

Chico State Enterprises

FINANCIAL STATEMENTS AND SUPPLEMENTAL INFORMATION

Years Ended June 30, 2024 and 2023



CHICO STATE ENTERPRISES

Financial Statements and Supplemental Information

Year Ended June 30, 2024 and 2023

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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of
Chico State Enterprises

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of Chico State Enterprises (a nonprofit organization), which comprise the statements of net position as of June 30, 2024 and 2023, and the related statements of revenues, expenses, and changes in net position, and cash flows for the years 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 Chico State Enterprises as of June 30, 2024 and 2023, and the changes in its net position and its cash flows for the year then ended in accordance with principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audits in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Governmental Auditing Standards*, issued by the Comptroller 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 Chico State Enterprises and to meet our ethical responsibilities, in accordance with the relevant ethical requirements relating to our audits. We believe that the evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

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 Chico State Enterprises' ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for 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 it is not absolute assurance and therefore not a guarantee that an audit conducted in accordance with generally accepted auditing standards and *Governmental 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 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 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 Chico State Enterprises' 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 Chico State Enterprises' ability to continue as a going concern for a reasonable period of time.

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

Required Supplemental Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 4-13 be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplemental information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Management has omitted required supplementary information related to other postemployment benefits (10-year schedules of changes in the net pension liability and related ratios) that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of the financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. Our opinion on the basic financial statements is not affected by this missing information.

INDEPENDENT AUDITOR'S REPORT, CONTINUED

Supplemental Information

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying schedule of expenditures of federal awards, as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, is presented for purposes of additional analysis and is not a required part of the financial statements. The supplemental information presented on pages 32 - 52 is presented for the purposes of additional analysis as required by the California State University Office of the Chancellor 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 September 20, 2024, on our consideration of Chico State Enterprises' 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 Chico State Enterprises' 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 Chico State Enterprises' internal control over financial reporting and compliance.

Aldrich CPAs + Advisors LLP

San Diego, California
September 20, 2024

CHICO STATE ENTERPRISES

Management's Discussion and Analysis

Years Ended June 30, 2024 and 2023

Introduction

Chico State Enterprises (CSE) is a not-for-profit auxiliary organization formed to develop and administer those activities that aid and supplement the educational mission of California State University, Chico (CSU, Chico). CSE was incorporated in 1996 following a reorganization of the responsibilities of the University Foundation California State University, Chico (UF). CSE solicits and manages grants and contracts as well as entrepreneurial activity and programs that directly benefit CSU, Chico, its faculty and students. To fulfill its purpose of pursuing, developing and administering activities that aid and supplement the mission of CSU, Chico, CSE pursues a wide range of opportunities including:

- Soliciting and managing externally funded projects orientated toward research, education, or public service, which present opportunities for scholarship, creative activity and professional development.
- Providing a source of supplemental income and discretionary funds to support CSU, Chico needs, such as Faculty and College Unit Incentive funds and activities which cannot be supported by State funds.
- Operating academically-related enterprises such as the CSU, Chico Farm.
- Acting as a fiscal agent for numerous campus programs, such as Professional and Continuing Education, University Public Events, the revenue-generating special projects of university departments, and providing gift administration services of the UF.
- Funding and managing various ecological preserves and reserves, as well as property acquired for investment purposes or to provide space for CSU, Chico programs.

For the year ended June 30, 2024, CSE continued to see an uptick in activity throughout the organization, particularly in sponsored programs which saw an increase of \$17,362,776 in increased revenue and \$15,357,308 in expenses.

The following discussion and analysis provides an overview of the financial position and activities of CSE for the years ended June 30, 2024, 2023 and 2022. The discussion has been prepared by management and should be read in conjunction with the June 30, 2024 financial statements and notes thereto, which follow this section.

Introduction to the Financial Statements and Supplementary Information

This audit report consists of a series of financial statements prepared in accordance with Governmental Accounting Standards Board (GASB) principles. One of the most important questions asked is whether CSE's financial situation has improved or declined as a result of the year's activities. The main keys to answering this question are the Statement of Net Position, Statement of Revenues, Expenses, and Changes in Net Position, and the Statement of Cash Flows.

The Statement of Net Position is one indicator of CSE's financial health and reports the difference between assets and deferred outflows of resources, less liabilities and deferred inflows of resources. Over time, increases or decreases in net position are one indicator of the improvement or decline of CSE's financial condition when considered in combination with other non-financial information.

The Statement of Revenues, Expenses, and Changes in Net Position presents revenues earned and expenses incurred during the year. Activities are reported as either operating or non-operating; with the above mentioned activities reported as operating revenues and expenses and investment results reported as non-operating revenues and expenses. This statement is prepared using the accrual basis of accounting, whereby revenues and receivables are recognized when the service is provided and expenses and liabilities are recognized when incurred, regardless of when cash is exchanged.

CHICO STATE ENTERPRISES

Management's Discussion and Analysis

Years Ended June 30, 2024 and 2023

Introduction to the Financial Statements and Supplementary Information, continued

Another way to assess the financial health of CSE is to review the Statement of Cash Flows. Its primary purpose is to provide relevant information about the sources and uses of cash of an entity during a given period. The information provided in this statement can help financial report users assess CSE's ability to generate future net cash flows, its ability to meet its current and non-current obligations as they become due, and its need for external financing. It also provides insight into the reasons for differences between operating income and associated cash receipts and payments and the effects on CSE's financial position from its cash and noncash investing, capital, and related financing transactions during the year.

CSE's financial statements must be read in conjunction with the Notes to the Financial Statements in order to fully understand the financial position and activities of CSE. The Notes to the Financial Statements provide information intended to paint a more detailed picture for the financial statement reader. Key information provided in the Notes to the Financial Statements are definitions of relevant terms, significant accounting policies, the use of estimates, additional detail on items such as capital assets and long-term debt, investments and investment classifications, postemployment benefits and important disclosures related to potential litigation or subsequent events that occurred after June 30, 2024 that could impact the financial resources of CSE.

A fund is a group of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. While the Statement of Net Position and Statement of Revenues, Expenditures and Changes in Net Position look at CSE as a whole, the Schedule of Net Position by Fund and the Schedule of Revenue, Expenses and Changes in Net Position by Fund are presented for individual funds that comprise CSE.

Another integral part of CSE's audit report is the Schedule of Expenditures of Federal Awards (SEFA). The SEFA is a supplemental schedule that is required under the Uniform Guidance at 2 CFR 200.510 for organizations that expend more than \$750,000 in federal awards. Key reporting requirements of the SEFA include the Assistance Listing (AL) number, the amount of expenditures by each AL number, the name of the federal funding agency, the contract or agreement number, grouping of similar programs by cluster and amounts passed through to sub-recipients.

All sections and financial statement reports must be considered together to obtain a complete understanding of the financial picture of CSE.

Statement of Net Position

The Statement of Net Position presents the financial position of CSE as of June 30, 2024. It includes all assets, deferred outflows of resources, liabilities, deferred inflows of resources and the net position – the residual between the assets and liabilities of CSE. Assets and liabilities are generally measured using current values. However, investments are typically measured at fair value using quoted market prices or Net Asset Value (NAV) and capital assets are typically carried at historical cost less accumulated depreciation. The difference between current and non-current is measured from the date of the Statement of Net Position. Current means within one year and non-current would be anything past one year from the date of the Statement of Net Position. Therefore, current assets would be expected to be converted to cash within one year and current liabilities are expected to be paid within one year from current resources (assets).

