusted	-	-	-	-	-	-	-	-	-	-	-	-
Allowed	-	3	3	2	2	2	2	8	8	8	8	-
<u>Base</u>												
Reported	-	9	9	14	14	14	14	6	6	6	6	-
Adjusted	-	-	-	-	-	-	-	-	-	-	-	-
Allowed	-	9	9	14	14	14	14	6	6	6	6	-

ASSOCIATED STUDENTS CHILD DEVELOPMENT LABORATORY

Child Care Food Program - Child Care Centers

Schedule of Reported, Adjusted, and Allowed Meals

Year Ended June 30, 2025

FIXED PERCENTAGE METHOD

	<u>Reported</u>	<u>Adjusted</u>	<u>Allowed</u>	<u>Reported</u>	<u>Adjusted</u>	<u>Allowed</u>	<u>Reported</u>	<u>Adjusted</u>	<u>Allowed</u>
	July 2024			August 2024			September 2024		
Breakfast									
Free		-	-	200	-	200	403	-	403
Reduced		-	-	18	-	18	37	-	37
Base		-	-	55	-	55	109	-	109
Total	<u>-</u>	<u>-</u>	<u>-</u>	<u>273</u>	<u>-</u>	<u>273</u>	<u>549</u>	<u>-</u>	<u>549</u>
Lunch									
Free		-	-	221	-	221	499	-	499
Reduced		-	-	20	-	20	45	-	45
Base		-	-	61	-	61	136	-	136
Total	<u>-</u>	<u>-</u>	<u>-</u>	<u>302</u>	<u>-</u>	<u>302</u>	<u>680</u>	<u>-</u>	<u>680</u>
Supplement									
Free		-	-	98	-	98	347	-	347
Reduced		-	-	9	-	9	32	-	32
Base		-	-	27	-	27	94	-	94
Total	<u>-</u>	<u>-</u>	<u>-</u>	<u>134</u>	<u>-</u>	<u>134</u>	<u>473</u>	<u>-</u>	<u>473</u>
	<u>Reported</u>	<u>Adjusted</u>	<u>Allowed</u>	<u>Reported</u>	<u>Adjusted</u>	<u>Allowed</u>	<u>Reported</u>	<u>Adjusted</u>	<u>Allowed</u>
	October 2024			November 2024			December 2024		
Breakfast									
Free	428	-	428	256	-	256	241	-	241
Reduced	29	-	29	17	-	17	16	-	16
Base	199	-	199	120	-	120	113	-	113
Total	<u>656</u>	<u>-</u>	<u>656</u>	<u>393</u>	<u>-</u>	<u>393</u>	<u>370</u>	<u>-</u>	<u>370</u>
Lunch									
Free	536	-	536	325	-	325	292	-	292
Reduced	36	-	36	22	-	22	19	-	19
Base	250	-	250	151	-	151	136	-	136
Total	<u>822</u>	<u>-</u>	<u>822</u>	<u>498</u>	<u>-</u>	<u>498</u>	<u>447</u>	<u>-</u>	<u>447</u>
Supplement									
Free	385	-	385	213	-	213	192	-	192
Reduced	26	-	26	14	-	14	13	-	13
Base	179	-	179	99	-	99	90	-	90
Total	<u>590</u>	<u>-</u>	<u>590</u>	<u>326</u>	<u>-</u>	<u>326</u>	<u>295</u>	<u>-</u>	<u>295</u>

See independent auditor's report.

ASSOCIATED STUDENTS CHILD DEVELOPMENT LABORATORY

Child Care Food Program - Child Care Centers

Schedule of Reported, Adjusted, and Allowed Meals, continued

Year Ended June 30, 2025

FIXED PERCENTAGE METHOD

	<u>Reported</u>	<u>Adjusted</u>	<u>Allowed</u>	<u>Reported</u>	<u>Adjusted</u>	<u>Allowed</u>	<u>Reported</u>	<u>Adjusted</u>	<u>Allowed</u>
	January 2025			February 2025			March 2025		
<u>Breakfast</u>									
Free	215	-	215	399	-	399	302	-	302
Reduced	14	-	14	86	-	86	65	-	65
Base	100	-	100	65	-	65	49	-	49
Total	329	-	329	550	-	550	416	-	416
<u>Lunch</u>									
Free	258	-	258	527	-	527	405	-	405
Reduced	17	-	17	114	-	114	88	-	88
Base	121	-	121	86	-	86	65	-	65
Total	396	-	396	727	-	727	558	-	558
<u>Supplement</u>									
Free	153	-	153	363	-	363	284	-	284
Reduced	10	-	10	79	-	79	61	-	61
Base	72	-	72	59	-	59	46	-	46
Total	235	-	235	501	-	501	391	-	391
	<u>Reported</u>	<u>Adjusted</u>	<u>Allowed</u>	<u>Reported</u>	<u>Adjusted</u>	<u>Allowed</u>	<u>Reported</u>	<u>Adjusted</u>	<u>Allowed</u>
	April 2025			May 2025			June 2025		
<u>Breakfast</u>									
Free	417	-	417	258	-	258	-	-	-
Reduced	90	-	90	56	-	56	-	-	-
Base	68	-	68	41	-	41	-	-	-
Total	575	-	575	355	-	355	-	-	-
<u>Lunch</u>									
Free	564	-	564	361	-	361	-	-	-
Reduced	122	-	122	78	-	78	-	-	-
Base	92	-	92	59	-	59	-	-	-
Total	778	-	778	498	-	498	-	-	-
<u>Supplement</u>									
Free	405	-	405	191	-	191	-	-	-
Reduced	88	-	88	41	-	41	-	-	-
Base	65	-	65	31	-	31	-	-	-
Total	558	-	558	263	-	263	-	-	-

See independent auditor's report.

**AUDITED ENROLLMENT, ATTENDANCE AND FISCAL REPORT
FOR CHILD CARE AND DEVELOPMENT PROGRAMS
(FOR SINGLE SERVICE COUNTY)**

Fiscal Year Ending* **June 30, 2025**

Contract Number* **CCTR-4020**

04-E547-00-2

Full Name of Contractor* **Associated Students of California State University, Chico**

Vendor Code*

Section 1 - Contractor Provided Services in Only One County

- Services were provided to certified children, check this box and **include** pages 6-7.*
- Mental health consultation services were provided to certified children, check this box and **include** pages 8-9.*
- Services were provided to non-certified children, check this box and **include** pages 10-11.*
- Mental health consultation services were provided to non-certified children, check this box and **include** pages 12-13.*

Section 2 - Days of Enrollment, Attendance and Operation

	Column A Cumulative FY CDNFS 9500	Column B Audit Adjustments	Column C Cumulative FY per Audit	Column D Adjusted Days per Audit
Total Certified Days of Enrollment	0	0	0	0.0000
Total Certified Days of Enrollment with Mental Health Consultation Services	2,912	0	2,912	5,764.0660
Days of Attendance (including MHCS)	2,894	18	2,912	N/A
Total Non-Certified Days of Enrollment	0	0	0	0.0000
Total Non-Certified Days of Enrollment with Mental Health Consultation Services	0	0	0	0.0000
Days of Operation*	173	0	173	N/A

* Indicates field is required.

Full Name of Contractor **Associated Students of California State University, Chico**

Contract Number **CCTR-4020**

Section 3 - Revenue

	Column A Cumulative FY CDNFS 9500	Column B Audit Adjustments	Column C Cumulative per Audit
Restricted Income - Child Nutrition Programs	12,241	0	12,241
Restricted Income - County Maintenance of Effort (WIC Section 10308.5)	0	0	0
Restricted Income - American Rescue Plan Act (ARPA)	0	0	0
Restricted Income - Other:	0	0	0
Restricted Income : Subtotal	12,241	0	12,241
Transfer from Reserve	0	0	0
Waived Family Fees for Certified Children*	0	0	0
Family Fees Collected for Certified Children	0	0	0
Interest Earned on Child Development Apportionment Payments	0	0	0
Unrestricted Income - Fees for Non-Certified Children	0	0	0
Unrestricted Income - Head Start	0	0	0
Unrestricted Income - Other:	0	0	0
Total Revenue (*Waived Family Fees Not Included)	12,241	0	12,241

Comments:

Days of attendance for certified children adjusted by 18 to capture an approved emergency closure day.
 Supplemental Expenses - 3000 Employee Benefits decreased by \$5,035 for subsequent changes to internal accounting data.

Full Name of Contractor **Associated Students of California State University, Chico**

Contract Number **CCTR-4020**

Section 4 - Reimbursable Expenses

	Column A Cumulative FY CDNFS 9500	Column B Audit Adjustments	Column C Cumulative per Audit
Direct Payments to Providers (FCCH only)	0	0	0
1000 Certificated Salaries	195,736	0	195,736
2000 Classified Salaries	66,303	0	66,303
3000 Employee Benefits	124,115	0	124,115
4000 Books and Supplies	7,779	0	7,779
5000 Services and Other Operating Expenses	0	0	0
6100/6200 Other Approved Capital Outlay	0	0	0
6400 New Equipment (program-related)	0	0	0
6500 Equipment Replacement (program-related)	0	0	0
Depreciation or Use Allowance	0	0	0
Start-up Expenses (service level exemption)	0	0	0
Budget Impasse Credit	0	0	0
Indirect Costs (Include in Total Administrative Cost)	30,535	0	30,535
Total Reimbursable Expenses	424,468	0	424,468
Total Administrative Cost (included in Section 4 above)	30,535	0	30,535
Total Staff Training Cost (included in Section 4 above)	0	0	0

Approved Indirect Cost Rate: **8.0 %**

SUPPLEMENTAL REVENUE / EXPENSES Check this box and omit page 4.
NO

Full Name of Contractor **Associated Students of California State University, Chico**Contract Number **CCTR-4020****Section 5 - Supplemental Revenue**

	Column A Cumulative FY CDNFS 9500	Column B Audit Adjustments	Column C Cumulative per Audit
Enhancement Funding	0	0	0
Other: Early Head Start Partnership	224,851	0	224,851
Other: Auxiliary Organization Contribution	105,981	(5,035)	100,946
Total Supplemental Revenue	330,832	(5,035)	325,797

Section 6 - Supplemental Expenses

	Column A Cumulative FY CDNFS 9500	Column B Audit Adjustments	Column C Cumulative per Audit
1000 Certificated Salaries	97,852	0	97,852
2000 Classified Salaries	21,923	0	21,923
3000 Employee Benefits	54,374	(5,035)	49,339
4000 Books and Supplies	116,263	0	116,263
5000 Services and Other Operating Expenses	23,765	0	23,765
6000 Equipment / Capital Outlay	0	0	0
Depreciation or Use Allowance	0	0	0
Indirect Costs	16,655	0	16,655
Non-reimbursable Supplemental Expenses	0	0	0
Total Supplemental Expenses	330,832	(5,035)	325,797

Full Name of Contractor **Associated Students of California State University, Chico**

Contract Number **CCTR-4020**

Section 7 - Summary

	Column A Cumulative FY CDNFS 9500	Column B Audit Adjustments	Column C Cumulative per Audit
Total Certified Days of Enrollment (including MHCS)	2,912	0	2,912
Days of Operation	173	0	173
Days of Attendance (including MHCS)	2,894	18	2,912
Restricted Program Income	12,241	0	12,241
Transfer from Reserve	0	0	0
Family Fees Collected for Certified Children	0	0	0
Interest Earned on Child Development Apportionment Payments	0	0	0
Direct Payments to Providers	0	0	0
Start-up Expenses (service level exemption)	0	0	0
Total Reimbursable Expenses	424,468	0	424,468
Total Administrative Cost	30,535	0	30,535
Total Staff Training Cost	0	0	0
Non-Reimbursable (State use only)	N/A	N/A	

Adjusted Days of Enrollment (including MHCS)

Total Certified Ad

Total Non-Certified Adjusted Days of Enrollment (including MHCS)

Independent auditor's assurances on agency's compliance with contract funding terms and conditions and program requirements for programs that transferred to the California Department of Social Services on July 1, 2021 pursuant to WIC Section 10203(b):

Eligibility, enrollment and attendance records are being maintained as required (select YES or NO from the drop-down box):

Reimbursable expenses claimed on page 3 are eligible for reimbursement, reasonable, necessary, and adequately supported (select YES or NO from the drop-down box):

Include any comments in the comments box on page 2. If necessary, attach additional sheets to explain adjustments.

Full Name of Contractor **Associated Students of California State University, Chico**

Contract Number **CCTR-4020**

CHILD CARE AND DEVELOPMENT PROGRAMS CERTIFIED CHILDREN RECEIVING MENTAL HEALTH CONSULTATION SERVICES DAYS OF ENROLLMENT AND ATTENDANCE

Service County:* **Butte**

	Column A Cumulative FY CDNFS 9500MHCS	Column B Audit Adjustments	Column C Cumulative per Audit	Column D Adjustment Factor	Column E Adjusted Days per Audit
Infants (up to 18 months) Full-time-plus	0	0	0	2.9792	0.0000
Infants (up to 18 months) Full-time	1,249	0	1,249	2.5400	3,172.4600
Infants (up to 18 months) One-half-time	418	0	418	1.4420	602.7560
Toddlers (18 up to 36 months) Full-time-plus	0	0	0	2.2240	0.0000
Toddlers (18 up to 36 months) Full-time	780	0	780	1.9000	1,482.0000
Toddlers (18 up to 36 months) One-half-time	465	0	465	1.0900	506.8500
Three Years and Older Full-time-plus	0	0	0	1.2800	0.0000
Three Years and Older Full-time	0	0	0	1.1000	0.0000
Three Years and Older One-half-time	0	0	0	0.6500	0.0000
Exceptional Needs Full-time-plus	0	0	0	1.9172	0.0000
Exceptional Needs Full-time	0	0	0	1.6400	0.0000
Exceptional Needs One-half-time	0	0	0	0.9470	0.0000

* Indicates field is required.

Full Name of Contractor **Associated Students of California State University, Chico**

Contract Number **CCTR-4020**

	Column A Cumulative FY CDNFS 9500MHCS	Column B Audit Adjustments	Column C Cumulative per Audit	Column D Adjustment Factor	Column E Adjusted Days per Audit
Dual Language Learner Full-time-plus	0	0	0	1.3980	0.0000
Dual Language Learner Full-time	0	0	0	1.2000	0.0000
Dual Language Learner One-half-time	0	0	0	0.6500	0.0000
At Risk of Abuse or Neglect Full-time-plus	0	0	0	1.3980	0.0000
At Risk of Abuse or Neglect Full-time	0	0	0	1.2000	0.0000
At Risk of Abuse or Neglect One-half-time	0	0	0	0.6500	0.0000
Severely Disabled Full-time-plus	0	0	0	2.3774	0.0000
Severely Disabled Full-time	0	0	0	2.0300	0.0000
Severely Disabled One-half-time	0	0	0	1.1615	0.0000
TOTAL CERTIFIED DAYS OF ENROLLMENT WITH MENTAL HEALTH CONSULTATION SERVICES	2,912	0	2,912	N/A	5,764.0660
DAYS OF ATTENDANCE*	2,894	18	2,912	N/A	N/A

If no mental health consultation services were provided to certified children, omit pages 8-9.

*Indicate field is required for Days of Attendance.

Contractor Name: Associated Students of California State University, Chico

Contract Number: CSPP-4040

**California Department of Education
Audited Enrollment, Attendance and Fiscal
Report for California State Preschool Program**

Fiscal Year Ended: June 30, 2025

Vendor Code: E5470

Section 1 – Number of Counties Where Services are Provided

Number of counties where the agency provided services to certified children (Form 1): 0

Number of counties where the agency provided mental health consultation services to certified children (Form 2): 1

Number of counties where the agency provided services to non-certified children (Form 3): 0

Number of counties where the agency provided mental health consultation services to non-certified children (Form 4): 0

Total enrollment and attendance forms to attach: 1

Note: For each of the above categories, submit one form for each service county.

Section 2 – Days of Enrollment, Attendance and Operation

Enrollment and Attendance Form Summary	Column A Cumulative FY per CPARIS	Column B Audit Adjustments	Column C Cumulative FY per Audit	Column D Adjusted Days per Audit
Total Certified Days of Enrollment	0	0	0	0.0000
Total Certified Days of Enrollment with Mental Health Consultation Services	5,183	0	5,183	8,867.8204
Days of Attendance (including MHCS)	5,182	0	5,182	N/A
Total Non-Certified Days of Enrollment	0	0	0	0.0000
Total Non-Certified Days of Enrollment with Mental Health Consultation Services	0	0	0	0.0000

Days of Operation	Column A Cumulative FY per CPARIS	Column B Audit Adjustments	Column C Cumulative FY per Audit	Column D Adjusted Days per Audit
Days of Operation	173	0	173	N/A

Section 3 – Revenue

Restricted Income	Column A – Cumulative FY per CPARIS	Column B – Audit Adjustments	Column C – Cumulative FY per Audit
Child Nutrition Programs	23,761	0	23,761
Exceptional Needs/ Severely Disabled Service Level Exemption Credit	0	0	0
County Maintenance of Effort (EC Section 8260)	0	0	0
American Rescue Plan Act (ARPA)	35,625	0	35,625
Other: Cost of Care Plus	1,875	0	1,875
Other:	0	0	0
TOTAL RESTRICTED INCOME	61,261	0	61,261

Transfer from Reserve	Column A – Cumulative FY per CPARIS	Column B – Audit Adjustments	Column C – Cumulative FY per Audit
Transfer from Preschool Reserve Account	0	0	0

Other Income	Column A – Cumulative FY per CPARIS	Column B – Audit Adjustments	Column C – Cumulative FY per Audit
Family Fees for Certified Children	871	0	871
Interest Earned on Apportionment Payments	0	0	0
Unrestricted Income: Fees for Non-Certified Children	0	0	0
Unrestricted Income: Head Start	0	0	0
Other: General Fund Allocations and IRA Fees	0	0	0

Section 4 - Reimbursable Expenses

Cost Category	Column A – Cumulative FY per CPARIS	Column B – Audit Adjustments	Column C – Cumulative FY per Audit
Direct Payments to Providers (FCCH only)	0	0	0
Direct Payments to Subcontractors: Cost of Care Plus & One-Time Allocations Only	0	0	0
1000 Certificated Salaries	189,954	0	189,954
2000 Classified Salaries	100,443	0	100,443
3000 Employee Benefits	126,456	0	126,456
4000 Books and Supplies	16,545	0	16,545
5000 Services and Other Operating Expenses	5,250	0	5,250
6100/6200 Other Approved Capital Outlay	0	0	0
6400 New Equipment (program-related)	0	0	0
6500 Equipment Replacement (program-related)	0	0	0
6600 Lease Assets (used in governmental funds only)	0	0	0
Depreciation or Use Allowance	0	0	0
Start-up Expenses (service level exemption)	0	0	0
Indirect Costs (include in Total Administrative Cost)	30,121	0	30,121
TOTAL REIMBURSABLE EXPENSES	468,769	0	468,769

Section 4 - Reimbursable Expenses (cont.)

Specific Items of Reimbursable Expenses	Column A – Cumulative FY per CPARIS	Column B – Audit Adjustments	Column C – Cumulative FY per Audit
Total Administrative Cost (included in Reimbursable Expenses)	30,121	0	30,121
Total Staff Training Cost (included in Reimbursable Expenses) <i>Total Program Closure Only (Mangement Bulletin 19-05)</i>	0	0	0
Total Exceptional Needs/ Severely Disabled Service Level Exception Credit Expenses (included in Reimbursable Expenses)	0	0	0

Section 5 - Supplemental Funding

Supplemental Revenue	Column A – Cumulative FY per CPARIS	Column B – Audit Adjustments	Column C – Cumulative FY per Audit
Enhancement Funding	0	0	0
Other: Auxiliary Organization Contribution	105,981	(5,035)	100,946
Other: QRIS	10,008	0	10,008
TOTAL SUPPLEMENTAL REVENUE	115,989	(5,035)	110,954

Supplemental Expenses	Column A – Cumulative FY per CPARIS	Column B – Audit Adjustments	Column C – Cumulative FY per Audit
1000 Certificated Salaries	56,815	0	56,815
2000 Classified Salaries	11,938	0	11,938
3000 Employee Benefits	27,508	(5,035)	22,473
4000 Books and Supplies	4,844	0	4,844
5000 Services and Other Operating Expenses	14,884	0	14,884
6000 Equipment / Capital Outlay	0	0	0
Depreciation or Use Allowance	0	0	0
Indirect Costs	0	0	0
Non-Reimbursable Supplemental Expenses	0	0	0
TOTAL SUPPLEMENTAL EXPENSES	115,989	(5,035)	110,954

Section 6 - Summary

Description	Column A – Cumulative FY per CPARIS	Column B – Audit Adjustments	Column C – Cumulative FY per Audit
Total Certified Days of Enrollment (including MHCS)	5,183	0	5,183
Days of Operation	173	0	173
Days of Attendance (including MHCS)	5,182	0	5,182
Total Certified Adjusted Days of Enrollment	N/A	N/A	8,867.8204
Total Non-Certified Adjusted Days of Enrollment	N/A	N/A	0.0000
Restricted Program Income	61,261	0	61,261
Transfer from Preschool Reserve Account	0	0	0
Family Fees for Certified Children (October - June)	871	0	871
Interest Earned on Apportionment Payments	0	0	0
Direct Payments to Providers	0	0	0
Start-up Expenses (service level exemption)	0	0	0
Total Reimbursable Expenses	468,769	0	468,769
Total Administrative Cost	30,121	0	30,121
Total Staff Training Cost	0	0	0
Total Exceptional Needs/ Severely Disabled Service Level Exception Credit Expenses (included in Reimbursable Expenses)	0	0	0
Non-Reimbursable Cost (State Use Only)	N/A	N/A	0

Section 7 - Auditor's Assurances

Independent auditor's assurances on agency's compliance with the contract funding terms and conditions and program requirements of the California Department of Education, Early Education Division:

Eligibility, enrollment and attendance records are being maintained as required (Select YES or NO): Yes No

Reimbursable expenses claimed in Section 4 are eligible for reimbursement, reasonable, necessary, and adequately supported (Select YES or NO): Yes No

Section 8 - Comments

Include any comments in the comment box. If necessary, attach additional sheets to explain adjustments.

Supplemental Expenses - 3000 Employee Benefits decreased by \$5,035 for subsequent changes to internal accounting data.

**California State Preschool Program – Form 2
 Certified Children Receiving Mental Health Consultation Services
 Days of Enrollment and Attendance**

Service County: Butte

Enrollment Description	Column A Cumulative FY per CPARIS June Report	Column B Audit Adjustments	Column C Cumulative FY per Audit	Column D Adjustment Factor	Column E Adjusted Days per Audit
Two Years Old and Three Years Old Full-time-plus	0	0	0	2.2240	0.0000
Two Years Old and Three Years Old Full-time	2164	0	2164	1.9000	4,111.6000
Two Years Old and Three Years Old Part-time	494	0	494	1.2147	600.0618
Four Years and Older Full-time-plus	0	0	0	1.2800	0.0000
Four Years and Older Full-time	519	0	519	1.1000	570.9000
Four Years and Older Part-time	0	0	0	0.7193	0.0000
Exceptional Needs Full-time-plus	0	0	0	2.9320	0.0000
Exceptional Needs Full-time	499	0	499	2.5000	1,247.5000
Exceptional Needs Part-time	256	0	256	1.5863	406.0928
Dual Language Learner Full-time-plus	0	0	0	1.5160	0.0000
Dual Language Learner Full-time	811	0	811	1.3000	1,054.3000
Dual Language Learner Part-time	124	0	124	0.7193	89.1932

Enrollment Description	Column A Cumulative FY per CPARIS June Report	Column B Audit Adjustments	Column C Cumulative FY per Audit	Column D Adjustment Factor	Column E Adjusted Days per Audit
At Risk of Abuse or Neglect Full-time-plus MHCS	0	0	0	1.3980	0.0000
At Risk of Abuse or Neglect Full-time MHCS	0	0	0	1.2000	0.0000
At Risk of Abuse or Neglect Part-time MHCS	0	0	0	0.7193	0.0000
Severely Disabled Full-time-plus MHCS	0	0	0	2.9320	0.0000
Severely Disabled Full-time MHCS	314	0	314	2.5000	785.0000
Severely Disabled Part-time MHCS	2	0	2	1.5863	3.1726
TOTAL CERTIFIED DAYS OF ENROLLMENT WITH MENTAL HEALTH CONSULTATION SERVICES	5,183	0	5,183	N/A	8,867.8204

Attendance	Column A Cumulative FY per CPARIS June Report	Column B Audit Adjustments	Column C Cumulative FY per Audit	Column D Adjustment Factor	Column E Adjusted Days per Audit
DAYS OF ATTENDANCE	5,182	0	5,182	N/A	N/A

Enter the sum of Total Certified Days of Enrollment with Mental Health Consultation Services for all Form 2s in the Total Certified Days of Enrollment with Mental Health Consultations Services line of AUD 8501, Section 2.

Enter the sum of Days of Attendance all Form 1s and Form 2s in the Days of Attendance line of AUD 8501, Section 2.

OTHER REQUIRED INFORMATION

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

To the Board of Directors
Associated Students of California State University, Chico
Child Development Laboratory

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of Associated Students of California State University, Chico (a nonprofit organization) Child Development Laboratory (Development Lab), which comprise the statement of financial position as of June 30, 2025, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated December 2, 2025.

Report on Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Development Lab's internal control over financial reporting (internal control) as a basis for designing 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 Development Lab's internal control. Accordingly, we do not express an opinion on the effectiveness of the Development Lab'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 were not identified.

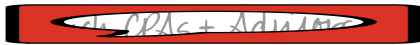
Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Development Lab'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*.

INDEPENDENT AUDITOR'S 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*, CONTINUED

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 organization'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 organization's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



Brea, California
December 2, 2025

FINDINGS AND RECOMMENDATIONS

ASSOCIATED STUDENTS CHILD DEVELOPMENT LABORATORY

Schedule of Findings and Questioned Costs

Year Ended June 30, 2025

Section I - Summary of Auditor's Results

Financial Statements

Type of Auditor's Report Issued:	Unmodified
Internal control over financial reporting:	
Material weakness identified?	No
Significant deficiency identified that is not considered to be a material weakness?	None reported.
Noncompliance material to financial statements noted?	No

Section II - Financial Statement Findings

None reported.

Section III - Findings and Questioned Costs for Child Development Programs

None reported.

ASSOCIATED STUDENTS CHILD DEVELOPMENT LABORATORY

Status of Corrective Action on Prior Year Findings

Year Ended June 30, 2025

Section IV - Status of Corrective Action on Prior Year Findings

There was one finding in the prior year.

Significant Deficiency

2024-001

Tracking Attendance Days

Program Information: General Child Care and Development Program and California State Preschool Program, ALN 93.575/93.596

Criteria: Per the California Department of Education and California Department of Social Services *Audit Guides*, the contractor is required to accurately report the days of enrollment, operation, and attendance.

Condition: In 4 instances, excused absences were recorded as days attended.

Questioned Costs: The related conditions did not result in reportable questioned costs.

Effect and Context: Attendance days were overreported and excused absences were underreported, however, enrolled days were not affected. Since reimbursement was based on enrollment, there were no impacts to contract earnings.

Cause: The review process did not identify these instances.

Recommendation: Enhance the review process between the sign in/out sheets tracking attendance and tracking of absences.

Views of Responsible Officials and Planned Corrective Actions:

Management agrees with the finding and plans to enhance the review process between the sign in/out sheets and attendance and absence tracking per Center Track software by having the Office Coordinator, Assistant Director, and Director perform a secondary review of own work before sending to the next person for review.

Status of Corrective Action on Prior Year Findings:

This finding was resolved successfully for the year ended June 30, 2025.