CHICO STATE ENTERPRISES

Management's Discussion and Analysis

Years Ended June 30, 2024 and 2023

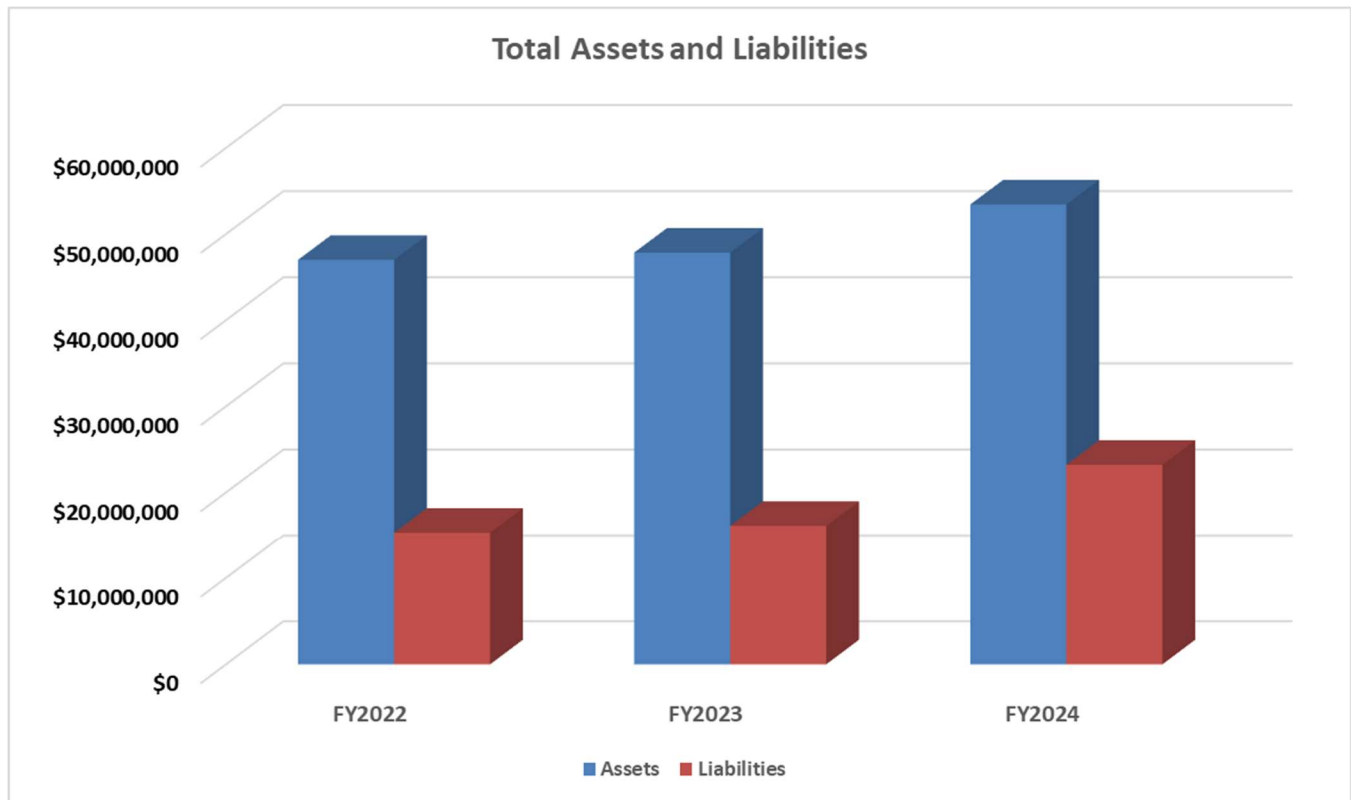
	<u>2024</u>	<u>2023</u>	<u>2022</u>
ASSETS			
Current Assets:			
Cash and short-term investments	\$ 12,103,416	\$ 8,241,313	\$ 10,344,966
Accounts receivable, net	22,290,212	19,027,499	16,620,550
Prepaid expenses and other assets	<u>390,486</u>	<u>504,906</u>	<u>440,924</u>
Total Current Assets	34,784,114	27,773,718	27,406,440
Non-Current Assets:			
Long-term investments	9,424,076	9,908,815	9,468,727
Capital assets, net	8,218,824	9,237,987	9,272,389
Other assets	<u>1,013,191</u>	<u>928,180</u>	<u>857,795</u>
Total Non-Current Assets	<u>18,656,091</u>	<u>20,074,982</u>	<u>19,598,911</u>
Total Assets	<u>53,440,205</u>	<u>47,848,700</u>	<u>47,005,351</u>
DEFERRED OUTFLOWS OF RESOURCES	<u>-</u>	<u>154,002</u>	<u>177,237</u>
LIABILITIES			
Current Liabilities:			
Accounts payable	5,941,969	4,772,330	5,114,333
Accrued salaries and benefits payable	3,575,869	2,794,411	2,605,360
Unearned revenue	11,417,456	4,883,334	3,575,275
Other current liabilities	<u>237,029</u>	<u>740,787</u>	<u>957,604</u>
Total Current Liabilities	21,172,323	13,190,862	12,252,572
Non-Current Liabilities:			
Long-term debt obligations, net of current portion	1,492,474	1,682,234	1,861,846
Other postemployment benefits liability	-	731,791	694,829
Other long-term liabilities	<u>550,796</u>	<u>510,236</u>	<u>505,950</u>
Total Non-Current Liabilities	<u>2,043,270</u>	<u>2,924,261</u>	<u>3,062,625</u>
Total Liabilities	<u>23,215,593</u>	<u>16,115,123</u>	<u>15,315,197</u>
DEFERRED INFLOWS OF RESOURCES	<u>-</u>	<u>285,164</u>	<u>302,718</u>
NET POSITION			
Net investment in capital assets	6,536,590	7,376,141	7,241,076
Restricted for:			
Research	5,722,526	4,474,035	4,597,316
Other	9,703,435	13,202,219	13,016,475
Unrestricted	<u>8,262,061</u>	<u>6,550,020</u>	<u>6,709,806</u>
Total Net Position	<u>\$ 30,224,612</u>	<u>\$ 31,602,415</u>	<u>\$ 31,564,673</u>

For the year ending June 30, 2024 (FY24), CSE realized a decrease (-4.36%) in overall Net Position of \$1,377,803. The largest contributing factor to the decrease was the real property transfers to CSU, Chico. From June 30, 2022 (FY22) to June 30, 2023 (FY23), CSE showed an increase (.12%) in overall net position of \$37,742.

CHICO STATE ENTERPRISES

Management's Discussion and Analysis

Years Ended June 30, 2024 and 2023



From FY23 to FY24, Total Current Assets increased by \$7,010,396 (25.24%) and Total Assets increased by \$5,591,505 (11.69%) to \$53,440,205. The increase is primarily due to the growth in sponsored programs activity as sponsored programs typically bill after the corresponding activity has taken place which in turn increased the accounts receivable balance at fiscal year-end. There were also two large funding upfront payments totaling approximately \$8.7 mm received during FY24. CSE also saw positive investment income during the year. From FY22 to FY23, Total Current Assets increased by \$367,278 (1.34%) and Total Assets increased by \$843,349 (1.79%) to \$47,848,700 with an increase in sponsored programs and a corresponding increase in Accounts receivable.

From FY23 to FY24, Total Current Liabilities increased by \$7,981,461 (60.51%) while Total Liabilities increased by \$7,100,470 (44.06%) to \$23,215,593 with a \$1,169,639 increase in Accounts payable and an increase of \$6,534,122 in Unearned revenue. From FY22 to FY23, Total Current Liabilities increased by \$983,290 (7.66%) with increases in accounts payable related to sponsored program activity while Total Liabilities increased by \$799,926 (5.22%) to \$16,115,123 with a \$342,003 decrease in Accounts payable outpacing declines in Long-term debt obligations and Other postemployment benefits liabilities. The ratio of current assets to current liabilities (current ratio) decreased slightly from 2.24 in FY22, 2.11 in FY23 and 1.64 in FY24. The current ratio is a liquidity ratio that measures CSE's ability to meet its short-term obligations (payable within one year) using current resources. CSE's current ratio of 1.64 indicates that it has \$1.64 of current assets for every \$1.00 of current liabilities and generally indicates a healthy financial position.

CHICO STATE ENTERPRISES

Management's Discussion and Analysis

Years Ended June 30, 2024 and 2023

Capital Assets, net

	<u>2024</u>	<u>2023</u>	<u>2022</u>
Nondepreciable Capital Assets:			
Land and land improvements	\$ 3,624,804	\$ 3,979,131	\$ 3,979,131
Construction in progress	33,042	32,425	33,825
Breeding livestock	<u>169,955</u>	<u>152,626</u>	<u>96,130</u>
Total Nondepreciable Capital Assets	3,827,801	4,164,182	4,109,086
Depreciable Capital Assets:			
Building and improvements	8,063,301	8,724,968	8,724,968
Equipment and furnishings	<u>16,863,511</u>	<u>16,589,316</u>	<u>15,434,354</u>
Total Depreciable Capital Assets	<u>24,926,812</u>	<u>25,314,284</u>	<u>24,159,322</u>
Total Capital Assets	<u>28,754,613</u>	<u>29,478,466</u>	<u>28,268,408</u>
Less: Accumulated Depreciation:			
Building and improvements	(6,257,573)	(6,623,193)	(6,327,635)
Equipment and furnishings	<u>(14,295,195)</u>	<u>(13,648,817)</u>	<u>(12,714,467)</u>
Total Accumulated Depreciation	(20,552,768)	(20,272,010)	(19,042,102)
Right of Use Assets:			
Equipment lease	60,635	60,635	60,635
Less: Accumulated Amortization	<u>(43,656)</u>	<u>(29,104)</u>	<u>(14,552)</u>
Net Capital Assets	<u>\$ 8,218,824</u>	<u>\$ 9,237,987</u>	<u>\$ 9,272,389</u>

Capital asset purchases were \$2,980,191, \$1,310,993 and \$761,014 for FY24, FY23 and FY22 respectively. The basis of retirements, disposals and transfers of capital assets were \$3,704,044, \$100,935, and \$162,865 for FY24, FY23 and FY22 respectively. CSE made two transfers of real property to CSU, Chico of approximately \$2,600,000 during FY24. Depreciation and amortization expenses were \$1,194,409, \$1,302,377 and \$1,285,552 for FY24, FY23 and FY22, respectively. Balances of \$8,218,824, \$9,237,987 and \$9,272,389 were the amounts of capital assets net of accumulated depreciation and amortization for FY24, FY23 and FY22, respectively. Net investment in capital assets (net capital assets less associated debt) for FY24, FY23 and FY22 were \$6,536,590, \$7,376,141 and \$7,241,076, respectively.

Long-Term Debt

	<u>2024</u>	<u>2023</u>	<u>2022</u>
Principal amount	\$ 1,682,234	\$ 1,861,846	\$ 2,031,313
Less: current portion	<u>(189,760)</u>	<u>(179,612)</u>	<u>(169,467)</u>
Total non-current amount	<u>\$ 1,492,474</u>	<u>\$ 1,682,234</u>	<u>\$ 1,861,846</u>

Long-term debt consists of a note payable to the California State University Chancellor's Office (CO) and a right of use asset with a corresponding liability lease. The note payable was refinanced by the CO in 2021 and includes interest, payable twice yearly and annual principal payments with a final payment scheduled for November of 2032. The right of use asset lease has fourteen months remaining with monthly principal and interest payments and an imputed interest rate of 1%.

CHICO STATE ENTERPRISES

Management's Discussion and Analysis

Years Ended June 30, 2024 and 2023

Statement of Revenues, Expenses and Changes in Net Position

The statement of revenues, expenses and changes in net position presents the results from CSE's operations. A summary of that statement is presented below.

	<u>2024</u>	<u>2023</u>	<u>2022</u>
Operating Revenue:			
Grants and contracts - noncapital	\$ 68,168,317	\$ 50,522,124	\$ 45,649,207
Sales and services of educational activities	2,598,161	3,432,442	3,496,637
Sales and services of auxiliary enterprises	2,213,537	2,493,631	2,687,383
Other operating revenues	<u>2,127,016</u>	<u>2,279,321</u>	<u>1,182,085</u>
Total Operating Revenue	75,107,031	58,727,518	53,015,312
Operating Expenses:			
Instruction	4,622,170	3,460,340	3,530,272
Research	6,504,057	4,445,579	3,053,693
Public service	38,217,700	30,204,056	28,193,463
Academic support	2,885,531	2,389,041	2,056,849
Student services	2,921,039	3,334,012	2,398,451
Institutional support	11,194,627	7,899,886	6,603,865
Operation and maintenance of plant	597,639	349,238	287,137
Student grants and scholarships	8,506,790	4,756,863	3,350,882
Auxiliary enterprises expenditures	2,015,481	2,494,067	2,241,041
Depreciation and amortization	<u>1,194,409</u>	<u>1,302,377</u>	<u>1,285,552</u>
Total Operating Expenses	<u>78,659,443</u>	<u>60,635,459</u>	<u>53,001,205</u>
Net Operating (Loss) Gain	(3,552,412)	(1,907,941)	14,107
Non-Operating Revenue	<u>1,727,566</u>	<u>1,102,107</u>	<u>(1,826,367)</u>
Loss Before Other Additions	(1,824,846)	(805,834)	(1,812,260)
Capital grants	<u>447,043</u>	<u>843,576</u>	<u>427,776</u>
Change in Net Position	(1,377,803)	37,742	(1,384,484)
Net Position, beginning	<u>31,602,415</u>	<u>31,564,673</u>	<u>32,949,157</u>
Net Position, ending	<u>\$ 30,224,612</u>	<u>\$ 31,602,415</u>	<u>\$ 31,564,673</u>

Total Operating Revenue increased by \$16,379,513 (27.89%) from FY23 to FY24 and by \$5,712,206 (10.77%) from FY22 to FY23, with a notable increase in Grant and contracts - noncapital revenue. For FY24, the increased revenue is largely attributable to CSE's sponsored program activity which more than offset decreases in Sales and services of educational activities and Sales and services of auxiliary enterprises. FY24 Non-Operating Revenue saw positive investment earnings while FY23 Non-Operating Revenue saw a notable increase of \$1,582,089 in investment earnings.