Quality Review Checklist for FY 2024–25 Child Care and Development Program Agencies

Vendor Number: E547
 Agency Name: Associated Students Child Development Laboratory, California State University Chico
 Director Name & email: Jacqueline Hansen jphansen@csuchico.edu

Introduction

The quality review checklist is required to be completed by the agency’s representative and submitted along with the agency’s 2024–25 audit report and is designed to reduce or eliminate the need for follow-up questions that arise as the California Department of Social Services, Office of Audit Services reviews the organization’s audit report submission in accordance with California Code of Regulations, Title 5, Section 18072.

If questions arise during the audit report review process, the reviewer will contact the agency’s Certified Public Accountant (CPA). Please provide the name and email address for the specific auditor at the CPA firm that conducted the agency’s audit.

CPA Firm: Aldrich CPAs + Advisors LLP
 Auditor Name: Bobby LaCour
 Auditor Email: rlacour@aldrichadvisors.com

Required Contents

1. Does the audit report include the following? (*Note: This information is required for all agencies. For more information, reference the Audit Guide: Chapter 200, Exhibit A; Chapter 300; and Illustrative Contractor Audit Report*):

- | | | | | |
|---|-----|-------------------------------------|----|--------------------------|
| a. Independent Auditor’s Report, based on Generally Accepted Auditing Standards and Government Auditing Standards | Yes | <input checked="" type="checkbox"/> | No | <input type="checkbox"/> |
| i. Does the Independent Auditor’s Report indicate whether the supplementary information is fairly presented in all material respects in relation to the financial statements as a whole? | Yes | <input checked="" type="checkbox"/> | No | <input type="checkbox"/> |
| b. 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 | Yes | <input checked="" type="checkbox"/> | No | <input type="checkbox"/> |
| c. Statement of Financial Position / Balance Sheet | Yes | <input checked="" type="checkbox"/> | No | <input type="checkbox"/> |
| d. Statement of Activities / Income Statement | Yes | <input checked="" type="checkbox"/> | No | <input type="checkbox"/> |
| e. Notes to Financial Statements..... | Yes | <input checked="" type="checkbox"/> | No | <input type="checkbox"/> |

- | | | | | |
|--|-----|-------------------------------------|----|--------------------------|
| f. Schedule of Expenditures of Federal and State Awards | Yes | <input checked="" type="checkbox"/> | No | <input type="checkbox"/> |
| g. Schedule of Findings and Questioned Costs..... | Yes | <input checked="" type="checkbox"/> | No | <input type="checkbox"/> |
| h. Combining Statement of Activities | Yes | <input checked="" type="checkbox"/> | No | <input type="checkbox"/> |
| i. Schedule of Claimed Administrative Costs | Yes | <input checked="" type="checkbox"/> | No | <input type="checkbox"/> |
| j. Schedule of Claimed Equipment Expenditures..... | Yes | <input checked="" type="checkbox"/> | No | <input type="checkbox"/> |
| k. Schedule of Claimed Expenditures for Renovations and Repairs | Yes | <input checked="" type="checkbox"/> | No | <input type="checkbox"/> |
| l. Audited Attendance and Fiscal Report (AUD) form for each child care and development program contract..... | Yes | <input checked="" type="checkbox"/> | No | <input type="checkbox"/> |
| m. Notes to the Child Care and Development Contract Supplemental Information..... | Yes | <input checked="" type="checkbox"/> | No | <input type="checkbox"/> |

2. If applicable, does the audit report submission include the following (*Note: This information is only required under certain circumstances. For more information reference the CDSS Audit Guide: Chapter 200, Exhibit A; Chapter 300; and Illustrative Contractor Audit Report*):

- | | | | | | | |
|---|-----|-------------------------------------|----|--------------------------|-----|-------------------------------------|
| a. Report on Compliance for Each Major Federal Program; Report on Internal Control Over Compliance; and Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance (2 CFR Part 200, Subpart F) | Yes | <input type="checkbox"/> | No | <input type="checkbox"/> | N/A | <input checked="" type="checkbox"/> |
| b. Management letter and/or internal control communication letter | Yes | <input type="checkbox"/> | No | <input type="checkbox"/> | N/A | <input checked="" type="checkbox"/> |
| c. Statement of Cash Flows | Yes | <input checked="" type="checkbox"/> | No | <input type="checkbox"/> | N/A | <input type="checkbox"/> |
| d. Statement of Functional Expenses | Yes | <input checked="" type="checkbox"/> | No | <input type="checkbox"/> | N/A | <input type="checkbox"/> |
| e. Schedule of Claimed Start-Up Expenses | Yes | <input type="checkbox"/> | No | <input type="checkbox"/> | N/A | <input checked="" type="checkbox"/> |
| f. Audited Reserve Account Activity Report (AUD 9530-A) | Yes | <input type="checkbox"/> | No | <input type="checkbox"/> | N/A | <input checked="" type="checkbox"/> |
| g. Reconciliation of fiscal year not ending on June 30..... | Yes | <input type="checkbox"/> | No | <input type="checkbox"/> | N/A | <input checked="" type="checkbox"/> |
| h. Reconciliation of CD Reporting to GAAP Reporting | Yes | <input checked="" type="checkbox"/> | No | <input type="checkbox"/> | N/A | <input type="checkbox"/> |
| i. An audit report that includes all required information for any agencies the contractor entered into a subcontract with for child care and development services (see <i>FT&C</i> Section I Definitions)..... | Yes | <input type="checkbox"/> | No | <input type="checkbox"/> | N/A | <input checked="" type="checkbox"/> |

AUDs and Financial Statements

3. Were all AUDs prepared on the correct fiscal year's form?..... Yes No
4. Are all pages of the AUD form(s) included? Yes No
a. If not, was the appropriate box marked to explain why the pages were omitted? Yes No N/A
5. Does each AUD's Column A agree to the year-end CDFS Report's Column C - Cumulative Fiscal Year? Yes No
6. Do each AUD's total expenses claimed for reimbursement and total supplemental expenses trace to and agree with the amounts reported on the Schedule of Expenditures by State Categories?..... Yes No
7. For each contract, do the total expenses on the Schedule of Expenditures by State Categories trace to and agree with the total expenses on the Combining Statement of Activities or any applicable expense reconciliation schedules presented in the report?..... Yes No
8. Does the total revenue and expenses on the Combining Statement of Activities (CSA) trace and agree to the Statement of Activities?..... Yes No
9. Does each AUD's revenue related to reimbursable expenses trace to and agree with the Combining Statement of Activities or other Statement? Yes No

Capitalized Expenses

10. Are all capitalized expenditures using child development funds identified in the Schedule of Claimed Expenditures for Renovations & Repairs or Schedule of Claimed Equipment Expenditures schedules? (Note: "Capitalized Equipment" is defined by the FT&C as equipment with a per-unit acquisition cost that equals or exceeds the lesser of the capitalization level established by the contractor for financial statement purposes, or \$5,000, including tax)..... Yes No
11. Do capitalized equipment expenses on AUD line items 6400, 6500 and/or start-up expenses trace to and agree with the Schedule of Claimed Equipment Expenditures? Yes No
12. Do other capital outlays, line item 6100/6200 on the AUD, trace to and agree with the Schedule of Claimed Expenditures for Renovations & Repairs? Yes No

13. Did the agency obtain preapproval for items expensed in line item(s) 6100/6200, 6400 and/or 6500? Yes No N/A

a. If not, please explain (attach additional pages if necessary):
N/A

14. If the agency has Child Care Facilities Revolving Fund or California Renovation and Repair loan repayments, are the expenditures correctly reported in line 6100/6200? Yes No N/A

Indirect and Administrative Costs

15. If the agency has an approved indirect cost rate, is it accurately reported on the AUD(s)? Yes No N/A

16. If indirect costs are claimed, are they within the maximum indirect cost rate of the lesser of its approved rate or fifteen percent (15%)?..... Yes No N/A

17. If indirect costs were reported, does the indirect cost amount agree to the indirect costs amount reported on the Schedule of Claimed Administrative Costs? Yes No N/A

18. Do the total administrative costs reported on the AUD(s) trace to and agree with the total expense amounts reported on the Schedule of Claimed Administrative Costs? Yes No

Enrollment, Attendance, and Assurances on Center-Based AUDs

19. Is the number of days of enrollment the same or greater than the number of days of attendance reported on the AUD(s)? Yes No N/A

20. Were the two assurance certifications checked on the AUD?..... Yes No N/A

Audited Reserve Account Activity Report

21. Does each Audited Reserve Account Activity Report either identify interest earned on reserve funds or explain in the comments section why no interest is reported? Yes No N/A

22. If there was a reserve account ending balance, was it correctly reported in the Statement of Financial Position/Balance Sheet as a liability? Yes No N/A

Revenue

23. If Child and Adult Care Food Program (CACFP) expenses were allocated to a child care and development contract, was the related revenue reported as restricted income? (Note: Reported revenue should be the lesser of the amount of CACFP funds paid to an agency or the amount of expenses allocated to the contract)

Yes No N/A

24. Was all revenue correctly classified as restricted or unrestricted in the AUD form(s)?

Yes No N/A

25. If the agency received funds from the Paycheck Protection Program, were any funds used for a child care and development program reported as restricted income?

Yes No N/A

26. If non-certified children are reported in the AUD(s), were non-certified family fees reported?

Yes No N/A

a. If not, please explain (attach additional pages if necessary):

N/A

Completed By: Katrina Leach

Title: Director, Financial Services

If necessary, add additional comments here:

N/A

Quality Review Checklist

California State Preschool Program Contractors

Contractor Name & Vendor #: Associated Students Child Development Laboratory, California State University, Chico Vendor #E547

Introduction

The quality review checklist is required to be completed by the contractor's representative and submitted along with the contractor's audit report and is designed to reduce or eliminate the need for follow-up questions that arise as the California Department of Education (CDE), Audits & Investigations Division reviews the organization's audit report submission in accordance with California Code of Regulations, Title 5, Section 17824.

If questions arise during the audit report review process, the reviewer will contact the contractor's Certified Public Accountant (CPA). Please provide an email address for the CPA or CPA firm that conducted the contractor's audit.

CPA Firm / CPA Name: Aldrich CPAs + Advisors LLP / Bobby LaCour

Email: rlacour@aldrichadvisors.com

Required Contents

1. Does the audit report include the following? (*Note: This information is required for all contractors. For more information, reference the [CDE Audit Guide](#): Chapter 200, Exhibit A; Chapter 300; and Appendix A, Illustrative Contractor Audit Report.*):

- a. Independent Auditor's Report, based on Generally Accepted Auditing Standards and Government Auditing Standards Yes No
 - i. Does the Independent Auditor's Report indicate whether the supplementary information is fairly presented in all material respects in relation to the financial statements as a whole? Yes No
- b. 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 Yes No
- c. Statement of Financial Position / Balance Sheet Yes No
- d. Statement of Activities / Income Statement Yes No
- e. Notes to Financial Statements Yes No
- f. Schedule of Expenditures of Federal and State Awards Yes No

- g. Schedule of Findings and Questioned Costs..... Yes No
- h. Combining Statement of Activities Yes No
- i. Schedule of Expenditures by State Categories Yes No
- j. Schedule of Claimed Administrative Costs Yes No
- k. Schedule of Claimed Equipment Expenditures..... Yes No
- l. Schedule of Claimed Expenditures for Renovations and Repairs Yes No
- m. Audited Attendance and Fiscal Report (AUD) form for each early education contract Yes No
- n. Notes to the Child Care and Development Program Supplemental Information..... Yes No

2. If applicable, does the audit report submission include the following (*Note: This information is only required under certain circumstances. For more information reference the CDE Audit Guide: Chapter 200, Exhibit A; Chapter 300; and Appendix A, Illustrative Contractor Audit Report.*):

- a. Report on Compliance for Each Major Federal Program; Report on Internal Control Over Compliance; and Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance (2 CFR Part 200, Subpart F)..... Yes No N/A
- b. Management letter and/or internal control communication letter Yes No N/A
- c. Statement of Cash Flows Yes No N/A
- d. Statement of Functional Expenses Yes No N/A
- e. Schedule of Claimed Start-Up Expenses Yes No N/A
- f. Audited Preschool Reserve Account Activity Report (AUD 9530-A) Yes No N/A
- g. Reconciliation of fiscal year not ending on June 30..... Yes No N/A
- h. Reconciliation of CDE Reporting to GAAP Reporting..... Yes No N/A
- i. An audit report that includes all required information for any contractors that the contractor entered into a subcontract for state preschool services with (see the Contract Terms and Conditions (CT&C) Section I – Definitions)..... Yes No N/A

AUDs and Financial Statements

3. Were all AUDs prepared on the correct fiscal year's form? Yes No
4. Are all pages of the AUD form(s) included? Yes No
a. If not, was the appropriate box marked to explain why the pages were omitted? Yes No N/A
5. Are all applicable enrollment and attendance forms included in the audit report? [Note that the audit report should include a separate form for each service county where the agency provided a type of service (e.g. services to certified children, services to non-certified children, etc.)]..... Yes No
6. Does each AUD's column A agree to column C of the applicable CPARIS report?..... Yes No
7. Does the AUD 8501, Section 2 – Enrollment and Attendance Form Summary, correctly report the sum of the enrollment and attendance from the applicable enrollment and attendance forms?..... Yes No
8. Do each AUD's total expenses claimed for reimbursement and total supplemental expenses trace to and agree with the amounts reported on the Schedule of Expenditures by State Categories?..... Yes No
9. For each contract, do the total expenses on the Schedule of Expenditures by State Categories trace to and agree with the total expenses on the Combining Statement of Activities or any applicable expense reconciliation schedule presented in the report? Yes No
10. Do the total revenue and expenses on the Combining Statement of Activities (CSA) trace and agree to the Statement of Activities? Yes No
11. Does each AUD's revenue related to reimbursable expenses and supplemental revenue trace to and agree with the Combining Statement of Activities or other Statement? Yes No

Capitalized Expenses

12. Are all capitalized expenditures using child development funds identified in the Schedule of Claimed Expenditures for Renovations & Repairs or Schedule of Claimed Equipment Expenditures? (Note: "Capitalized Equipment" is defined by the CT&C as equipment with a per-unit acquisition cost that equals or exceeds the lesser of the capitalization level established by the contractor for financial statement purposes, or \$5,000, including tax.)..... Yes No
13. Do capitalized equipment expenses on AUD line items 6400, 6500 and/or start-up expenses trace to and agree with the Schedule of Claimed Equipment Expenditures? Yes No

14. Does the Schedule of Claimed Equipment Expenditures report expenses in the appropriate categories for the agency's capitalization threshold? (See the *CDE Audit Guide*, Section 330 – Equipment Expenditures) Yes No
15. Do other capital outlays, line item 6100/6200 on the AUD, trace to and agree with the Schedule of Claimed Expenditures for Renovations & Repairs? Yes No
16. Did the contractor obtain preapproval for items expensed in line item(s) 6100/6200, 6400 and/or 6500? Yes No N/A
- a. If not, please explain (attach additional pages if necessary).
- N/A
17. If the contractor has Child Care Facilities Revolving Fund or California Renovation and Repair loan repayments, are the expenditures correctly reported in line 6100/6200? Yes No N/A

Indirect and Administrative Costs

18. If the contractor has an approved indirect cost rate, is it accurately reported on the AUD(s)? Yes No N/A
19. If indirect costs are claimed, are they within the maximum indirect cost rate of the lesser of its approved rate or ten percent (10%)? Yes No N/A
20. If indirect costs were reported, does the indirect cost amount agree to the indirect costs amount reported on the Schedule of Claimed Administrative Costs? Yes No N/A
21. Do the total administrative costs reported on the AUD(s) trace to and agree with the total expense amounts reported on the Schedule of Claimed Administrative Costs? Yes No

Enrollment, Attendance, and Assurances on State Preschool AUDs

22. Is the number of days of enrollment the same or greater than the number of days of attendance reported on the AUD(s)? Yes No N/A
23. Were the two assurance certifications checked on the AUD 8501? Yes No

Audited Preschool Reserve Account Activity Report

24. Does each Audited Preschool Reserve Account Activity Report either identify interest earned on reserve funds or explain in the comments section why no interest is reported? Yes No N/A

25. If there was a preschool reserve account ending balance, was it correctly reported in the Statement of Financial Position/Balance Sheet as a liability? Yes No N/A

Revenue

26. If Child and Adult Care Food Program (CACFP) expenses were allocated to a state preschool contract, was the related revenue reported as restricted income? (Note: Reported revenue should be the lesser of the amount of CACFP funds paid to a contractor or the amount of expenses allocated to the contract.) Yes No N/A

27. Was all revenue correctly classified as restricted or unrestricted in the AUD form(s)? Yes No N/A

28. If the contractor used the FY 2022-23 or FY2023-24 service-level exemption credit for set aside (for exceptional needs and severely disabled children) to cover expenses, was the credit reported as restricted income? Yes No N/A

a. If not, please explain (attach additional pages if necessary).

b. Please provide the balance of the unexpended portion of the set aside credit at the end of the fiscal year.

29. If the contractor earned Employee Retention Tax Credit on reimbursable expenses by a state preschool program, were the credits reported as restricted income? Yes No N/A

30. If non-certified children are reported in the AUD(s), were non-certified family fees reported? Yes No N/A

a. If not, please explain (attach additional pages if necessary).

Completed By: Katrina Leach

Title: Director, Financial Services

Additional Comments:

N/A

Associated Students of California State University, Chico

FINANCIAL STATEMENTS AND SUPPLEMENTAL INFORMATION

Year Ended June 30, 2025

(With Summarized Comparative Totals for the Year Ended June 30, 2024)



ASSOCIATED STUDENTS OF CALIFORNIA STATE UNIVERSITY, CHICO

Financial Statements and Supplemental Information

Year Ended June 30, 2025 (With Summarized Comparative Totals for the Year Ended June 30, 2024)

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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of
Associated Students of California State University, Chico

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of Associated Students of California State University, Chico (a nonprofit organization), which comprise the statement of financial position as of June 30, 2025, the related statements of activities, functional expenses, 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 Associated Students of California State University, Chico as of June 30, 2025, and the changes in its net assets 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 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 Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Associated Students of California State University, Chico 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 Associated Students of California State University, Chico's ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

Auditor's 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 auditor's 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 generally accepted auditing standards 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.

INDEPENDENT AUDITOR'S REPORT, CONTINUED

Auditor's Responsibilities for the Audit of the Financial Statements, continued

In performing an audit in accordance with generally accepted auditing standards 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 Associated Students of California State University, Chico'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 Associated Students of California State University, Chico'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.

Report on Summarized Comparative Information

We have previously audited Associated Students of California State University, Chico's 2024 financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated September 19, 2024. In our opinion, the summarized comparative information presented herein as of and for the year ended June 30, 2024, is consistent, in all material respects, with the audited financial statements from which it has been derived.

Report on Supplemental Information

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The supplemental information included on pages 22 - 37 is presented for purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

INDEPENDENT AUDITOR'S REPORT, CONTINUED

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated September 18, 2025, on our consideration of Associated Students of California State University, Chico'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 Associated Students of California State University, Chico'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 Associated Students of California State University, Chico's internal control over financial reporting and compliance.

Aldrich CPAs + Advisors LLP

Brea, California
September 18, 2025

ASSOCIATED STUDENTS OF CALIFORNIA STATE UNIVERSITY, CHICO

Statement of Financial Position

June 30, 2025 (With Summarized Comparative Totals as of June 30, 2024)

	General (Activity Fee) Fund	Plant Fund	Board Designated Fund	Auxiliary Activities Fund	Sponsored Programs Fund	Student Union Operating Fund	Total All Funds	
							2025	2024
ASSETS								
Cash and cash equivalents:								
Cash on hand and in banks	\$ 131,782	\$ -	\$ 1,027	\$ 449,172	\$ -	\$ 4,845,875	\$ 5,427,856	\$ 1,618,397
Cash in investments	5,251,991	-	1,206,674	9,555,286	-	5,932,001	21,945,952	24,209,931
Total Cash and Cash Equivalents	5,383,773	-	1,207,701	10,004,458	-	10,777,876	27,373,808	25,828,328
Accounts and other receivables	56,636	-	12,999	146,450	-	86,101	302,186	701,323
Accounts receivable - related parties	406,195	-	-	602,390	-	3,212	1,011,797	556,999
Sponsored programs receivable	-	-	-	-	118,297	-	118,297	540
Interfund receivables (payables)	205,447	-	-	(384,752)	(53,300)	232,605	-	-
Inventories	-	-	-	147,015	-	-	147,015	121,823
Prepaid expenses	12,048	-	-	27,162	-	35,550	74,760	61,513
Buildings and equipment - net of accumulated depreciation	-	10,736	-	369,887	-	2,481,878	2,862,501	2,760,395
Long-term deposits	-	-	-	-	-	20,000	20,000	20,000
Total Assets	\$ 6,064,099	\$ 10,736	\$ 1,220,700	\$ 10,912,610	\$ 64,997	\$ 13,637,222	\$ 31,910,364	\$ 30,050,921
LIABILITIES AND NET ASSETS								
Liabilities:								
Accounts payable	\$ 44,486	\$ -	\$ -	\$ 105,500	\$ 17,358	\$ 150,515	\$ 317,859	\$ 342,361
Accounts payable - related parties	1,189	-	-	126,220	7,639	91,734	226,782	174,457
Accrued expenses	302,199	-	-	628,418	-	932,639	1,863,256	1,266,805
Deferred revenue	74,435	-	-	8,733	40,000	540	123,708	152,102
Pension obligation	64,163	-	-	73,033	-	115,641	252,837	408,422
Total Liabilities	486,472	-	-	941,904	64,997	1,291,069	2,784,442	2,344,147
Net assets:								
Without donor restrictions	5,577,627	10,736	1,220,700	9,970,706	-	12,346,153	29,125,922	27,706,774
Total Liabilities and Net Assets	\$ 6,064,099	\$ 10,736	\$ 1,220,700	\$ 10,912,610	\$ 64,997	\$ 13,637,222	\$ 31,910,364	\$ 30,050,921

See accompanying notes to financial statements.

ASSOCIATED STUDENTS OF CALIFORNIA STATE UNIVERSITY, CHICO

Statement of Activities

Year Ended June 30, 2025 (With Summarized Comparative Totals for the Year Ended June 30, 2024)

	General (Activity Fee) Fund	Plant Fund	Board Designated Fund	Auxiliary Activities Fund	Sponsored Programs Fund	Student Union Operating Fund	Total All Funds	
							2025	2024
Revenues and Other Support Without Donor Restrictions:								
Wildcat Store, dining services, and other sales	\$ -	\$ -	\$ -	\$ 10,081,984	\$ -	\$ -	\$ 10,081,984	\$ 8,974,365
Allocation of revenue funds from campus	1,724,034	-	-	168,262	-	8,107,463	9,999,759	9,347,565
Interest income	243,807	-	53,018	359,203	-	431,609	1,087,637	983,297
Grants	-	-	-	-	1,080,588	-	1,080,588	957,326
Other income	72,461	-	-	115,336	-	434,479	622,276	299,509
Student and campus programs	23,368	-	-	-	-	326,626	349,994	332,071
Indirect income	77,311	-	-	-	-	-	77,311	68,521
Gifts	3,590	-	-	-	-	-	3,590	1,135
Total Revenues and Other Support Without Donor Restrictions	2,144,571	-	53,018	10,724,785	1,080,588	9,300,177	23,303,139	20,963,789
Expenses:								
Program services:								
Auxiliary activities	-	-	-	9,127,408	-	-	9,127,408	7,649,769
Student union and recreation center building operations	-	-	-	-	-	5,859,223	5,859,223	5,407,348
Student and campus programs	1,449,857	-	-	-	-	2,286,552	3,736,409	3,098,416
Sponsored programs	-	-	-	-	1,080,588	-	1,080,588	957,326
Supporting services:								
Management and general	378,438	-	-	712,804	-	1,144,706	2,235,948	1,977,193
Total Program and Supporting Services Expenses	1,828,295	-	-	9,840,212	1,080,588	9,290,481	22,039,576	19,090,052
Other Expenses:								
Pension and postretirement benefit cost amortization	(49,857)	-	-	(18,844)	-	(86,884)	(155,585)	121,829
Total Expenses	\$ 1,778,438	\$ -	\$ -	\$ 9,821,368	\$ 1,080,588	\$ 9,203,597	\$ 21,883,991	\$ 19,211,881

ASSOCIATED STUDENTS OF CALIFORNIA STATE UNIVERSITY, CHICO

Statement of Activities, continued

Year Ended June 30, 2025 (With Summarized Comparative Totals for the Year Ended June 30, 2024)

	General (Activity Fee) Fund	Plant Fund	Board Designated Fund	Auxiliary Activities Fund	Sponsored Programs Fund	Student Union Operating Fund	Total All Funds	
							2025	2024
Change in Net Assets Before Transfers and Other	\$ 366,133	\$ -	\$ 53,018	\$ 903,417	\$ -	\$ 96,580	1,419,148	1,751,908
Transfers:								
Plant fund transfer	832	(832)	-	-	-	-	-	-
Other fund transfers	-	-	(3,600)	(435,960)	-	439,560	-	-
Change in Net Assets	366,965	(832)	49,418	467,457	-	536,140	1,419,148	1,751,908
Net Assets Without Donor Restrictions Beginning of Year	5,210,662	11,568	1,171,282	9,503,249	-	11,810,013	27,706,774	25,954,866
Net Assets Without Donor Restrictions End of Year	<u>\$ 5,577,627</u>	<u>\$ 10,736</u>	<u>\$ 1,220,700</u>	<u>\$ 9,970,706</u>	<u>\$ -</u>	<u>\$ 12,346,153</u>	<u>\$ 29,125,922</u>	<u>\$ 27,706,774</u>

ASSOCIATED STUDENTS OF CALIFORNIA STATE UNIVERSITY, CHICO

Statement of Functional Expenses

Year Ended June 30, 2025 (With Summarized Comparative Totals for the Year Ended June 30, 2024)

	Program Services					Supporting Services	Total Expenses	
	Auxiliary Activities	Student Union and Recreation Center Building Operations	Student and Campus Programs	Sponsored Programs	Total Program Services	Management and General	2025	2024
Salaries and wages	\$ 3,477,202	\$ 2,603,831	\$ 2,113,075	\$ 583,220	\$ 8,777,328	\$ 1,223,621	\$ 10,000,949	\$ 8,597,182
Employee benefits	1,063,438	960,742	474,426	267,437	2,766,043	511,094	3,277,137	2,484,948
Cost of sales	2,912,201	-	-	-	2,912,201	-	2,912,201	2,561,549
Repairs and maintenance	312,319	397,872	30,185	86,609	826,985	10,644	837,629	1,326,042
Programs	168,262	42,244	607,694	6,979	825,179	-	825,179	614,132
Utilities	203,296	577,187	6,533	-	787,016	7,532	794,548	667,680
Supplies and small equipment	248,937	290,046	126,949	46,577	712,509	13,497	726,006	659,331
Professional services	137,477	84,416	99,104	9,594	330,591	337,592	668,183	592,403
Depreciation	94,900	492,807	8,354	-	596,061	25,222	621,283	489,458
Insurance	106,334	302,151	82,826	-	491,311	13,721	505,032	386,207
Miscellaneous	95,141	14,646	49,216	-	159,003	38,171	197,174	194,178
Professional development and travel	21,505	26,172	80,546	2,789	131,012	30,978	161,990	86,151
Communications	31,187	59,123	39,077	-	129,387	23,217	152,604	109,947
Contributions to campus mission	118,485	-	-	-	118,485	-	118,485	117,108
Wildcat and credit card charges	104,967	-	-	-	104,967	-	104,967	89,539
Sponsored programs indirect costs	-	-	-	77,311	77,311	-	77,311	68,521
Advertising and printing	27,473	7,986	18,424	72	53,955	659	54,614	40,776
Rent	4,284	-	-	-	4,284	-	4,284	4,900
Total Program and Supporting Services Expense	9,127,408	5,859,223	3,736,409	1,080,588	19,803,628	2,235,948	22,039,576	19,090,052
Pension and postretirement benefit cost amortization	(18,844)	(71,201)	(65,540)	-	(155,585)	-	(155,585)	121,829
Total Expenses	\$ 9,108,564	\$ 5,788,022	\$ 3,670,869	\$ 1,080,588	\$ 19,648,043	\$ 2,235,948	\$ 21,883,991	\$ 19,211,881

See accompanying notes to financial statements.