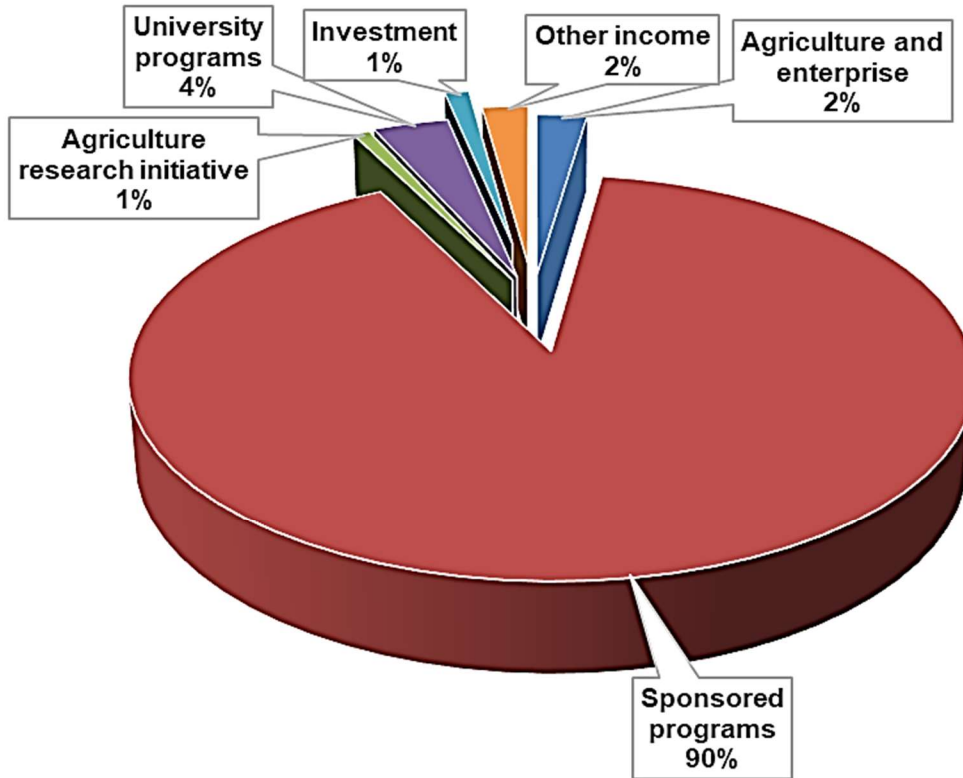
Overall Operating Expenses increased by \$18,023,984 (29.73%) from FY23 to FY24 with increases in most categories. Operating Expenses increased from FY22 to FY23 by \$7,634,254 (14.40%) with increases in every category except Instruction.

CHICO STATE ENTERPRISES

Management’s Discussion and Analysis

Years Ended June 30, 2024 and 2023

Fund Level Total Revenue



Fund Level Revenues for the Year Ended June 30,:

	<u>2024</u>	<u>2023</u>	<u>2022</u>
Agriculture and enterprise sales	\$ 1,727,987	\$ 1,823,277	\$ 2,120,848
Sponsored program receipts	68,218,429	50,855,653	45,035,616
Agriculture research initiative	585,863	737,017	624,078
University program receipts	2,594,162	2,538,154	2,234,712
Interest and investment income	841,366	1,128,070	(1,869,498)
Other income	<u>1,589,071</u>	<u>1,234,003</u>	<u>1,092,439</u>
Totals:	<u>\$ 75,556,878</u>	<u>\$ 58,316,174</u>	<u>\$ 49,238,195</u>

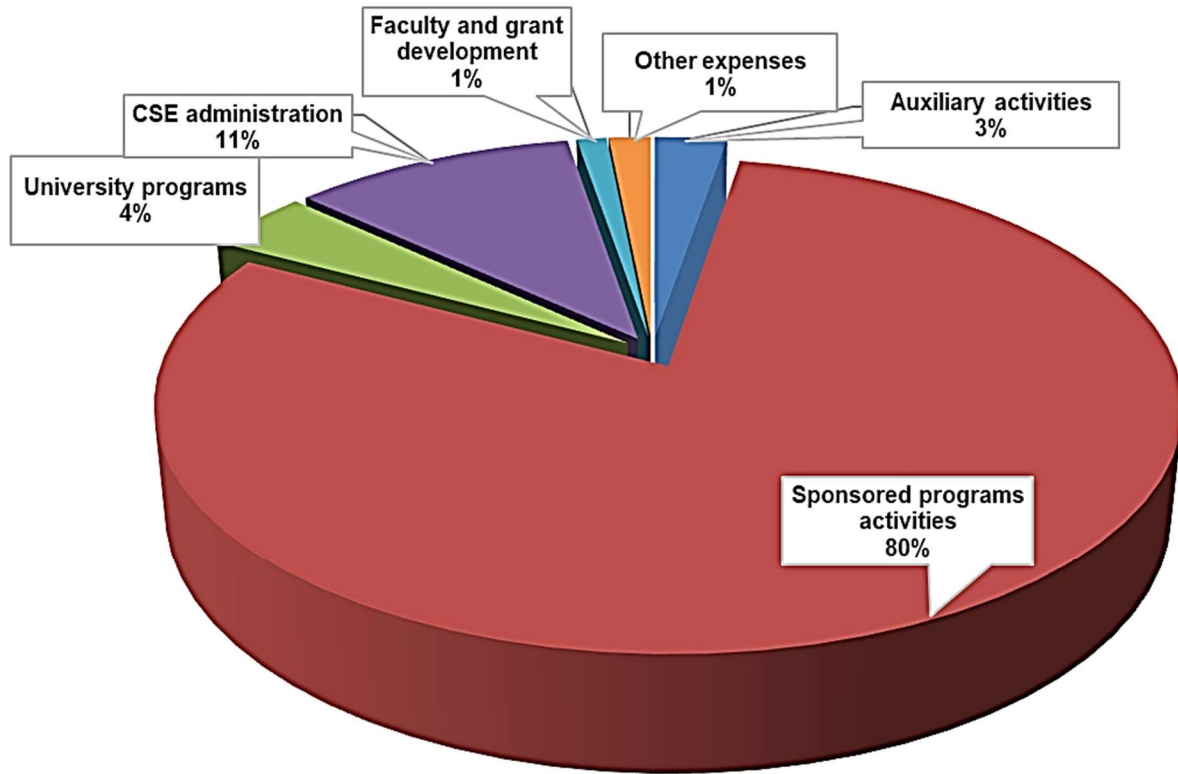
From FY23 to FY24, fund level revenues were up by \$17,240,704 (29.56%) with the majority of the increase attributable to Sponsored program receipts and Other income. FY22 to FY23 saw an increase in revenue of \$9,077,979 (18.44%) with the majority of the increase attributable to Sponsored program receipts.

CHICO STATE ENTERPRISES

Management’s Discussion and Analysis

Years Ended June 30, 2024 and 2023

Fund Level Total Expenses



Fund Level Expenses for the Year Ended June 30,:

	<u>2024</u>	<u>2023</u>	<u>2022</u>
Auxiliary activities' expense	\$ 2,012,752	\$ 2,465,389	\$ 2,171,361
Sponsored programs' disbursements	59,568,533	44,211,225	39,003,440
University programs' expenses	3,009,784	3,024,040	3,198,360
CSE administration	7,892,085	6,951,513	5,655,176
Faculty and grant development	833,566	717,705	588,287
Other expense	<u>1,170,857</u>	<u>1,354,912</u>	<u>1,348,929</u>
Totals:	<u>\$ 74,487,577</u>	<u>\$ 58,724,784</u>	<u>\$ 51,965,553</u>

Fund level expenses increased by \$15,762,793 (26.84%) from FY23 to FY24 and \$6,759,231 (13.01%) from FY22 to FY23. In FY24, Sponsored programs disbursements saw large increases in contract activity and student grant and scholarships while CSE administration saw increases in project staffing, contract services and insurance premiums. In FY23, Sponsored programs disbursements saw increases in project staffing while CSE administration saw increases in project staffing, contract services and insurance premiums.

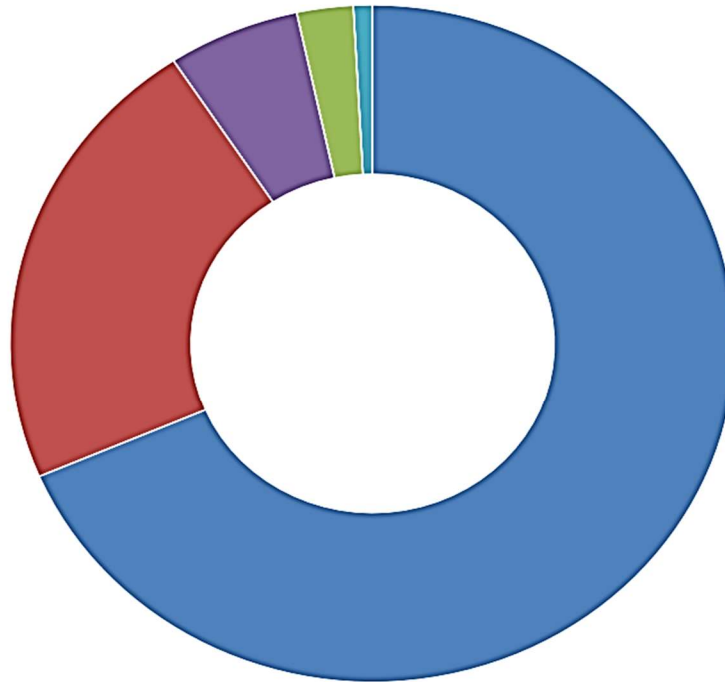
CHICO STATE ENTERPRISES

Management’s Discussion and Analysis

Years Ended June 30, 2024 and 2023

Grant and Contracts Revenue by Source

- Federal government
- State of California
- Local governments
- Nongovernmental
- Agricultural research initiative



Grant and Contracts Revenue by Source for the year ended June 30,:

	<u>2024</u>	<u>2023</u>	<u>2022</u>
Federal government	\$ 47,180,899	\$ 36,916,695	\$ 33,682,756
State of California	15,270,899	9,070,648	6,686,832
Local governments	1,730,678	1,781,674	1,536,636
Nongovernmental	4,054,820	3,087,007	3,129,391
Agricultural research initiative	<u>585,863</u>	<u>737,017</u>	<u>624,078</u>
Totals:	<u>\$ 68,823,159</u>	<u>\$ 51,593,041</u>	<u>\$ 45,659,693</u>

Total FY24 Grant and Contracts Revenue by Source increased by \$17,230,118 (33.40%) over FY23 figures due to large increases in Federal government and State of California revenues. FY23 saw an increase of \$5,933,348 (12.99%) over FY22 numbers due to the large increases in Federal government and State of California revenues.

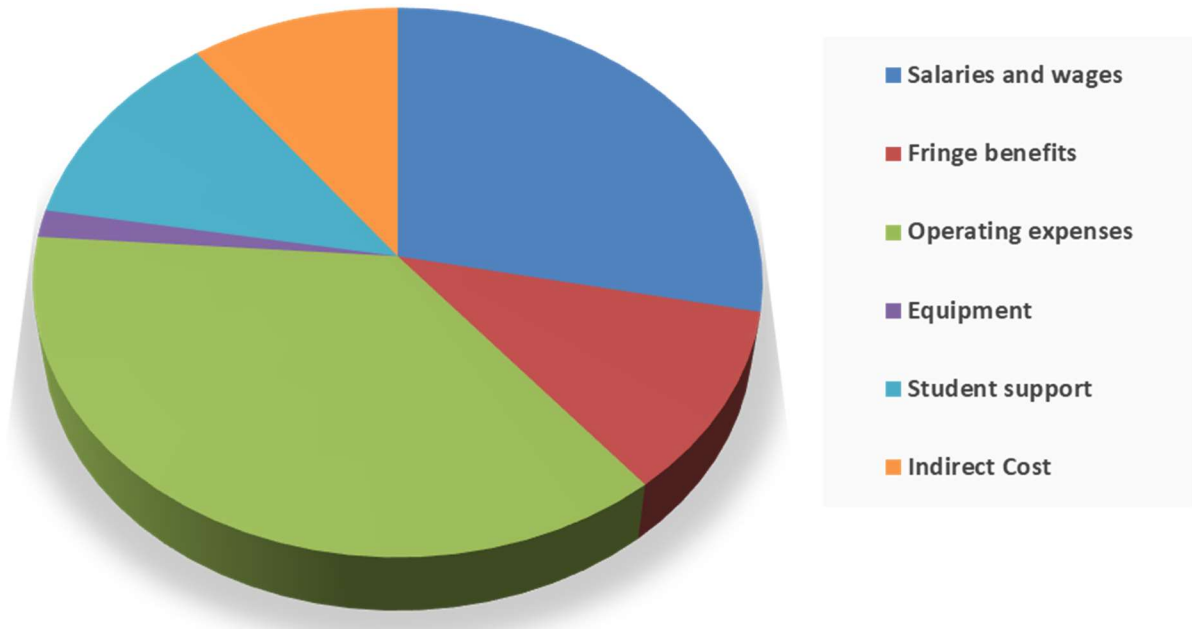
Grant and contracts revenue from the Federal government account for 68.55%, 71.55% and 73.77% of total grant and contracts revenue for FY24, FY23 and FY22, respectively. Grant and contracts revenue from the State of California account for 22.19%, 17.58% and 14.64% of the total grant and contracts revenue for FY24, FY23, and FY22, respectively.

CHICO STATE ENTERPRISES

Management’s Discussion and Analysis

Years Ended June 30, 2024 and 2023

Grant and Contracts Expenses



Grant and Contracts Expenses for the year ended June 30,:

	<u>2024</u>	<u>2023</u>	<u>2022</u>
Salaries and wages	\$ 19,044,337	\$ 15,474,119	\$ 12,736,110
Fringe benefits	7,374,420	5,545,513	4,633,256
Operating expenses	24,950,458	19,621,248	19,346,282
Equipment	1,080,384	1,496,205	970,593
Student support	8,151,861	3,758,145	2,331,093
Indirect cost	<u>6,891,544</u>	<u>5,191,005</u>	<u>4,240,172</u>
Totals:	\$ <u>67,493,004</u>	\$ <u>51,086,235</u>	\$ <u>44,257,506</u>

Overall, total Grant and Contracts Expenses increased by \$16,406,769 (32.12%) from FY23 to FY24 and by \$6,828,729 (15.43%) from FY22 to FY23. Expenses related to programs for research, public service, institutional support and programs that provide student grants and scholarships were the largest increases for FY24. Expenses related to programs for research, public service, student services, institutional support and programs that provide student grants were the largest increases for FY23.

CHICO STATE ENTERPRISES

Statements of Net Position

June 30, 2024 and 2023

	<u>2024</u>	<u>2023</u>
ASSETS		
Current Assets:		
Cash and cash equivalents	\$ 9,078,614	\$ 5,335,589
Short-term investments	3,024,802	2,905,724
Accounts receivable, net	22,290,212	19,027,499
Prepaid expenses and other assets	390,486	504,906
Total Current Assets	<u>34,784,114</u>	<u>27,773,718</u>
Non-Current Assets:		
Long-term investments	9,424,076	9,908,815
Capital assets, net	8,218,824	9,237,987
Other assets	1,013,191	928,180
Total Non-Current Assets	<u>18,656,091</u>	<u>20,074,982</u>
Total Assets	<u>53,440,205</u>	<u>47,848,700</u>
DEFERRED OUTFLOWS OF RESOURCES		
Other post-employment benefits	<u>-</u>	<u>154,002</u>
LIABILITIES		
Current Liabilities:		
Accounts payable	5,941,969	4,772,330
Accrued salaries and benefits payable	2,658,529	2,032,294
Accrued compensated absences	917,340	762,117
Unearned revenue	11,417,456	4,883,334
Long-term debt obligations, current portion	189,760	179,612
Other current liabilities	47,269	561,175
Total Current Liabilities	21,172,323	13,190,862
Non-Current Liabilities:		
Accrued compensated absences, net of current portion	201,367	167,294
Long-term debt obligations, net of current portion	1,492,474	1,682,234
Other postemployment benefits liability	-	731,791
Other long-term liabilities	349,429	342,942
Total Non-Current Liabilities	<u>2,043,270</u>	<u>2,924,261</u>
Total Liabilities	<u>23,215,593</u>	<u>16,115,123</u>
DEFERRED INFLOWS OF RESOURCES		
Other post-employment benefits	<u>-</u>	<u>285,164</u>
NET POSITION		
Net investment in capital assets	6,536,590	7,376,141
Restricted for:		
Expendable:		
Research	5,722,526	4,474,035
Other	9,703,435	13,202,219
Unrestricted	8,262,061	6,550,020
Total Net Position	<u>\$ 30,224,612</u>	<u>\$ 31,602,415</u>

CHICO STATE ENTERPRISES

Statements of Revenue, Expenses, and Changes in Net Position

Years Ended June 30, 2024 and 2023

	<u>2024</u>	<u>2023</u>
Operating Revenue:		
Grants and contracts - noncapital:		
Federal	\$ 46,828,938	\$ 36,132,050
State	15,838,351	9,755,181
Local	1,730,678	1,761,675
Non-governmental	3,770,350	2,873,218
Sales and services of educational activities	2,598,161	3,432,442
Sales and services of auxiliary enterprises	2,213,537	2,493,631
Other operating revenues	<u>2,127,016</u>	<u>2,279,321</u>
Total Operating Revenue	75,107,031	58,727,518
Operating Expenses:		
Instruction	4,622,170	3,460,340
Research	6,504,057	4,445,579
Public service	38,217,700	30,204,056
Academic support	2,885,531	2,389,041
Student services	2,921,039	3,334,012
Institutional support	11,194,627	7,899,886
Operation and maintenance of plant	597,639	349,238
Student grants and scholarships	8,506,790	4,756,863
Auxiliary enterprises expenditures	2,015,481	2,494,067
Depreciation and amortization	<u>1,194,409</u>	<u>1,302,377</u>
Total Operating Expenses	<u>78,659,443</u>	<u>60,635,459</u>
Net Operating Loss	(3,552,412)	(1,907,941)
Non-Operating Revenues (Expenses):		
Investment income, net	841,366	1,128,070
Interest expense	(31,696)	(38,470)
Other non-operating revenue	<u>917,896</u>	<u>12,507</u>
Total Non-Operating Revenue	<u>1,727,566</u>	<u>1,102,107</u>
Loss Before Other Additions	(1,824,846)	(805,834)
Grants and Gifts - capital	<u>447,043</u>	<u>843,576</u>
Change in Net Position	(1,377,803)	37,742
Net Position, beginning	<u>31,602,415</u>	<u>31,564,673</u>
Net Position, ending	<u>\$ 30,224,612</u>	<u>\$ 31,602,415</u>