ASSOCIATED STUDENTS OF CALIFORNIA STATE UNIVERSITY, CHICO

Statement of Cash Flows

Year Ended June 30, 2025 (With Summarized Comparative Totals for the Year Ended June 30, 2024)

	General	Plant	Board	Auxiliary	Sponsored	Student	Total All Funds	
	(Activity Fee) Fund	Fund	Designated Fund	Activities Fund	Programs Fund	Union Operating Fund	2025	2024
Cash and Cash Equivalents - Beginning of Year	\$ 5,379,022	\$ -	\$ 1,158,491	\$ 9,376,658	\$ -	\$ 9,914,157	\$ 25,828,328	\$ 25,424,824
Cash Flows from Operating Activities:								
Change in net assets	366,965	(832)	49,418	467,457	-	536,140	1,419,148	1,751,908
Adjustments to reconcile changes in net assets to net cash and cash equivalents provided by operating activities:								
Depreciation	-	5,873	-	102,216	-	513,194	621,283	489,458
Gain on sale or disposal of equipment	-	-	-	2,641	-	(950)	1,691	(2,927)
Change in operating assets and liabilities:								
Receivables - net	(128,316)	-	(208)	67,351	(117,757)	5,512	(173,418)	411,878
Interfund receivables (payables)	(292,737)	-	-	199,829	147,116	(54,208)	-	-
Inventories	-	-	-	(25,192)	-	-	(25,192)	(16,131)
Prepaid expenses	(2,045)	-	-	(7,339)	-	(3,863)	(13,247)	(4,825)
Accounts payable	3,570	-	-	(37,754)	(2,801)	64,808	27,823	(8,361)
Accrued expenses	108,403	-	-	118,762	-	369,286	596,451	(268,920)
Deferred revenue	(1,232)	-	-	(819)	(26,558)	215	(28,394)	15,901
Pension obligation	(49,857)	-	-	(18,844)	-	(86,884)	(155,585)	(593,956)
Postretirement benefit obligation	-	-	-	-	-	-	-	(252,010)
Net Cash and Cash Equivalents Provided by Operating Activities	4,751	5,041	49,210	868,308	-	1,343,250	2,270,560	1,522,015
Cash Flows from Investing Activities:								
Purchases of equipment	-	(5,041)	-	(240,508)	-	(480,481)	(726,030)	(1,185,431)
Proceeds from sale of equipment	-	-	-	-	-	950	950	66,920
Net Cash and Cash Equivalents Used by Investing Activities	-	(5,041)	-	(240,508)	-	(479,531)	(725,080)	(1,118,511)
Increase in Cash and Cash Equivalents	4,751	-	49,210	627,800	-	863,719	1,545,480	403,504
Cash and Cash Equivalents - End of Year	\$ 5,383,773	\$ -	\$ 1,207,701	\$ 10,004,458	\$ -	\$ 10,777,876	\$ 27,373,808	\$ 25,828,328

See accompanying notes to financial statements.

ASSOCIATED STUDENTS OF CALIFORNIA STATE UNIVERSITY, CHICO

Notes to Financial Statements

Year Ended June 30, 2025 (With Summarized Comparative Totals for the Year Ended June 30, 2024)

Note 1 - Nature of Activities and Summary of Significant Accounting Policies

Nature of Activities

The Associated Students of California State University, Chico (the Organization), a not-for-profit organization of the students at California State University, Chico (CSU, Chico), operates various auxiliary enterprises, including a student store (Wildcat Store) and campus dining services; receives an allocation of student union and activity fees to support student-related programs; and acquires assets for the benefit of the student body and the campus community. The Organization also administers sponsored programs for the benefit of the student body and the campus community. The accompanying financial statements combine the accounts and the results of operations of the General Fund, Plant Fund, Board Designated Fund, Auxiliary Activities Fund, Sponsored Programs Fund, and Student Union Operating Fund in accordance with reporting instructions received from the Office of the Chancellor of the California State University.

Financial Statements Presentation

The financial statements of the Organization have been prepared in accordance with accounting principles generally accepted in the United States of America (US GAAP), which require the Organization to report information regarding its financial position and activities according to the following net asset classifications:

Net assets without donor restrictions – Net assets that are not subject to donor-imposed restrictions and may be expended for any purpose in performing the primary objectives of the Organization. These net assets may be used at the discretion of the Organization's management and the Board of Directors.

Net assets with donor restrictions – Net assets subject to stipulations imposed by donors and grantors. Some donor restrictions are temporary in nature; those restrictions will be met by actions of the Organization or by the passage of time. Other donor restrictions are perpetual in nature, whereby the donor has stipulated the funds be maintained in perpetuity.

Donor restricted contributions are reported as increases in net assets with donor restrictions. When a restriction expires, net assets are reclassified from net assets with donor restrictions to net assets without donor restrictions in the statement of activities. The Organization did not have any donor restrictions that were perpetual or temporary in nature for the years ended June 30, 2025 and 2024.

Basis of Accounting

The financial statements of the Organization have been prepared on the accrual basis of accounting and accordingly reflect all significant receivables, payables, and other liabilities.

Functional Allocation of Expenses

The financial statements report certain categories of expenses that are attributable to more than one program or supporting function. Therefore, these expenses require allocation on a reasonable basis that is consistently applied. The expenses that are allocated include office and occupancy, which is allocated on a square footage basis, as well as salaries and benefits, which are allocated on the basis of estimates of time and effort.

Use of Estimates

The preparation of financial statements in conformity with US GAAP includes the use of estimates that affect the financial statements. Accordingly, actual results could differ from those estimates.

Comparative Financial Information

The financial statements include certain prior-year summarized comparative information in total, but not by fund. Such information does not include sufficient detail to constitute a presentation in conformity with US GAAP. Accordingly, such information should be read in conjunction with the Organization's financial statements for the year ended June 30, 2024, from which the summarized information was derived.

ASSOCIATED STUDENTS OF CALIFORNIA STATE UNIVERSITY, CHICO

Notes to Financial Statements

Year Ended June 30, 2025 (With Summarized Comparative Totals for the Year Ended June 30, 2024)

Note 1 - Nature of Activities and Summary of Significant Accounting Policies, continued

Fund Accounting

The accounts of the Organization are maintained in accordance with the principles of fund accounting. Under fund accounting, resources for various purposes are classified for accounting and reporting purposes into funds established according to their nature and purpose. Separate accounts are maintained for each fund. The funds are organized into six categories as follows:

1. *General (Activity Fee) Fund*: This fund is used to account for activity fee funds and all financial resources except those required to be accounted for in another fund.
2. *Plant Fund*: This fund is used to account for acquisition of physical properties and funds expended and invested in physical properties for the General Fund.
3. *Board Designated Fund*: This fund is used to account for all amounts specifically allocated by the Board of Directors to certain programs. These funds have been used for Board of Director-approved programs, which primarily benefit students. The Board of Directors designated funds with the intent to allow the funds to grow to a principal balance of \$1,000,000 when the earnings can be used to support student programs and services.
4. *Auxiliary Activities Fund*: This fund is used to account for the operations of ongoing revenue-producing activities. Included in this fund are the operations of the Wildcat Store and dining services.

The Organization has an agreement with Follett Higher Education Group, Inc. (Follett), in which Follett operates the Wildcat Store. The agreement is through June 30, 2025, and provides for a commission to be paid on gross revenues as defined. The commission is calculated as 14.6% of the first \$8,000,000 in gross revenues, plus 16.6% on gross revenues in excess of \$8,000,000.

5. *Sponsored Programs Fund*: This fund reflects the activity of sponsored grants and contracts for instruction, research, and community service programs. These programs are funded by external agencies.
6. *Student Union Operating Fund*: This fund accounts for the programs and operations of the Bell Memorial Union and the Wildcat Recreation Center buildings.

Cash and Cash Equivalents

The Organization considers cash and cash equivalents to include cash on hand and commercial checking and savings accounts, time certificates of deposit with initial maturities of three months or fewer, and other short-term deposits in the Local Agency Investment Fund (LAIF). At times, such investments may be in excess of the Federal Deposit Insurance Corporation insurance limits of \$250,000.

The Organization has a contract for deposit of monies with Tri Counties Bank whereby deposits up to \$5,500,000 will be subject to the security provided to local public agencies.

The Organization has a significant concentration of cash invested in LAIF. The LAIF pool is managed by the State of California Treasurer's Office with oversight provided by the Local Investment Advisory Board (LIAB).

ASSOCIATED STUDENTS OF CALIFORNIA STATE UNIVERSITY, CHICO

Notes to Financial Statements

Year Ended June 30, 2025 (With Summarized Comparative Totals for the Year Ended June 30, 2024)

Note 1 - Nature of Activities and Summary of Significant Accounting Policies, continued

Fair Value Measurements

Fair Value Measurements and Disclosures defines fair value and establishes a framework for measuring fair value under US GAAP. The Organization defines fair value as the exchange price that would be received for an asset or paid for a liability in the principal or most advantageous market. The Organization applies fair value measurements to assets and liabilities that are required to be recorded at fair value under US GAAP. Fair value measurement techniques maximize the use of observable inputs and minimize the use of unobservable inputs and are categorized in a fair value hierarchy based on the transparency of inputs. The three levels are defined as follows:

Level 1 – Inputs to the valuation methodology are quoted prices (unadjusted) for identical assets or liabilities in active markets.

Level 2 – Inputs to the valuation methodology include quoted prices for similar assets or liabilities in active markets, and inputs that are observable for the asset or liability, either directly or indirectly, for substantially the same term of the financial instrument.

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

A financial instrument's categorization within the valuation hierarchy is based upon the lowest level of input that is significant to the fair value measurement.

As a practical expedient, certain financial instruments may be valued using net asset value (NAV) per share. NAV is the amount of net assets attributable to each share of outstanding capital stock at the end of the period.

Accounts Receivable

Accounts receivable primarily consists of related-party receivables and amounts due from grants. The Organization utilizes the allowance method where uncollectible accounts are determined based on past payment history. The Organization reviews all balances older than 12 months and writes off amounts determined to be uncollectible. At June 30, 2025 and 2024, no price concession for uncollectible amounts was deemed necessary.

Interfund Receivables and Payables

The Organization records direct interfund receivables and payables as they occur.

Inventories

Food and supplies inventories are stated at the lower of cost or net realizable value on a first-in, first-out basis.

Investments

Investments are carried at fair value in the statement of financial position. Realized and unrealized gains and losses are reflected in the changes in net assets in the statement of activities. Money market funds are valued at cost plus accrued interest, which approximates fair value. The value of each participating LAIF dollar equals the fair value divided by the amortized cost.

Buildings and Equipment

Buildings and equipment are stated at cost or at fair market value if donated. Depreciation is provided for in amounts sufficient to relate the cost of depreciable assets to operations over their estimated service lives using the straight-line method. Planned major maintenance is accounted for using the direct-expense method. Expenditures for new construction, major renewals and replacements, and equipment costing over \$5,000 are capitalized.

ASSOCIATED STUDENTS OF CALIFORNIA STATE UNIVERSITY, CHICO

Notes to Financial Statements

Year Ended June 30, 2025 (With Summarized Comparative Totals for the Year Ended June 30, 2024)

Note 1 - Nature of Activities and Summary of Significant Accounting Policies, continued

Revenue Recognition

Allocation of revenue funds from campus – Each semester, CSU, Chico collects an activity fee and a student union fee from each matriculated student that has been determined by CSU, Chico to be subject to the fee. The activity fee was \$83 and \$80 per semester for the years ended June 30, 2025 and 2024, respectively. The student union fee was \$494 and \$478 per semester for the years ended June 30, 2025 and 2024, respectively. Revenues are transferred from CSU, Chico to the Organization during the fiscal year to provide programs and services to the students of CSU, Chico.

Activity fees - The activity fee provides for the student governance for CSU, Chico, as well as a variety of other student-related programs and services. The allocation of revenue funds from campus for activity fee programs are recognized as revenue by the Organization as program-related expenses are incurred and funds are transferred by CSU, Chico to the Organization.

Student union fees – A portion of the student union fee provides for the programs and operations of the Bell Memorial Union and the Wildcat Recreation Center buildings. The allocation of revenue funds from campus for the student union are determined through a budgetary process approved by the Organization's governing board and University President. Revenue is recognized when transferred by CSU, Chico to the Organization.

Wildcat Store sales commission revenue - The Organization receives sales commission revenue from Follett Higher Education Group, Inc. from the operation of the student store. The commissions are based on gross sales as defined in the contract (refer to Note 1, Fund Accounting, Auxiliary Activities Fund section). Revenue is recognized by the Organization as sales are generated by the store.

Dining services and other sales - The Organization operates all dining facilities on the CSU, Chico campus, including several retail locations and the Estom Jamani Hall residential dining program. Revenue for the dining services retail locations is recognized as goods are sold. Estom Jamani Hall residential dining program revenue is based on a contract with CSU, Chico and is recognized on a ratable basis over the fiscal year. Revenue for other sales are recorded as goods are sold or services are provided.

Grants - Grants and contracts are received from federal and state governmental agencies and various other organizations. The Organization receives an administration fee for indirect overhead costs and recognizes this fee as income over the life of the grant or contract as a percentage of total expenditures or salaries and wages as specified in the grant or contract. Sponsored programs' revenue from grants and contracts is recognized as funds are expended.

The Organization recognizes contributions when cash, securities or other assets; an unconditional promise to give; or a notification of a beneficial interest is received. Grants - that are, those with a measurable performance or other barrier and a right of return are not recognized until the conditions on which they depend have been met.

Shipping and Handling Costs

Shipping and handling costs are included in cost of sales in the statement of functional expenses.

Advertising

The Organization follows the policy of charging the costs of advertising to expense as incurred.

ASSOCIATED STUDENTS OF CALIFORNIA STATE UNIVERSITY, CHICO

Notes to Financial Statements

Year Ended June 30, 2025 (With Summarized Comparative Totals for the Year Ended June 30, 2024)

Note 1 - Nature of Activities and Summary of Significant Accounting Policies, continued

Income Taxes

The Organization is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code and Section 23701(d) of the California Revenue and Taxation Code. The Organization functionally supports CSU, Chico, and has been classified in accordance with Section 509(a)(3), Type III. The Organization has not entered into any activities that would jeopardize its tax-exempt status. Income from certain activities not directly related to the Organization's tax-exempt purpose is subject to taxation as unrelated business income. However, expenses associated with the unrelated business income exceed the income or are insignificant. Accordingly, no provision for income taxes is required.

The Organization accounts for income taxes in accordance with FASB ASC 740, *Income Taxes*, which clarifies the accounting for uncertainty in income taxes recognized in the Organization's financial statements and prescribes a recognition threshold and measurement attribute for the financial statement recognition and measurement of a tax position taken or expected to be taken in a tax return. FASB ASC 740, *Income Taxes*, also provides guidance on recognition and measurement of a tax position taken or expected to be taken in a tax return. Based on this analysis, a liability is recorded if uncertain tax benefits have been received. The Organization's practice is to recognize interest and penalties, if any, related to uncertain tax positions in the tax expense.

There were no uncertain tax positions identified or related interest and penalties recorded as of June 30, 2025 and 2024, and the Organization does not expect this to change significantly over the next 12 months.

Subsequent Events

Management has evaluated subsequent events through September 18, 2025, the date on which the report was available to be issued.

Note 2 - Fair Value Measurements

The following is a schedule of investments at fair value, by level within the fair value hierarchy at June 30, 2025:

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>NAV</u>	<u>Total</u>
LAIF	\$ -	\$ -	\$ -	\$ 16,428,096	\$ 16,428,096
Money Market	-	5,517,856	-	-	5,517,856
	<u>\$ -</u>	<u>\$ 5,517,856</u>	<u>\$ -</u>	<u>\$ 16,428,096</u>	<u>\$ 21,945,952</u>

The following is a schedule of investments at fair value, by level within the fair value hierarchy at June 30, 2024:

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>NAV</u>	<u>Total</u>
LAIF	\$ -	\$ -	\$ -	\$ 20,186,038	\$ 20,186,038
Money Market	-	4,023,893	-	-	4,023,893
	<u>\$ -</u>	<u>\$ 4,023,893</u>	<u>\$ -</u>	<u>\$ 20,186,038</u>	<u>\$ 24,209,931</u>

ASSOCIATED STUDENTS OF CALIFORNIA STATE UNIVERSITY, CHICO

Notes to Financial Statements

Year Ended June 30, 2025 (With Summarized Comparative Totals for the Year Ended June 30, 2024)

Note 3 - Buildings and Equipment

Buildings and equipment consist of the following at June 30:

	<u>2025</u>		<u>2024</u>
Building improvements	\$ 3,540,130	\$	3,731,429
Equipment and furnishings	6,484,608		6,073,001
Vehicles	<u>287,467</u>		<u>152,966</u>
Subtotals	10,312,205		9,957,396
Less: accumulated depreciation	<u>7,449,704</u>		<u>7,197,001</u>
Buildings and Equipment - Net	<u>\$ 2,862,501</u>	\$	<u>2,760,395</u>

ASSOCIATED STUDENTS OF CALIFORNIA STATE UNIVERSITY, CHICO

Notes to Financial Statements

Year Ended June 30, 2025 (With Summarized Comparative Totals for the Year Ended June 30, 2024)

Note 4 - Net Asset Reserves

The Board of Directors of the Organization, under guidelines established by the Chancellor's Office, developed reserve policies for net assets. Future increases in net assets will also be reserved by these policies. Net asset reserves are as follows as of June 30, 2025:

	General (Activity Fee) Fund	Plant Fund	Board Designated Fund	Auxiliary Activities Fund	Student Union Operating Fund	Total
Investments in buildings and equipment	\$ -	\$ 10,736	\$ -	\$ 369,888	\$ 2,481,877	\$ 2,862,501
Reserve for facilities upgrade	-	-	-	1,200,000	-	1,200,000
Operating reserve	430,340	-	-	193,521	2,057,669	2,681,530
Contingency reserve	258,152	-	-	31,836	100,000	389,988
Capital replacement reserve	20,363	-	-	75,000	250,000	345,363
Reserve for allocated funds	-	-	1,220,700	-	-	1,220,700
Future operations reserve	-	-	-	2,500,000	-	2,500,000
Sustainability fund reserve	-	-	-	-	508,869	508,869
Total Net Asset Reserves	708,855	10,736	1,220,700	4,370,245	5,398,415	11,708,951
Available for general purposes	<u>4,868,772</u>	<u>-</u>	<u>-</u>	<u>5,600,461</u>	<u>6,947,738</u>	<u>17,416,971</u>
Total Net Assets Without Donor Restrictions	\$ <u>5,577,627</u>	\$ <u>10,736</u>	\$ <u>1,220,700</u>	\$ <u>9,970,706</u>	\$ <u>12,346,153</u>	\$ <u>29,125,922</u>

ASSOCIATED STUDENTS OF CALIFORNIA STATE UNIVERSITY, CHICO

Notes to Financial Statements

Year Ended June 30, 2025 (With Summarized Comparative Totals for the Year Ended June 30, 2024)

Note 4 - Net Asset Reserves, continued

Net asset reserves are as follows as of June 30, 2024:

	General (Activity Fee) Fund	Plant Fund	Board Designated Fund	Auxiliary Activities Fund	Student Union Operating Fund	Total
Investments in buildings and equipment	\$ -	\$ 11,568	\$ -	\$ 234,235	\$ 2,514,592	\$ 2,760,395
Reserve for facilities upgrade	-	-	-	1,200,000	-	1,200,000
Operating reserve	492,416	-	-	232,380	2,041,693	2,766,489
Contingency reserve	295,391	-	-	35,000	100,000	430,391
Capital replacement reserve	20,363	-	-	75,000	250,000	345,363
Reserve for allocated funds	-	-	1,171,282	-	-	1,171,282
Future operations reserve	-	-	-	2,500,000	-	2,500,000
Sustainability fund reserve	-	-	-	-	741,868	741,868
Total Net Asset Reserves	808,170	11,568	1,171,282	4,276,615	5,648,153	11,915,788
Available for general purposes	4,402,492	-	-	5,226,634	6,161,860	15,790,986
Total Net Assets Without Donor Restrictions	\$ 5,210,662	\$ 11,568	\$ 1,171,282	\$ 9,503,249	\$ 11,810,013	\$ 27,706,774

Investments in Buildings and Equipment

The investments in buildings and equipment reserve is a nonliquid reserve that represents the cost of buildings and equipment held by the Organization, less accumulated depreciation and related debt.

Reserve for Facilities Upgrade

The reserve for facilities upgrade sets aside resources to perform future facility upgrades. The facilities upgrade reserve represents a fixed value as determined by the Board of Directors.

ASSOCIATED STUDENTS OF CALIFORNIA STATE UNIVERSITY, CHICO

Notes to Financial Statements

Year Ended June 30, 2025 (With Summarized Comparative Totals for the Year Ended June 30, 2024)

Note 4 - Net Asset Reserves, continued

Operating Reserve

The operating reserve sets aside resources to maintain the daily operations of the Organization during predictable periods of reduced cash flow. The operating reserve is determined as a percentage of the prior fiscal year's expenditures.

Contingency Reserve

The contingency reserve sets aside resources for unexpected or nonrecurring expenses and increases to student programming. The contingency reserve is determined as a percentage of the prior fiscal year's expenditures, up to a maximum fixed value as determined by the Board of Directors.

Capital Replacement Reserve

The capital replacement reserve sets aside resources to purchase future buildings and equipment needed for the operations of the Organization. The capital replacement reserve is determined as a percentage of the prior fiscal year's expenditures, up to a maximum fixed value as determined by the Board of Directors.

Reserve for Allocated Funds

The reserve for allocated funds represents resources specifically allocated by the Board of Directors to certain programs that primarily benefit students. The amount in the Board Designated fund, in excess of the \$1,000,000 minimum restricted principal balance, may be allocated to approved programs and projects.

Future Operations Reserve

The future operations reserve sets aside resources to establish a self-operated student store, should the need arise. The future operations reserve represents a fixed value as determined by the Board of Directors.

Sustainability Fund Reserve

The sustainability fund reserve sets aside resources to fund the Organization's future sustainability efforts. The sustainability fund reserve is determined based on the cumulative unallocated or unspent sustainability funding from prior years.

Note 5 - Revenue Recognition

Contract Balances

Accounts receivable from contracts with customers were as follows at June 30:

	<u>2025</u>		<u>2024</u>
Beginning of year	\$ 1,043,331	\$	1,500,593
End of year	\$ 1,118,340	\$	1,043,331

Significant Judgments

The Organization analyzes revenue recognition on a portfolio approach under ASC Topic 606. Significant judgment is utilized in determining the appropriate portfolios to assess for meeting the criteria to recognize revenue under ASC Topic 606. The Organization has determined that, for each distinct revenue stream identified, all contracts can be grouped into one portfolio. Based on past experience, customers within each distinct stream all behave similarly, contracts contain similar terms, and policies are the same across all contracts. The Organization does not expect that revenue earned for the portfolio is significantly different as compared to revenue that would be earned if they were to assess each contract separately.

Significant judgment is also required to assess collectability. The Organization assesses collectability each reporting period to monitor that the collectability threshold is met and does not recognize revenue if collection is not probable. Impairment losses are recognized when there are significant changes in a customer's assessed collectability.

ASSOCIATED STUDENTS OF CALIFORNIA STATE UNIVERSITY, CHICO

Notes to Financial Statements

Year Ended June 30, 2025 (With Summarized Comparative Totals for the Year Ended June 30, 2024)

Note 6 - Student Union Operating Fund

Construction of the Bell Memorial Union (BMU) was authorized by a student vote in 1964, and the original building was completed in 1969. Legal title to the building is retained by the California State University Trustees (the Trustees). Of the \$1,500,000 in original building construction costs, \$1,100,000 was financed with the original debt fully repaid in 2006.

In spring 1996, a referendum was approved by the students at CSU, Chico, to increase the Student Union fee for funding to expand and remodel the BMU. Additionally, the Organization's Board of Directors approved a project to provide space in the remodeled Student Union for the Wildcat Store. Construction of the projects began in December 1998, with final completion in July 2001, for a total of \$33,433,639 in building construction and financing costs. Of the total costs, \$23,370,000 was financed by the issuance of revenue bonds. In August 2007, the revenue bonds were refinanced with system-wide revenue bonds in the amount of \$18,525,000, which bear interest at an average coupon rate of 5.0%. The system-wide revenue bonds are payable in annual principal and interest installments of approximately \$1,421,000 until the entire debt is repaid in 2029. This refinancing decentralized the Student Union fees so they can be used for operations in the year collected. The decentralized bonds do not require reserves. The system-wide revenue bonds are not a liability of the state of California but are a special obligation of the Trustees payable from, and secured by, the mandatory Student Body Center fee.

In spring 2005, a referendum was approved by the students at CSU, Chico, to increase the Student Union fee by \$175 per semester beginning when the Wildcat Recreation Center (the WREC) opened. This fee was approved to provide debt service for the construction costs and operating expenses for the WREC. Construction began in July 2007, with completion in August 2009. Construction costs for the WREC were approximately \$68,665,000. Funds for construction were provided by the sale of system-wide revenue bonds in the amount of \$66,425,000, interest earned during construction and capitalized interest earnings of \$562,000, net bond premium of \$930,000, and student fees of \$748,000. These bonds are not a liability of the state of California but are a special obligation of the Trustees payable from, and secured by, the mandatory Student Body Center fee.

The students at CSU, Chico, voted to require that students pay Student union fees to service the above described debt, through the mandatory Student Body Center fee, and to operate the Student Union and the WREC. Student Union fees totaled \$14,047,238 and \$12,991,084 for the years ended June 30, 2025 and 2024, respectively. CSU, Chico, collects Student Union fees and transfers to the Trustees the amount necessary to fund the annual debt service requirement. The remaining student fees are available for transfer to the Organization after the reserve requirements of the Chancellor's Office Executive Order No. 994 have been met and any outstanding liabilities to CSU, Chico, have been paid. The Auxiliary Activities Fund reimburses the Student Union for the space it occupies in proportion to the Trustees' annual debt service.

CSU, Chico held reserves as follows at June 30:

	<u>2025</u>		<u>2024</u>
Revenue fund reserve	\$ 13,423,602	\$	12,926,392
Repair and replacement reserve	7,236,230		7,500,000
Capital improvements reserve	<u>4,902,921</u>		<u>5,832,754</u>
Total Reserves Held by CSU, Chico	<u>\$ 25,562,753</u>	\$	<u>26,259,146</u>

ASSOCIATED STUDENTS OF CALIFORNIA STATE UNIVERSITY, CHICO

Notes to Financial Statements

Year Ended June 30, 2025 (With Summarized Comparative Totals for the Year Ended June 30, 2024)

Note 7 - Retirement Plans

Plan Description

The Organization contributes to multiple-employer public employee retirement system defined benefit pension plans administered by CalPERS. The Organization has two CalPERS plans, one for those hired prior to 2013 (Classic) and one for those hired in 2013 or later (PEPRA). The plans provide retirement, disability benefits, and death benefits to plan members and beneficiaries. Benefit provisions are established by state statute, as legislatively amended, within the Public Employees' Retirement Law. CalPERS issues a publicly available *Annual Comprehensive Financial Report* (ACFR) that includes financial statements and required supplementary information. Copies of the ACFR may be obtained from CalPERS, 400 Q Street, Sacramento, California, 95811, and from www.calpers.ca.gov.

The risks of participating in multiple-employer plans is different from single-employer plans in the following aspects:

- Assets contributed to multiple-employer plans by one employer may be used to provide benefits to employees of other participating employers.
- If a participating employer stops contributing to the plan, the unfunded obligations of the plans may be borne by the remaining participating employers.
- If the Organization chooses to stop participating in the multiple-employer plans, it may be required to pay those plans an amount based on the underfunded status of the plans, referred to as a withdrawal liability.