CHICO STATE ENTERPRISES

Statements of Cash Flows

Years Ended June 30, 2024 and 2023

	<u>2024</u>	<u>2023</u>
Cash Flows from Operating Activities:		
Federal grants and contracts	\$ 47,829,214	\$ 34,569,609
State grants and contracts	16,340,476	9,230,145
Local grants and contracts	1,804,710	1,670,917
Nongovernmental grants and contracts	3,589,212	2,930,781
Payments to suppliers	(34,101,812)	(28,467,819)
Payments to employees	(30,840,091)	(25,385,830)
Payments to students	(8,506,790)	(4,756,863)
Sales and services of educational activities	2,408,411	3,674,050
Sales and services of auxiliary enterprises	2,227,688	2,555,469
Other receipts	2,532,106	1,933,216
	<u>3,283,124</u>	<u>(2,046,325)</u>
Net Cash Provided (Used) by Operating Activities		
Cash Flows from Capital and Related Financing Activities:		
Capital grants and gifts	447,043	843,576
Acquisitions of capital assets	(2,388,898)	(1,310,993)
Principal paid on capital debt	(179,612)	(169,467)
Interest paid on capital debt	(31,696)	(38,470)
	<u>(2,153,163)</u>	<u>(675,354)</u>
Net Cash Used by Capital and Related Financing Activities		
Cash Flows from Investing Activities:		
Investment income	841,366	294,998
Notes receivable payments	-	2,707
Purchases of investments	(228,302)	(2,528,381)
Withdrawals from investments	2,000,000	2,159,993
	<u>2,613,064</u>	<u>(70,683)</u>
Net Cash Provided (Used) by Investing Activities		
Net Increase (Decrease) in Cash and Cash Equivalents	3,743,025	(2,792,362)
Cash and cash equivalents, beginning	<u>5,335,589</u>	<u>8,127,951</u>
Cash and cash equivalents, ending	<u>\$ 9,078,614</u>	<u>\$ 5,335,589</u>

CHICO STATE ENTERPRISES

Statements of Cash Flows, continued

Years Ended June 30, 2024 and 2023

	<u>2024</u>	<u>2023</u>
Reconciliation of net operating loss to net cash used by operating activities:		
Net operating loss	\$ (3,552,412)	\$ (1,907,941)
Adjustments to reconcile net operating loss to net cash provided (used) by operating activities:		
Depreciation and amortization	1,194,409	1,302,377
Changes in assets, deferred outflows of resources, liabilities and deferred inflows of resources:		
Accounts receivable, net	(3,262,713)	(2,406,949)
Prepaid expenses and other assets	6,174	(311,604)
Changes in deferred outflows of resources	154,002	23,235
Accounts payable	1,169,639	(342,003)
Accrued salaries and benefits payable	626,235	74,418
Accrued compensated absences	189,296	139,796
Unearned revenue	6,534,122	1,308,059
Other postemployment benefits obligation	731,791	36,962
Other liabilities	(222,255)	54,879
Changes in deferred inflows of resources	(285,164)	(17,554)
Net Cash Provided (Used) by Operating Activities	\$ <u>3,283,124</u>	\$ <u>(2,046,325)</u>

CHICO STATE ENTERPRISES

Notes to the Financial Statements

Years Ended June 30, 2024 and 2023

Note 1 - Organization and Summary of Significant Accounting Policies

Nature of Activities

Chico State Enterprises (CSE) is a not-for-profit auxiliary organization of California State University, Chico (CSU, Chico) that administers various funds and performs other activities related to the CSU, Chico community. CSE oversees the development and administration of grants and contracts, as well as non-philanthropic agency accounts, incentive accounts, and enterprise activities.

Basis of Accounting

Pursuant to the requirements established by the Chancellor of the California State University, CSE has adopted the provisions of Statement No. 35 of the Governmental Accounting Standards Board (GASB), *Basic Financial Statements—and Management's Discussion and Analysis—for Public Colleges and Universities*. With minor exceptions, this statement provides that public colleges and universities are subject to the financial reporting requirements of GASB Statement No. 34, which is applicable to state and local governments. CSE is an auxiliary organization to CSU, Chico. Therefore, CSE is determined to be a component unit of CSU, Chico, in accordance with GASB Statement No. 14, *The Financial Reporting Entity*, as amended by GASB Statement No. 39, *Determining Whether Certain Organizations are Component Units*. All component units are required to adopt GASB Statement Nos. 34 and 35. CSE adopted GASB Statement No. 63, *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position*, and GASB Statement No. 65, *Items Previously Reported as Assets and Liabilities*. These statements establish standards for reporting deferred outflows of resources, deferred inflows of resources, and net position for all state and local governments.

The financial statements are prepared using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when incurred.

Cash and Cash Equivalents

Cash and cash equivalents are defined as short-term, highly liquid investments that are readily convertible to known amounts of cash and present insignificant risk of change in value because of a change in interest rates. They consist of cash on hand and in commercial checking and savings accounts.

Investments

Short-term investments consist of deposits in Local Agency Investment Fund (LAIF), hedge funds, money market funds and alternative private equity funds.

CSE has a memorandum of understanding (MOU) with the University Foundation (UF) to invest CSE's cash balances that exceed operating needs. As the auxiliary managing the investment of over \$130,000,000 on behalf of CSU, Chico, a primary focus of the UF is investment oversight. The MOU between the two auxiliaries leverages the investment expertise of UF and maximizes investment earnings of CSE efficiently. CSE funds are invested in an account belonging to CSE, and management of the funds is subject to the Investment Policy of the UF. Fees to the UF are 10% of earnings on an annual basis, paid monthly. In accordance with GASB Statement No. 31, *Accounting and Financial Reporting for Certain Investments and for External Investment Pools*, highly liquid market investments with maturities of one year or less at the time of purchase are stated at amortized cost. All other investments are stated at fair value.

CSE participates in LAIF managed by the State of California (CA). The fair value of CSE's investment in LAIF is the same as the carrying value of the pool shares. There were no LAIF funds invested in derivatives as of June 30, 2024. Oversight of LAIF is provided by the Local Investment Advisory Board (LIAB), which consists of five members as designated by statute. The Chairman of the LIAB is the CA State Treasurer or their designated representative.

Fair Value Measurements GASB Statement No. 72, *Fair Value Measurement and Application*, defines fair value and establishes a framework for measuring fair value under generally accepted accounting principles.

CHICO STATE ENTERPRISES

Notes to the Financial Statements

Years Ended June 30, 2024 and 2023

Note 1 - Organization and Summary of Significant Accounting Policies, continued

Investments, continued

CSE classifies its fair value assets and liabilities into a hierarchy of three levels based on the markets in which they are traded and the reliability of the assumptions used to determine fair value. The asset or liability measurement level within the hierarchy is based on the lowest level of any assumption that is significant to the measurement. The three levels are defined as follows:

- Level 1 – Quoted market prices for identical instruments traded in active exchange markets.
- Level 2 – Quoted prices for similar instruments in active markets, quoted prices for identical or similar instruments in markets that are not active, and model-based valuation techniques for which all significant assumptions are observable or can be corroborated by observable market data.
- Level 3 – Model-based techniques that use at least one significant assumption not observable in the market. These unobservable assumptions reflect CSE's estimates of assumptions that market participants would use on pricing the asset or liability. Valuation techniques include management judgment and estimation, which may be significant.

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 includes amounts due from federal, state and local governments, and private sources in connection with reimbursement of allowable expenditures made pursuant to CSE's grants and contracts. Also included are unbilled amounts which are amounts that have been expended through grants and contracts that had not been billed to the grant or contract funder at June 30, 2024. CSE utilizes the allowance method where uncollectible accounts are determined based on past payment history. Allowance for credit losses was \$26,915 at June 30, 2024 and 2023.

Prepaid Expenses and Other Assets

Prepaid expenses include advance payments and deposits for grant and contract expenses for contracted services, materials and supplies, and travel. Other assets include inventories. Also included in other assets are funds held as a quasi-endowment in the UF.

Capital Assets

Capital assets are stated at cost or, if acquired by gift, are recorded at estimated market value at the date of acquisition. Livestock is recorded at a unit value which approximates average cost for the particular species, gender, size, and age of the animal. Capital assets are not capitalized by CSE if the title remains with or reverts to the grantor but amounts for right of use assets are included in the capital asset totals. Planned major maintenance is accounted for using the direct expense method. Expenditures for new construction, major renewals and replacements, and equipment over \$5,000 are capitalized.

Depreciation and amortization are provided for in amounts sufficient to relate the cost of depreciable/amortizable assets to operations over their estimated service lives using the straight-line method. Depreciation for most capital assets follow the recommended useful lives per type of asset while depreciation for capital assets purchased with grant and contract funds have been charged using an estimated useful life of five years. Livestock is not depreciated because management considers the unit values to approximate amounts to be realized on the ultimate disposition of livestock.

CHICO STATE ENTERPRISES

Notes to the Financial Statements

Years Ended June 30, 2024 and 2023

Note 1 - Organization and Summary of Significant Accounting Policies, continued

Unearned Revenue

Unearned revenue represents payments received for grants and contracts, for which services or other deliverables have not yet been provided as well as upfront billing for amounts in which CSE is entitled to the funds but services or other deliverables have yet to be provided.

Net Position

CSE's net position is classified into the following categories:

- Net Investment in Capital Assets – This represents CSE's total investment in capital assets, net of outstanding debt obligations related to those capital assets.
- Restricted – Expendable – This includes resources in which CSE is legally or contractually obligated to spend in accordance with restrictions imposed by external third parties. Restricted net position amounts include funds held for CSU, Chico for campus licensing agreements.
- Unrestricted – This represents amounts that are not restricted for any project or other purposes.

When an expense is incurred for purposes of which both restricted and unrestricted net positions are available, restricted resources are applied first.

Operating and Non-Operating Revenues (Expenses)

All revenues that relate to the ongoing operations of CSE are included in operating revenues. Gains and losses not directly related to the ongoing operations and interest incurred on capital related debt are reported as non-operating.

Charges for services include revenues based on exchange transactions, namely sales of educational and student activities and sales of agricultural products.

Grants and contracts are received from federal and state governmental agencies and various other organizations. CSE receives an administration fee to cover 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.

Grants and Gifts – Capital

Includes real property or equipment received from donors, federal, state and other funding agencies.

Administrative Expenses

Administrative overhead charges are included in operating expenses. When these charges are made to various programs, they are included in the direct expenses of those programs. Allocations of overhead expenses from one function to another, and those within one function, are eliminated in the statement of revenues, expenses and changes in net position so that allocated expenses are reported only by the function to which they were allocated.

Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America (U.S. GAAP) requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Income Taxes

CSE 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. Continuance of such exemption is subject to compliance with laws and regulations of the taxing authorities. However, income from certain activities not directly related to the tax-exempt purpose is subject to taxation as unrelated business income. Expenses have exceeded the business income; accordingly, no provision for income taxes has been recorded. CSE functionally supports CSU, Chico and has been classified in accordance with Section 509(a)(3), Type I.

CHICO STATE ENTERPRISES

Notes to the Financial Statements

Years Ended June 30, 2024 and 2023

Note 1 - Organization and Summary of Significant Accounting Policies, continued

Income Taxes, continued

CSE utilizes U.S. GAAP related to the recognition of uncertain tax positions. CSE recognizes accrued interest and penalties associated with uncertain tax positions as part of the statement of revenues, expenses, and changes in net position, when applicable. Management has determined that CSE has no uncertain tax positions at June 30, 2024 and therefore, no amounts have been accrued.

Deferred Outflows/Inflows of Resources

In addition to assets, the statement of net position reports a separate section for deferred outflows of resources. This separate financial statement element represents a consumption of net position that applies to a future period(s) and thus, will not be recognized as an outflow of resources (expense/expenditure) until then.

In addition to liabilities, the statement of net position reports a separate section for deferred inflows of resources. This separate financial statement element represents an acquisition of net position that applies to a future period and thus, will not be recognized as revenue until then.

Subsequent Events

Management has evaluated subsequent events through September 20, 2024 the date which the report was available to be issued (Note 15).

Note 2 - Concentrations of Credit Risk

Custodial credit risk is the risk that in the event of a bank failure, CSE's deposits may not be returned. The California Government Code and Education Code do not contain legal or policy requirements that limit exposure to custodial credit risk for deposits, other than the provision that a financial institution must secure deposits made by state or local governmental units by pledging securities in an undivided collateral pool held by a depository regulated under state law. This risk is mitigated in that CSE's deposits are maintained at financial institutions that are collateralized as required by state law. The balances at times may exceed Federal Deposit Insurance Corporation (FDIC) limits. Accounts at each financial institution are insured by the FDIC up to \$250,000.

Note 3 - Investments and Fair Market Value

Investments consist of the following at June 30, 2024:

	<u>Current</u> <u>Unrestricted</u>	<u>Noncurrent</u> <u>Unrestricted</u>	<u>Total</u>
LAIF	\$ 1,184,152	\$ -	\$ 1,184,152
Money market funds	183,358	-	183,358
Mutual funds - fixed income	985,830	2,551,878	3,537,708
Mutual funds - equity	-	6,853,666	6,853,666
Private equity	671,462	18,532	689,994
	<u>\$ 3,024,802</u>	<u>\$ 9,424,076</u>	<u>\$ 12,448,878</u>

CHICO STATE ENTERPRISES

Notes to the Financial Statements

Years Ended June 30, 2024 and 2023

Note 3 - Investments and Fair Market Value, continued

Investments consist of the following at June 30, 2023:

	Current Unrestricted	Noncurrent Unrestricted	Total
LAIF	\$ 1,140,658	\$ -	\$ 1,140,658
Money market funds	36,909	-	36,909
Mutual funds - fixed income	1,097,912	1,088,121	2,186,033
Mutual funds - equity	-	8,802,162	8,802,162
Private equity	630,245	18,532	648,777
	<u>\$ 2,905,724</u>	<u>\$ 9,908,815</u>	<u>\$ 12,814,539</u>

The fair value of investments is categorized as follows at June 30, 2024:

	Level 1	Level 2	Level 3	NAV	Total
LAIF	\$ -	\$ -	\$ -	\$ 1,184,152	\$ 1,184,152
Money market funds	183,358	-	-	-	183,358
Mutual funds - fixed income	2,551,878	-	-	-	2,551,878
Mutual funds - equity	7,839,496	-	-	-	7,839,496
Private equity	-	-	18,532	671,462	689,994
	<u>\$ 10,574,732</u>	<u>\$ -</u>	<u>\$ 18,532</u>	<u>\$ 1,855,614</u>	<u>\$ 12,448,878</u>

The fair value of investments is categorized as follows at June 30, 2023:

	Level 1	Level 2	Level 3	NAV	Total
LAIF	\$ -	\$ -	\$ -	\$ 1,140,658	\$ 1,140,658
Money market funds	36,909	-	-	-	36,909
Mutual funds - fixed income	2,186,033	-	-	-	2,186,033
Mutual funds - equity	8,802,162	-	-	-	8,802,162
Private equity	-	-	18,532	630,245	648,777
	<u>\$ 11,025,104</u>	<u>\$ -</u>	<u>\$ 18,532</u>	<u>\$ 1,770,903</u>	<u>\$ 12,814,539</u>

CSE's investment policy does not limit its investment choices. CSE's investment in LAIF, money market, mutual funds and private equity securities are unrated.

Financial instruments which potentially subject CSE to concentrations of credit risk consist primarily of cash investments. CSE's investment in LAIF was 9.51% and 8.90% of CSE's total investments at June 30, 2024 and 2023, respectively.

Interest rate risk is the risk whereby changes in market interest rates could adversely affect the fair value of an investment. CSE does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. The average maturity for investments held within LAIF is less than one year.

CHICO STATE ENTERPRISES

Notes to the Financial Statements

Years Ended June 30, 2024 and 2023

Note 4 - Accounts Receivable

Accounts receivable consist of the following at June 30:

	2024	2023
Federal, state, and other grants and contracts	\$ 16,074,039	\$ 13,306,479
Unbilled revenue	5,532,214	4,519,230
Other	407,524	878,966
Due from other auxiliaries	276,435	322,824
	<u>\$ 22,290,212</u>	<u>\$ 19,027,499</u>

Note 5 - Capital Assets

Capital asset activity for the year ended June 30, 2024 was as follows:

	Balance July 1, 2023	Additions	Disposals	Balance June 30, 2024
Nondepreciable Capital Assets:				
Land and land improvements	\$ 3,979,131	\$ 2,307,908	\$ (2,662,235)	\$ 3,624,804
Construction in progress	32,425	617	-	33,042
Breeding livestock	152,626	17,329	-	169,955
Total Nondepreciable Capital Assets	<u>4,164,182</u>	<u>2,325,854</u>	<u>(2,662,235)</u>	<u>3,827,801</u>
Depreciable Capital Assets:				
Building and improvements	8,724,968	-	(661,667)	8,063,301
Equipment and furnishings	16,589,316	654,337	(380,142)	16,863,511
Total Depreciable Capital Assets	<u>25,314,284</u>	<u>654,337</u>	<u>(1,041,809)</u>	<u>24,926,812</u>
Total Capital Assets	<u>29,478,466</u>	<u>2,980,191</u>	<u>(3,704,044)</u>	<u>28,754,613</u>
Less: Accumulated Depreciation:				
Building and improvements	(6,623,193)	(281,914)	647,534	(6,257,573)
Equipment and furnishings	<u>(13,648,817)</u>	<u>(897,943)</u>	<u>251,565</u>	<u>(14,295,195)</u>
Total Accumulated Depreciation	<u>(20,272,010)</u>	<u>(1,179,857)</u>	<u>899,099</u>	<u>(20,552,768)</u>
Right-of-Use Assets:				
Equipment lease	60,635			60,635
Less: Accumulated Amortization	<u>(29,104)</u>	<u>(14,552)</u>	<u>-</u>	<u>(43,656)</u>
Total Right of Use Assets	<u>31,531</u>	<u>(14,552)</u>	<u>-</u>	<u>16,979</u>
Net Capital Assets	<u>\$ 9,237,987</u>	<u>\$ 1,785,782</u>	<u>\$ (2,804,945)</u>	<u>\$ 8,218,824</u>

CHICO STATE ENTERPRISES

Notes to the Financial Statements

Years Ended June 30, 2024 and 2023

Note 5 - Capital Assets, continued

Capital asset activity for the year ended June 30, 2023 was as follows:

	Balance July 1, 2022	Additions	Disposals	Balance June 30, 2023
Nondepreciable Capital Assets:				
Land and land improvements	\$ 3,979,131	\$ -	\$ -	\$ 3,979,131
Construction in progress	33,825	32,425	(33,825)	32,425
Breeding livestock	96,130	56,496	-	152,626
Total Nondepreciable Capital Assets	4,109,086	88,921	(33,825)	4,164,182
Depreciable Capital Assets:				
Building and improvements	8,724,968	-	-	8,724,968
Equipment and furnishings	15,434,354	1,222,072	(67,110)	16,589,316
Total Depreciable Capital Assets	24,159,322	1,222,072	(67,110)	25,314,284
Total Capital Assets	28,268,408	1,310,993	(100,935)	29,478,466
Less: accumulated depreciation:				
Building and improvements	(6,327,635)	(295,558)	-	(6,623,193)
Equipment and furnishings	(12,714,467)	(992,267)	57,917	(13,648,817)
Total Accumulated Depreciation	(19,042,102)	(1,287,825)	57,917	(20,272,010)
Right-of-Use Assets:				
Equipment lease	60,635			60,635
Less: Accumulated Amortization	(14,552)	(14,552)	-	(29,104)
Total Right of Use Assets	46,083	(14,552)	-	31,531
Net Capital Assets	\$ 9,272,389	\$ 8,616	\$ (43,018)	\$ 9,237,987

Note 6 – Non-Current Other Assets

	2024	2023
Amount held as a quasi-endowment in the UF	\$ 680,464	\$ -
Amount for post-retirement health benefit held as a quasi-endowment in the UF	-	632,072
Deposits held for insurance	287,284	254,560
Notes receivable	45,443	41,548
	\$ 1,013,191	\$ 928,180

Note 7 - Accrued Compensated Absences

Employees of CSE are entitled to paid vacation and paid sick leave based on length of service and other factors. CSE negotiates a fixed (with carry-forward) fringe benefit rate with the Department of Health and Human Services to be applied to regular wages for all CSE activities. This fringe rate includes all payroll related costs, including accrued vacation, holiday, and estimated sick leave. The liability for compensated absences relating to paid vacation has been accrued for all employees. CSE's policy is to recognize the costs of sick leave absences when actually paid to employees as sick leave does not vest to the employee.

CHICO STATE ENTERPRISES

Notes to the Financial Statements

Years Ended June 30, 2024 and 2023

Note 8 - Long-Term Obligations

The Accrued Compensated absences balance represents vacation leave earned by benefitted employees but not yet used by June 30.

Long-term debt obligation represents Chancellor's Office note payable in the amount of \$2,475,000 which was used to refund the Auxiliary Organization Bonds Series 2003. In 2021, the Trustees of the CSU issued revenue bonds, Series 2021B, a portion of which was used to refinance Series 2014A and retire the remaining unamortized premium. Principal payments gradually escalate from \$115,000 to \$195,000 over the bond term. The note is secured by revenues of CSE and the final payment is scheduled to be made in November of 2032.

In accordance with GASB 87, the Right of use assets balance represents a right of use asset and corresponding liability recorded during fiscal year 2022 for the lease of copiers. The lease agreement runs through August of 2025 with payments of \$1,239 per month. The incremental borrowing rate of 1% was used to calculate monthly interest. The asset will be amortized evenly over fifty months.