The following schedule reflects information for the CalPERS plans, in accordance with the most recently available ACFR for the fiscal year ended June 30, 2024:

Accumulated benefit obligation	\$	23,058,210
Total plan assets	\$	22,805,373
Unfunded accrued liability	\$	252,837
Funded status		98.9%
Organization's contributions represent less than 5% of total contributions to the plan		Yes
Funding improvement plan or rehabilitation plan		N/A
Surcharge imposed		No

Funding Policy

Annually, CalPERS determines the required employer contribution rates for each participating agency. The required employer contribution rate for the Classic plan was 10.15% for the year ended June 30, 2025. To participate in the CalPERS plan, Classic plan employees are required to contribute 7.00% of their earnings to which the Board of Directors agreed to contribute 2.00% of the employees' required contribution, bringing the total employer contribution rate to 12.15%. The required employer contribution rate for the PEPRA plan was 7.87% for the year ended June 30, 2025. PEPRA plan employees are required to contribute 7.75% of their earnings to participate in the CalPERS plan. Expenses recognized for the CalPERS plans amounted to \$1,160,444 for the year ended June 30, 2025.

ASSOCIATED STUDENTS OF CALIFORNIA STATE UNIVERSITY, CHICO

Notes to Financial Statements

Year Ended June 30, 2025 (With Summarized Comparative Totals for the Year Ended June 30, 2024)

Note 8 - Related-Party Transactions

Campus Food Service Agreement

Under contract with CSU, Chico, the Organization provides residential dining services in the state-owned residence halls for the students of the six campus residence halls. The contract for the 2023-24 fiscal year through the 2024-25 fiscal year was negotiated and signed by both parties on June 30, 2022, and provides reimbursement for actual costs, not to exceed \$6,203,845.

Operating Lease and Facility Use Agreements

The Organization operates as an auxiliary organization to CSU, Chico, under an operating lease agreement. An operating lease agreement, ending December 31, 2026, was negotiated and signed by both parties on December 30, 2015, whereby \$300,000 plus 2.25% of Wildcat Store and dining services cash operations net sales are payable at the end of each fiscal year. Due to decreased enrollment, an amendment to the agreement for fiscal years 2022-23 through 2026-27 was approved temporarily removing the \$300,000 payment. As required by the operating lease agreement, CSU, Chico, directs the operating lease payments to Chico State Enterprises.

The Organization uses certain CSU, Chico, facilities under lease agreements requiring rental payments or space trade. These facilities include the BMU (nominal), residence dining, and certain warehouse space. CSU, Chico, provides facilities for the Child Development Laboratory at no cost.

The following is a schedule of transactions with related parties for the years ended June 30:

	<u>2025</u>	<u>2024</u>
Transactions with CSU, Chico:		
Payments to University for other than salaries of University personnel	\$ 1,202,817	\$ 1,120,129
Payments received from University for services, space, and programs	\$ 17,166,426	\$ 16,337,751
Gifts (cash or assets) to the University from recognized Auxiliary Organization	\$ 489,128	\$ 1,459,357
Accounts payable to University	\$ (100,658)	\$ (50,833)
Accounts receivable from University	\$ 998,531	\$ 525,416
Transactions with the Chico State Enterprises:		
Accounts receivable from Chico State Enterprises	\$ 10,491	\$ 5,136
Accounts payable to Chico State Enterprises	\$ (126,124)	\$ (123,624)
Transactions with the University Foundation CSU, Chico:		
Accounts receivable from the University Foundation CSU, Chico	\$ 2,775	\$ 26,447

ASSOCIATED STUDENTS OF CALIFORNIA STATE UNIVERSITY, CHICO

Notes to Financial Statements

Year Ended June 30, 2025 (With Summarized Comparative Totals for the Year Ended June 30, 2024)

Note 9 - Availability and Liquidity of Assets

The Organization's financial assets available within one year of the statement of financial position date for general expenditures for the years ended June 30:

	<u>2025</u>	<u>2024</u>
Financial assets at year end:		
Cash and cash equivalents	\$ 27,373,808	\$ 25,828,328
Accounts and other receivables	302,186	701,323
Accounts receivable - related parties	1,011,797	556,999
Sponsored programs receivable	<u>118,297</u>	<u>540</u>
 Total financial assets	 28,806,088	 27,087,190
 Less amounts not available to be used within one year for general purposes:		
Board Designated Reserve Funds (Note 4)	<u>(8,846,450)</u>	<u>(9,155,393)</u>
 Financial assets available to meet cash needs for general expenditures within one year	 \$ <u>19,959,638</u>	 \$ <u>17,931,797</u>

The Organization's financial assets are included in the qualitative analysis above. Those assets available to meet cash needs for general expenditures within one year of the statement of financial position date are not subject to donor or other contractual restrictions that would make them unavailable. The amounts considered not available to be used within one year for general expenditures are certain board designated reserve funds, excluding investments in buildings and equipment. The board designated reserve funds could be made available, if necessary, and are fully described in Note 4.

SUPPLEMENTAL INFORMATION

ASSOCIATED STUDENTS OF CALIFORNIA STATE UNIVERSITY, CHICO

Schedule of Activities of the Auxiliary Activities Fund

Year Ended June 30, 2025 (With Summarized Comparative Totals for the Year Ended June 30, 2024)

	Wildcat Store	Dining Services			Combined Total	
		Cash Operations	Residence Dining Halls	Total	2025	2024
Allocation of revenue funds from campus	\$ 168,262	\$ -	\$ -	\$ -	\$ 168,262	\$ -
Sales	-	2,859,343	6,450,130	9,309,473	9,309,473	8,294,985
Less: cost of sales	-	1,189,118	1,723,083	2,912,201	2,912,201	2,561,549
Sales commissions	350,354	422,157	-	422,157	772,511	679,380
Gross Profit	518,616	2,092,382	4,727,047	6,819,429	7,338,045	6,412,816
Operating Expenses:						
Salaries and wages	13,277	1,124,362	2,339,563	3,463,925	3,477,202	3,025,904
Employee benefits	5,127	265,921	792,390	1,058,311	1,063,438	847,819
Accounting, human resources, and administration services	41,288	235,791	271,025	506,816	548,104	482,348
Repairs and maintenance	3,454	248,689	60,176	308,865	312,319	264,610
Supplies and small equipment	-	126,148	122,789	248,937	248,937	249,209
Utilities	56,433	146,863	-	146,863	203,296	158,728
Program expenses - Immediate Access	168,262	-	-	-	168,262	-
Information technology services	-	72,293	85,091	157,384	157,384	138,817
Professional services	-	116,236	21,241	137,477	137,477	53,831
Contributions to campus mission	54,056	64,429	-	64,429	118,485	117,108
Wildcat and credit card charges	-	83,775	21,192	104,967	104,967	89,539
Insurance	17,817	46,624	41,893	88,517	106,334	78,229
Depreciation	8,670	93,546	-	93,546	102,216	62,154
Miscellaneous	952	69,887	12,642	82,529	83,481	89,602
Communications	7,813	17,274	6,100	23,374	31,187	24,404
Advertising and printing	-	23,794	3,679	27,473	27,473	9,172
Professional development and travel	-	8,357	13,148	21,505	21,505	7,947
Rent	-	4,284	-	4,284	4,284	4,284
Total Operating Expenses	377,149	2,748,273	3,790,929	6,539,202	6,916,351	5,703,705
Income (Loss) from Operations	141,467	(655,891)	936,118	280,227	421,694	709,111
Interest income, realized gains and other income	292,823	161,756	19,960	181,716	474,539	423,837
Pension and postretirement benefit (cost) - other	-	18,844	-	18,844	18,844	(118,968)
Other expenses	-	(8,016)	(3,644)	(11,660)	(11,660)	(12,602)
Other fund transfers	(400,827)	(38,733)	3,600	(35,133)	(435,960)	(564,353)
Change in Net Assets Without Donor Restrictions	\$ 33,463	\$ (522,040)	\$ 956,034	\$ 433,994	\$ 467,457	\$ 437,025

See independent auditor's report.

ASSOCIATED STUDENTS OF CALIFORNIA STATE UNIVERSITY, CHICO**Schedule of Activity Fee Program Operations**

Years Ended June 30, 2025 and 2024

	<u>2025</u>	<u>2024</u>
Revenue and Other Support:		
Allocation of revenue funds from campus	\$ 1,724,034	\$ 1,485,474
Interest income	243,807	211,610
Indirect income	77,311	68,521
Other income	72,461	115,347
Student and campus programs	23,368	23,240
Gifts	3,590	1,135
	<u>2,144,571</u>	<u>1,905,327</u>
Total Revenue and Other Support		
	<u>2,144,571</u>	<u>1,905,327</u>
Expenses:		
Salaries and wages	778,288	702,906
Accounting, human resources, and administration services	315,010	273,156
Employee benefits	267,843	181,912
Programs	205,952	245,893
Information technology services	58,487	51,587
Insurance	44,623	34,012
Miscellaneous	34,914	37,413
Professional services	32,229	32,556
Professional development and travel	30,761	21,151
Communications	19,237	14,265
Repairs and maintenance	14,746	(1,479)
Advertising and printing	8,321	5,211
Utilities	6,533	7,300
Depreciation	5,873	10,232
Supplies and small equipment	5,478	7,465
Rent	-	616
	<u>1,828,295</u>	<u>1,624,196</u>
Total Expenses		
	<u>1,828,295</u>	<u>1,624,196</u>
Excess Revenues from Operations	316,276	281,131
Pension and postretirement benefit (cost) - other	49,857	(37,866)
Other fund transfers	832	9,834
	<u>366,965</u>	<u>253,099</u>
Increase in Net Assets Without Donor Restrictions	\$ <u>366,965</u>	\$ <u>253,099</u>

ASSOCIATED STUDENTS OF CALIFORNIA STATE UNIVERSITY, CHICO**Schedule of Student Union Operating Fund Operations**

Years Ended June 30, 2025 and 2024

	<u>2025</u>	<u>2024</u>
Revenue and Other Support:		
Allocation of revenue funds from campus	\$ 8,107,463	\$ 7,862,091
Other income	434,479	84,608
Interest income	431,609	401,515
Recreation programming	179,026	150,807
Conference services	<u>147,600</u>	<u>158,024</u>
Total Revenue and Other Support	<u>9,300,177</u>	<u>8,657,045</u>
Expenses:		
Salaries and wages	3,938,618	3,285,167
Employee benefits	1,167,325	821,653
Accounting, human resources, and administration services	874,399	780,307
Utilities	577,187	493,202
Depreciation	513,194	417,072
Program	443,986	366,032
Repairs and maintenance	413,311	963,226
Supplies and small equipment	411,517	353,427
Insurance	340,354	262,221
Information technology services	257,342	226,985
Professional services	151,291	137,107
Communications	78,963	50,953
Professional development and travel	75,957	28,087
Miscellaneous	28,948	20,620
Advertising and printing	<u>18,089</u>	<u>24,615</u>
Total Expenses	<u>9,290,481</u>	<u>8,230,674</u>
Excess Revenues from Operations	9,696	426,371
Other fund transfers	439,560	564,353
Pension and postretirement benefit - other	<u>86,884</u>	<u>35,005</u>
Increase in Net Assets Without Donor Restrictions	<u>\$ 536,140</u>	<u>\$ 1,025,729</u>

ASSOCIATED STUDENTS OF CALIFORNIA STATE UNIVERSITY, CHICO**Schedule of Source of Funding and Expenses for Sponsored Programs**

Years Ended June 30, 2025 and 2024

	<u>2025</u>	<u>2024</u>
Source of Funding (Direct):		
State of California	\$ 843,955	\$ 786,203
Federal funds	158,451	101,148
Parent fees and other income	<u>871</u>	<u>1,454</u>
Total Direct Sources	<u>1,003,277</u>	<u>888,805</u>
Source of Indirect Cost Reimbursements:		
State of California and local governments	67,375	62,773
Federal government	<u>9,936</u>	<u>5,748</u>
Total Indirect Cost Reimbursements	<u>77,311</u>	<u>68,521</u>
Total Funding	<u>1,080,588</u>	<u>957,326</u>
Direct Expenses:		
Personnel services:		
Salaries and wages	541,495	484,582
Employee benefits	248,303	203,537
Operating expenses	<u>213,479</u>	<u>200,686</u>
Total Direct Expenses	<u>1,003,277</u>	<u>888,805</u>
Indirect Expenses:		
Personnel services:		
Salaries and wages	41,725	37,358
Employee benefits	19,134	15,691
Operating expenses	<u>16,452</u>	<u>15,472</u>
Total Indirect Expenses	<u>77,311</u>	<u>68,521</u>
Total Expenses	<u>\$ 1,080,588</u>	<u>\$ 957,326</u>

ASSOCIATED STUDENTS OF CALIFORNIA STATE UNIVERSITY, CHICO

Schedule of Investments and Savings

Years Ended June 30, 2025 and 2024

The following is a schedule of investments and savings as of June 30, 2025:

	<u>Cost</u>	<u>Market Value</u>	<u>Date of Purchase</u>	<u>Maturity Date</u>	<u>Interest Rate</u>
Short-Term Investment Pools:					
Local Agency Investment Fund - State Pool	\$ 16,428,096	\$ 16,428,096	Various	On demand	4.56%
Investments:					
Money Market Account	\$ 5,517,856	\$ 5,517,856	Various	On demand	3.99%

**Interest rates vary. Stated rate is approximate average for the year.*

The following is a schedule of investments and savings as of June 30, 2024:

	<u>Cost</u>	<u>Market Value</u>	<u>Date of Purchase</u>	<u>Maturity Date</u>	<u>Interest Rate</u>
Short-Term Investment Pools:					
Local Agency Investment Fund - State Pool	\$ 20,186,038	\$ 20,186,038	Various	On demand	4.06%
Investments:					
Money Market Account	\$ 4,023,893	\$ 4,023,893	Various	On demand	4.25%

**Interest rates vary. Stated rate is approximate average for the year.*

ASSOCIATED STUDENTS OF CALIFORNIA STATE UNIVERSITY, CHICO

Schedule of Net Position

June 30, 2025

(for inclusion in the California State University)

Assets:

Current assets:

Cash and cash equivalents	5,427,856
Short-term investments	21,945,952
Accounts receivable, net	1,432,280
Lease receivable, current portion	-
P3 receivable, current portion	-
Notes receivable, current portion	-
Pledges receivable, net	-
Prepaid expenses and other current assets	221,775
Total current assets	29,027,863

Noncurrent assets:

Restricted cash and cash equivalents	-
Accounts receivable, net	-
Lease receivable, net of current portion	-
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	2,862,501
Other assets	20,000
Total noncurrent assets	2,882,501
Total assets	31,910,364

Deferred outflows of resources:

Unamortized loss on debt refunding	-
Net pension liability	-
Net OPEB liability	-
Leases	-
P3	-
Others	-
Total deferred outflows of resources	-

Liabilities:

Current liabilities:

Accounts payable	544,641
Accrued salaries and benefits	1,235,086
Accrued compensated absences, current portion	428,278
Unearned revenues	123,708
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	7,280
Total current liabilities	2,338,993

See independent auditor's report.