Long-term obligation activity for the year ended June 30, 2024 was as follows:

	Balance July 1, 2023	Additions	Reductions	Balance June 30, 2024	Current Portion	Non-Current Portion
Accrued compensated absences	\$ 929,411	\$ 1,030,109	\$ (840,813)	\$ 1,118,707	\$ 917,340	\$ 201,367
Long-term debt obligations:						
Note payable to CSU, Chancellor's Office	\$ 1,830,000	\$ -	\$ (165,000)	\$ 1,665,000	\$ 175,000	\$ 1,490,000
Right of use asset	\$ 31,846	\$ -	\$ (14,612)	\$ 17,234	\$ 14,760	\$ 2,474

Long-term obligation activity for the year ended June 30, 2023 was as follows:

	Balance July 1, 2022	Additions	Reductions	Balance June 30, 2023	Current Portion	Non-Current Portion
Accrued compensated absences	\$ 789,615	\$ 889,751	\$ (749,955)	\$ 929,411	\$ 762,117	\$ 167,294
Long-term debt obligations:						
Note payable to CSU, Chancellor's Office	\$ 1,985,000	\$ -	\$ (155,000)	\$ 1,830,000	\$ 165,000	\$ 1,665,000
Right of use asset	\$ 46,313	\$ -	\$ (14,467)	\$ 31,846	\$ 14,612	\$ 17,234

CHICO STATE ENTERPRISES

Notes to the Financial Statements

Years Ended June 30, 2024 and 2023

Note 8 - Long-Term Obligations, continued

Long-term debt obligations consisted of the following at June 30:

Year Ending June 30,	Note Payable to CSU, Chancellor's Office		
	Principal	Interest	Total
2025	\$ 175,000	\$ 26,360	\$ 201,360
2026	180,000	22,096	202,096
2027	180,000	20,292	200,292
2028	185,000	18,005	203,005
2029	180,000	15,378	195,378
2030-2033	765,000	29,308	794,308
	<u>\$ 1,665,000</u>	<u>\$ 131,439</u>	<u>\$ 1,796,439</u>
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
Beginning balance, July 1, 2023	\$ 1,830,000	\$ 6,078	\$ 1,836,078
Additions	-	32,055	32,055
Reductions	<u>(165,000)</u>	<u>(33,158)</u>	<u>(198,158)</u>
Ending balance, June 30, 2024	<u>\$ 1,665,000</u>	<u>\$ 4,975</u>	<u>\$ 1,669,975</u>
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2025	\$ 14,760	\$ 105	\$ 14,865
2026	2,474	3	2,477
	<u>\$ 17,234</u>	<u>\$ 108</u>	<u>\$ 17,342</u>

Note 9 - Health Care Benefits

CSE has fully insured medical and vision healthcare plans for benefited (30 hours/week or more) employees contracted through The LBL Group. Fully insured medical coverage is offered through Blue Shield and fully insured dental & vision coverage is offered through Principal Financial Services.

Note 10 - Retirement Plan

CSE sponsors a 403(b) savings plan, which covers fully benefited employees in a funded position. The employer contributions to the plan are at the discretion of the Board of Directors. The employer contribution is based upon an employee's year of service. At the beginning of the second year of service, CSE contributes 2% of the employee's pay to the plan. The percentage increases by 2% for each year of service up to a maximum contribution of 8%. Employer contributions vest immediately to the employee. Expenses recognized for the plan amounted to \$907,752 and \$794,964 for the years ended June 30, 2024, and 2023, respectively.

CHICO STATE ENTERPRISES

Notes to the Financial Statements

Years Ended June 30, 2024 and 2023

Note 11 - Postemployment Benefits Other Than Pension Benefits (OPEB)

OPEB is as follows for the year ended June 30, 2024:

Plan Description

CSE administered an endowment-funded single-employer defined benefit healthcare plan. CSE provided retiree health benefits to eligible employees to the extent sustainable by the provided endowment which could be terminated at any time. In the current fiscal year, the decision was made to terminate the plan, resulting in CSE recognizing \$862,953 in other non-operating revenue in the statement of revenues, expenses, and changes in net position.

OPEB is as follows for the year ended June 30, 2023:

Plan Description

CSE administers an endowment-funded single-employer defined benefit healthcare plan. CSE currently provides retiree health benefits to eligible employees to the extent sustainable by the provided endowment and can be terminated at any time. The postemployment health care plan is contributory with annually. Separate stand-alone financial statements for the plan are not prepared.

Eligibility and Benefits

Tier 1: Employees hired before January 1, 2006 who have attained age 55 and have completed 15 years of credited CSE service will be eligible to receive a CSE-paid medical plan contribution upon retirement. Eligibility is lost for breaks in service that exceed one year. CSE will pay up to \$200 per month for those with single coverage and \$400 for those with dual or family coverage. Benefits are paid for the lifetime of the retiree. As of July 1, 2021, there are 27 active employees and 3 retirees under this benefit structure.

Tier 2: Employees hired on or after January 1, 2006 who have attained age 60 and have completed 15 years of credited CSE service will be eligible to receive a CSE-paid medical plan contribution upon retirement. Eligibility is lost for breaks in service that exceed one year. CSE will pay up to \$200 per month for those with single coverage and \$400 for those with dual or family coverage. Benefits are paid until the retiree reaches age 65. As of July 1, 2021, there are 171 active employees under this benefit structure.

Eligibility and Benefits, continued

As of July 1, 2021, the date of the most recent actuarial valuation, plan participation consisted of:

Retirees and beneficiaries receiving benefits	3
Active employees	198
Total plan participants	<u>201</u>

Funding Policy

CSE has the right to establish and amend the funding policy for its OPEB plan. CSE will fund the plan monthly, on a pay-as-you-go basis for members who meet the eligibility criteria. The contribution requirements of plan members and CSE are established and may be amended by CSE's Board of Directors. For the year ended June 30, 2023, CSE contributed \$21,845, which was the annual required contribution per the July 1, 2021 Actuarial Report.

CHICO STATE ENTERPRISES

Notes to the Financial Statements

Years Ended June 30, 2024 and 2023

Note 11 - Postemployment Benefits Other Than Pension Benefits (OPEB), continued

OPEB Liabilities, OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OEPB

CSE's OPEB Liability was measured as of June 30, 2023. CSEs' annual OPEB cost (expense) is an amount actuarially determined in accordance with GASB Statement No. 75. The Actuarially Determined Contribution (ADC) is an amount actuarially determined by the Actuarial Standards of Practice and applicable Federal and State laws. The ADC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal costs each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed thirty (30) years. The following table shows the components of CSE's annual OPEB cost for the year, the amount actually contributed, and the changes in CSE's net OPEB plan position as of June 30, 2023.

	<u>2023</u>
Service cost	\$ 47,748
Interest on net OPEB Liability	27,002
Change of assumptions	<u>(15,943)</u>
Annual OPEB revenue	58,807
Benefit payments	<u>(21,845)</u>
Change in total OPEB liability	36,962
OPEB Liability - Beginning of Year	<u>694,829</u>
OPEB Liability - End of Year	<u>\$ 731,791</u>

The OPEB liability of \$731,791 is presented as a non-current liability on CSE's statement of net position as of June 30, 2023.

Year Ended June 30,	Annual OPEB Cost	Actual Employer Contributions	Percentage Contributed	Ending OPEB Liability	Covered Payroll	Unfunded Actuarial Accrued liability
2023	\$ 58,807	\$ 21,845	37.15%	\$ 731,791	\$ 14,968,171	4.89%
2022	\$ (234,640)	\$ 21,845	0.00%	\$ 694,829	\$ 12,516,577	5.55%
2021	\$ 147,152	\$ 21,845	14.85%	\$ 951,314	\$ 15,860,853	6.00%
2020	\$ 229,901	\$ 17,236	7.50%	\$ 821,398	\$ 11,046,092	7.44%
2019	\$ 92,753	\$ 13,776	14.85%	\$ 608,733	\$ 8,647,112	7.04%
2018	\$ 32,171	\$ 17,701	55.02%	\$ 529,756	\$ 7,666,419	6.91%
2017	\$ 55,214	\$ 22,967	41.60%	\$ 598,646	\$ 7,517,676	7.96%
2016	\$ 54,096	\$ 58,427	108.01%	\$ 566,399	\$ 6,837,000	8.28%

(NOTE: The schedule above is intended to show information for the previous ten (10) years. Since 2018 was the first year for the presentation of this information, only data from 2016 and forward is available.)

CHICO STATE ENTERPRISES

Notes to the Financial Statements

Years Ended June 30, 2024 and 2023

Note 11 - Postemployment Benefits Other Than Pension Benefits (OPEB), continued

	2023	
	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ 44,729	\$ (153,416)
Changes in assumptions or other inputs	109,273	(131,748)
Difference between projected and actual return	\$ 154,002	\$ (285,164)

Year Ending June 30,	Deferred Inflows of Resources
2024	\$ (10,262)
2025	(10,262)
2026	(10,262)
2027	(10,262)
2028	(9,476)
2029-2033	(80,638)
	\$ (131,162)

Funded Status and Funding Progress

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future.

The most recent actuarial valuation report for CSE's OPEB plan was prepared as of July 1, 2021. As of June 30, 2023, the OPEB Liability was \$731,791 and the fair value of other assets held at the University Foundation was \$632,072. The annual covered payroll was \$14,968,171 and the ratio of the unfunded actuarial accrued liability to covered payroll was 4.89%.

CHICO STATE ENTERPRISES

Notes to the Financial Statements

Years Ended June 30, 2024 and 2023

Note 11 - Postemployment Benefits Other Than Pension Benefits (OPEB), continued

Funded Status and Funding Progress, continued

The total OPEB liability was determined using the following actuarial assumptions, applied to all periods included in the measurement, unless otherwise specified:

Actuarial cost method	Entry age, level percent of pay
Recognition of deferred inflows and outflows of resources	Close period equal to the average of the expected remaining service lives of all employees provided with OPEB
Salary increases	3.00 percent
Inflation rate	2.75 percent
Healthcare cost trend rate	5.40 percent for 2023; 5.20 percent for 2024 - 2069, and 4.00 percent for 2070 and later years; Medicare ages: 4.00 percent for all years
Cap increases	None

Pre-retirement and post-retirement mortality rates were based on the Society of Actuaries' Pub-2010 Teachers Headcount Weighted with MP-2021 for males or females, as appropriate.