ASSOCIATED STUDENTS OF CALIFORNIA STATE UNIVERSITY, CHICO

Schedule of Net Position

June 30, 2025

(for inclusion in the California State University)

Noncurrent liabilities:	
Accrued compensated absences, net of current portion	192,612
Unearned revenues	-
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	-
Net pension liability	252,837
Other liabilities	-
Total noncurrent liabilities	445,449
Total liabilities	2,784,442
Deferred inflows of resources:	
P3 service concession arrangements	-
Net pension liability	-
Net OPEB liability	-
Unamortized gain on debt refunding	-
Nonexchange transactions	-
Lease	-
P3	-
Others	-
Total deferred inflows of resources	-
Net position:	
Net investment in capital assets	2,862,501
Restricted for:	
Nonexpendable – endowments	-
Expendable:	
Scholarships and fellowships	-
Research	-
Loans	-
Capital projects	-
Debt service	-
Others	-
Unrestricted	26,263,421
Total net position	29,125,922

ASSOCIATED STUDENTS OF CALIFORNIA STATE UNIVERSITY, CHICO

Schedule of Revenues, Expenses, and Changes in Net Position

Year Ended June 30, 2025

(for inclusion in the California State University)

Revenues:	
Operating revenues:	
Student tuition and fees, gross	-
Scholarship allowances (enter as negative)	-
Grants and contracts, noncapital:	
Federal	168,387
State	911,330
Local	-
Nongovernmental	-
Sales and services of educational activities	-
Sales and services of auxiliary enterprises, gross	10,197,320
Scholarship allowances (enter as negative)	-
Other operating revenues	10,853,207
Total operating revenues	<u>22,130,244</u>
Expenses:	
Operating expenses:	
Instruction	-
Research	-
Public service	-
Academic support	-
Student services	4,743,103
Institutional support	2,210,726
Operation and maintenance of plant	5,295,215
Student grants and scholarships	-
Auxiliary enterprise expenses	9,013,664
Depreciation and amortization	621,283
Total operating expenses	<u>21,883,991</u>
Operating income (loss)	<u>246,253</u>
Nonoperating revenues (expenses):	
State appropriations, noncapital	-
Federal financial aid grants, noncapital	-
State financial aid grants, noncapital	-
Local financial aid grants, noncapital	-
Nongovernmental and other financial aid grants, noncapital	-
Other federal nonoperating grants, noncapital	-
Gifts, noncapital	3,590
Investment income (loss), net	1,087,637
Endowment income (loss), net	-
Interest expense	-
Other nonoperating revenues (expenses)	315,313
Net nonoperating revenues (expenses)	<u>1,406,540</u>
Income (loss) before other revenues (expenses)	<u>1,652,793</u>
State appropriations, capital	-
Grants and gifts, capital	-
Additions (reductions) to permanent endowments	-
Increase (decrease) in net position	<u>1,652,793</u>
Net position:	
Net position at beginning of year, as previously reported	27,473,129
Restatements	-
Net position at beginning of year, as restated	<u>27,473,129</u>
Net position at end of year	<u>29,125,922</u>

ASSOCIATED STUDENTS OF CALIFORNIA STATE UNIVERSITY, CHICO

Other Information

June 30, 2025

(for inclusion in the California State University)

1 Cash and cash equivalents:

Portion of restricted cash and cash equivalents related to endowments	\$ -
All other restricted cash and cash equivalents	-
Noncurrent restricted cash and cash equivalents	-
Current cash and cash equivalents	5,427,856
Total	\$ 5,427,856

2.1 Composition of investments:

Investment Type	Current	Noncurrent	Total
Money market funds	\$ 5,517,856	\$ -	\$ 5,517,856
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)	-	-	-
State of California Local Agency Investment Fund (LAIF)	16,428,096	-	16,428,096
State of California Surplus Money Investment Fund (SMIF)	-	-	-
Other investments	-	-	-
Total investments	21,945,952	-	21,945,952
Less endowment investments (enter as negative number)	-	-	-
Total investments, net of endowments	\$ 21,945,952	\$ -	21,945,952

ASSOCIATED STUDENTS OF CALIFORNIA STATE UNIVERSITY, CHICO

Other Information

June 30, 2025

(for inclusion in the California State University)

2.2 Fair value hierarchy in investments:

Investment Type	Total	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	\$ 5,517,856	\$ -	\$ 5,517,856	\$ -	-
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)	-	-	-	-	-
State of California Local Agency Investment Fund (LAIF)	16,428,096	-	-	-	16,428,096
State of California Surplus Money Investment Fund (SMIF)	-	-	-	-	-
Other investments	-	-	-	-	-
Total investments	\$ 21,945,952	\$ -	\$ 5,517,856	\$ -	\$ 16,428,096

2.3 Investments held by the University under contractual agreements: Not applicable

ASSOCIATED STUDENTS OF CALIFORNIA STATE UNIVERSITY, CHICO

Other Information

June 30, 2025

(for inclusion in the California State University)

3.1 Capital Assets, excluding ROU assets:

Composition of capital assets, excluding ROU assets:

	Balance June 30, 2024	Reclassifications	Prior Period Additions	Prior Period Retirements	Balance June 30, 2024 (Restated)	Additions	Retirements	Transfer of completed	Balance
Non-depreciable/Non-amortizable capital assets:									
Land and land improvements	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Works of art and historical treasures	-	-	-	-	-	-	-	-	-
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 non-depreciable/non-amortizable capital assets	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Depreciable/Amortizable capital assets:									
Buildings and building improvements	\$ 3,731,429	\$ -	\$ -	\$ -	\$ 3,731,429	\$ 51,700	\$ (242,999)	\$ -	\$ -
Improvements, other than buildings	-	-	-	-	-	-	-	-	-
Infrastructure	-	-	-	-	-	-	-	-	-
Leasehold improvements	-	-	-	-	-	-	-	-	-
Personal property:									
Equipment	6,225,967	-	-	-	6,225,967	674,330	(128,222)	-	-
Library books and materials	-	-	-	-	-	-	-	-	-
Intangible assets:									
Software and websites	-	-	-	-	-	-	-	-	-
Rights and easements	-	-	-	-	-	-	-	-	-
Patents, copyrights and trademarks	-	-	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-	-	-
Other intangible assets:	-	-	-	-	-	-	-	-	-
Total intangible assets	-	-	-	-	-	-	-	-	-
Total depreciable/amortizable capital assets	9,957,396	-	-	-	9,957,396	726,030	(371,221)	-	-
Total capital assets	\$ 9,957,396	\$ -	\$ -	\$ -	\$ 9,957,396	\$ 726,030	\$ (371,221)	\$ -	\$ -

ASSOCIATED STUDENTS OF CALIFORNIA STATE UNIVERSITY, CHICO

Other Information

June 30, 2025

(for inclusion in the California State University)

3.1 Composition of capital assets, continued:	Balance	Reclassifications	Prior Period	Prior Period	Balance	Additions	Retirements	Transfer of completed	Balance
	June 30, 2024		Additions	Retirements	June 30, 2024 (Restated)				
Less accumulated depreciation/amortization:									
Buildings and building improvements	\$ (2,454,831)	\$ -	\$ -	\$ -	\$ (2,454,831)	\$ (228,078)	\$ 240,358	\$	
Improvements, other than buildings	-	-	-	-	-	-	-	-	
Infrastructure	-	-	-	-	-	-	-	-	
Leasehold improvements	-	-	-	-	-	-	-	-	
Personal property:									
Equipment	(4,742,170)	-	-	-	(4,742,170)	(393,205)	128,222		
Library books and materials	-	-	-	-	-	-	-	-	
Intangible assets:									
Software and websites	-	-	-	-	-	-	-	-	
Rights and easements	-	-	-	-	-	-	-	-	
Patents, copyrights and trademarks	-	-	-	-	-	-	-	-	
Licenses and permits	-	-	-	-	-	-	-	-	
Other intangible assets	-	-	-	-	-	-	-	-	
Total intangible assets	-	-	-	-	-	-	-	-	
Total accumulated depreciation/amortization	(7,197,001)	-	-	-	(7,197,001)	(621,283)	368,580		
Total capital assets, net excluding ROU assets	\$ 2,760,395	\$ -	\$ -	\$ -	\$ 2,760,395	\$ 104,747	\$ (2,641)	\$	

Total capital assets, net including ROU assets

3.2 Detail of depreciation and amortization expense:

Depreciation and amortization expense - capital assets, excluding ROU assets	\$ 621,283
Amortization expense - Leases ROU	-
Amortization expense - SBITA ROU	-
Amortization expense - P3 ROU	-
Depreciation and Amortization expense - Others	-
Total depreciation and amortization	\$ 621,283

ASSOCIATED STUDENTS OF CALIFORNIA STATE UNIVERSITY, CHICO

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(for inclusion in the California State University)

4 Long-term liabilities:

	Balance June 30, 2024	Prior Period Adjustments/ Reclassifications	Balance June 30, 2024 (Restated)	Additions	Reductions	Balance June 30, 2025	Current Portion	Noncurrent
1. Accrued compensated absences	\$ 537,516	\$ -	\$ 537,516	\$ 167,752	\$ (84,378)	\$ 620,890	\$ 428,278	\$ -
2. Claims liability for losses and loss adjustment expenses	-	-	-	-	-	-	-	-
3. Capital lease obligations (pre-ASC 842):								
Gross balance	-	-	-	-	-	-	-	-
Unamortized net premium/(discount)	-	-	-	-	-	-	-	-
Total capital lease obligations (pre ASC 842)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
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:	-	-	-	-	-	-	-	-
Sub-total long-term debt	-	-	-	-	-	-	-	-
4.6 Unamortized net bond premium/(discount)	-	-	-	-	-	-	-	-
Total long-term debt obligations	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

	Balance June 30, 2024	Prior Period Adjustments/Recl assifications	Additions	Remeasurements	Reductions	Balance June 30, 2025	Current Portion	Noncurrent
5. Lease, SBITA, P3 liabilities:								
Lease liabilities	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
SBITA liabilities	-	-	-	-	-	-	-	-
P3 liabilities - SCA	-	-	-	-	-	-	-	-
P3 liabilities - non-SCA	-	-	-	-	-	-	-	-
Sub-total P3 liabilities	-	-	-	-	-	-	-	-
Total Lease, SBITA, P3 liabilities	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Total long-term liabilities						\$ 620,890	\$ 428,278	\$ -

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6	Long-term debt obligations schedule:		Not applicable
7	Transactions with related entities:		
	Payments to University for salaries of University personnel working on contracts, grants, and other programs	\$	-
	Payments to University for other than salaries of University personnel	\$	1,202,817
	Payments received from University for services, space, and programs	\$	17,166,426
	Gifts-in-kind to the University from discretely presented component units	\$	-
	Gifts (cash or assets) to the University from discretely presented component units	\$	489,128
	Accounts (payable to) University	\$	(100,658)
	Other amounts (payable to) University	\$	-
	Accounts receivable from University	\$	998,531
	Other amounts receivable from University	\$	-
8	Restatements		Not applicable

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9 Natural classifications of operating expenses:

	Salaries	Benefits - Other	Benefits - Pension	Benefits - OPEB	Scholarships and fellowships	Supplies and other services	Depreciation and amortization	Total operating expenses
Instruction	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Research	-	-	-	-	-	-	-	-
Public service	-	-	-	-	-	-	-	-
Academic support	-	-	-	-	-	-	-	-
Student services	2,696,295	480,386	195,937	-	-	1,370,485	-	-
Institutional support	1,223,621	292,787	218,307	-	-	476,011	-	-
Operation and maintenance of plant	2,603,831	599,289	290,252	-	-	1,801,843	-	-
Student grants and scholarships	-	-	-	-	-	-	-	-
Auxiliary enterprise expenses	3,477,202	744,231	300,363	-	-	4,491,868	-	-
Depreciation and amortization	-	-	-	-	-	-	621,283	-
Total operating expenses	\$ 10,000,949	\$ 2,116,693	\$ 1,004,859	\$ -	\$ -	\$ 8,140,207	\$ 621,283	\$ -

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10	Deferred outflows/inflows of resources:		Not applicable
11	Other nonoperating revenues (expenses)		
	Other nonoperating revenues	\$	315,313
	Other nonoperating (expenses)		-
	Total other nonoperating revenues (expenses)	\$	<u>315,313</u>

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

To the Board of Directors
Associated Students of California State University, Chico

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States the financial statements of Associated Students of California State University, Chico (a nonprofit organization), which comprise the statement of financial position as of June 30, 2025, the related statements of activities and cash flows for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated September 18, 2025.

Report on Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered Associated Students of California State University, Chico's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Associated Students of California State University, Chico's internal control. Accordingly, we do not express an opinion on the effectiveness of Associated Students of California State University, Chico'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 were not identified.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether Associated Students of California State University, Chico'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*.

**INDEPENDENT AUDITOR'S 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*, CONTINUED**

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 organization'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 organization's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Aldrich CPAs + Advisors LLP

Brea, California
September 18, 2025