Retirement and termination assumptions used were based on a review of plan experience and our best estimate of future plan experience.

GASB 75 requires a discount rate that reflects the following:

- a) The long-term expected rate of return on OPEB plan investments – to the extent that the OPEB plan’s fiduciary net position (if any) is projected to be sufficient to make projected benefit payments and assets are expected to be invested using a strategy to achieve that return;
- b) A yield or index rate for 20-year, tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher – to the extent that the conditions in (a) are not met.

To determine a resulting single (blended) rate, the amount of the plan’s projected fiduciary net position (if any) and the amount of projected benefit payments is compared in each period of projected benefit payments.

The discount rate used to measure CSE’s total OPEB liability is based on these requirements and the following information:

<u>Reporting Date</u>	<u>Measurement Date</u>	<u>Fidelity GO AA 20 Years Municipal Index</u>	<u>Discount Rate</u>
June 30, 2023	June 30, 2023	3.86%	3.86%

CHICO STATE ENTERPRISES

Notes to the Financial Statements

Years Ended June 30, 2024 and 2023

Note 11 - Postemployment Benefits Other Than Pension Benefits (OPEB), continued

Sensitivity of the Total OPEB Liability to Changes in the Discount Rate

The following presents the total OPEB liability, as well as what the net OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower (2.86%) or 1 percentage point higher (4.86%) than the current discount rate of 3.86%:

	1% Decrease	Discount Rate (3.86%)	1% Increase
Total OPEB liability	\$ 831,531	\$ 731,791	\$ 645,612

Sensitivity of the Total OPEB Liability to Changes in the Trend Rate

The following presents the net OPEB liability, as well as what the net OPEB liability would be if it were calculated using healthcare cost trend rates that are 1 percentage point lower (4.40%) or 1 percentage point higher (6.40%) than the current healthcare cost trend rate of 5.40%:

	1% Decrease	Trend Rate (5.40%)	1% Increase
Total OPEB liability	\$ 670,404	\$ 731,791	\$ 807,239

Note 12 - Self-Insurance

CSE is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. CSE participates in the California State University Risk Management Authority (CSURMA), a public entity risk pool currently operating as a common risk management and insurance program. CSE pays annual premiums for general liability, property, and workers’ compensation insurance to the Auxiliary Organizations Risk Management Alliance (AORMA), which operates within CSURMA to provide tailored coverage for CSU Auxiliaries.

CSE participates in AORMA’s Unemployment Insurance Program (UIP). At June 30, 2024 and 2023, the deposit requirements within AORMA UIP was \$287,284 and \$254,560, respectively, and is included in other assets as a long-term deposit. CSE will maintain a vested interest in the amount held by AORMA UIP. CSURMA is economically dependent on its members for funding and has secured a commitment from members to provide sufficient cash flow to meet its operating needs and to fund losses over a period of time. The CSURMA has reinsurance policies through a joint powers authority as well as commercial companies.

Note 13 - Related-Party Transactions

Operating Lease and Faculty Use Agreement - CSE operates as an auxiliary organization to CSU, Chico under an operating agreement negotiated every ten years. The current operating and lease agreements expire on June 30, 2027. CSE uses certain CSU, Chico and other facilities under lease agreements requiring annual or monthly rental payments, or space trades.

Information Technology Services – CSE outsources its IT functions to CSU, Chico for all IT activities except for maintenance and support of CSE’s enterprise resource planning (ERP) software, OneSolution.

Facilities Management Services – CSU, Chico provides facilities management support services to CSE for its office buildings located at 25 and 35 Main Street.

CHICO STATE ENTERPRISES

Notes to the Financial Statements

Years Ended June 30, 2024 and 2023

Note 13 - Related-Party Transactions, continued

Receivable/Payable with CSU, Chico - As required by the operating lease agreement between CSU, Chico and the Associated Students, all payments related to this agreement are directed to CSE. Receivables and payables with CSU, Chico are a result of grant and contract transactions and other miscellaneous supplies and services.

CSE provides administrative and financial services to the UF.

The UF provides investment oversight to CSE through a MOU. CSE cash balances in excess of operating needs are invested under the investment policy of the UF. CSE pays the UF 10% of earnings on an annual basis, paid monthly. CSE provides personnel services to the UF under contract. The UF reimburses CSE for the cost of these services. The personnel hired are employees of CSE and participate in CSE's benefit plans. The UF indemnifies CSE for the acts of its employees under the UF'S supervision.

The following is a schedule of transactions with related parties at June 30:

	<u>2024</u>	<u>2023</u>
Transaction with CSU, Chico		
Payments to University for salaries of University personnel working on contracts, grants, and other programs	\$ 3,706,217	\$ 3,047,114
Payments to University for other than salaries of University personnel	7,783,939	3,091,746
Payments received from University for services, space, and programs	4,467,058	1,826,122
Gifts (cash or assets) to the University from recognized Auxiliary Organizations	3,130,386	828,531
Accounts (payable to) University	(738,688)	(1,116,106)
Accounts receivable from University	74,419	16,786
Transaction with Associated Students:		
Accounts receivable from Associated Students	\$ 123,624	\$ 129,648
Accounts (payable to) Associated Students	(5,136)	(5,780)
Transactions with UF:		
Payments received for administrative and financial services	\$ 450,000	\$ 450,000
Amount receivable for personnel service expenses	838,461	825,248
Accounts (payable to) UF	-	(850)

Note 14 - Contingencies

CSE is occasionally engaged in legal proceedings incidental to its normal business activities. In the opinion of management, these proceedings are not material relative to CSE's financial position.

Note 15 – Subsequent Events – Park Fire

In July 2024, the fourth largest wildfire in California's history was ignited in Bidwell Park in Chico, CA. As of September 2024, the fire has burned 429,603 acres. Some of the acreage consumed in the wildfire was parts of CSE's Big Chico Creek Ecological Reserves (BCCER). The mission of the BCCER is to preserve and steward critical habitat to provide a natural area for environmental research and education. Lost in the fire were numerous structures located at BCCER including the BCCER's headquarters. As stated in Note 12 above, CSE participates in the California State University Risk Management Authority (CSURMA). As of the date of this report, the monetary impacts to CSE are unknown.

SUPPLEMENTAL INFORMATION

CHICO STATE ENTERPRISES
Schedules of Net Position by Fund
June 30, 2024 and 2023

	General Fund	Plant and Bond Fund	Board Designated Fund	Auxiliary Activities Fund	Sponsored Programs Fund	Campus Program Fund	2024	2023
Assets								
Cash and cash equivalents	\$ 21,834	\$ 11,011	\$ 18,332	\$ 252,014	\$ 4,822,702	\$ 3,952,721	\$ 9,078,614	\$ 5,335,589
Short-term investments	6,635	3,433	4,468	277,295	1,503,505	1,229,466	3,024,802	2,905,724
Accounts receivable, net	154,215	23,981	71	177,860	16,182,477	219,394	16,757,998	14,508,269
Unbilled revenue	-	-	-	-	5,532,214	-	5,532,214	4,519,230
Inventories	-	-	-	152,137	-	-	152,137	181,941
Prepaid expenses and other assets	1,003,637	-	50,333	1,419	90,732	51,102	1,197,223	1,201,332
Long-term investments	22,085	11,426	14,873	260,058	5,004,641	4,110,993	9,424,076	9,908,815
Notes receivable	-	-	-	-	-	54,317	54,317	49,813
Capital assets, net	-	6,699,385	160,555	1,257,459	-	101,425	8,218,824	9,237,987
Total Assets	1,208,406	6,749,236	248,632	2,378,242	33,136,271	9,719,418	53,440,205	47,848,700
Deferred Outflows of Resources								
Other postemployment benefits	-	-	-	-	-	-	-	154,002
Liabilities								
Accounts payable	393,394	20,275	57,026	42,605	5,181,404	247,265	5,941,969	4,772,330
Accrued expenses and other liabilities	3,800,560	194,734	15,840	6,782	15,107	784	4,033,807	3,715,434
Unearned revenue	-	-	-	-	11,330,848	86,608	11,417,456	4,883,334
Interfund (receivables) payables	(10,560,779)	-	(840,951)	652,759	10,886,386	(137,415)	-	-
Long-term debt obligations	-	1,492,474	-	-	-	-	1,492,474	1,682,234
Other postemployment benefits obligation	-	-	-	-	-	-	-	731,791
Reserve for grant cost disallowance	329,887	-	-	-	-	-	329,887	330,000
Total Liabilities	(6,036,938)	1,707,483	(768,085)	702,146	27,413,745	197,242	23,215,593	16,115,123
Deferred Inflows of Resources								
Other postemployment benefits	-	-	-	-	-	-	-	285,164
NET POSITION	\$ 7,245,344	\$ 5,041,753	\$ 1,016,717	\$ 1,676,096	\$ 5,722,526	\$ 9,522,176	\$ 30,224,612	\$ 31,602,415

See notes to the supplementary information.

CHICO STATE ENTERPRISES

Schedules of Revenue, Expenses, and Changes in Net Position by Fund

Years Ended June 30, 2024 and 2023

	General Fund	Plant and Bond Fund	Board Designated Fund	Auxiliary Activities Fund	Sponsored Programs Fund	Campus Program Funds	2024	2023
Revenues and Other Support:								
Agriculture and enterprise sales	\$ -	\$ -	\$ -	\$ 1,727,987	\$ -	\$ -	\$ 1,727,987	\$ 1,823,277
Sponsored program receipts	-	-	-	-	68,218,429	-	68,218,429	50,855,653
Agriculture research initiative	-	-	-	-	585,863	-	585,863	737,017
University program receipts	-	-	-	-	-	2,594,162	2,594,162	2,538,154
Interest and investment income	810,680	-	-	7,316	18,867	4,503	841,366	1,128,070
Other income	1,345,833	163,375	1,456	78,407	-	-	1,589,071	1,234,003
Total Revenues and Other Support	2,156,513	163,375	1,456	1,813,710	68,823,159	2,598,665	75,556,878	58,316,174
Expenses:								
Auxiliary activities' cost of sales	-	-	-	319,169	-	-	319,169	315,750
Auxiliary activities' expense	-	-	-	1,693,583	-	-	1,693,583	2,149,639
Sponsored programs' disbursements	-	-	-	-	59,568,533	-	59,568,533	44,211,225
University programs' expenses	-	-	-	-	-	3,009,784	3,009,784	3,024,040
CSE administration	7,439,724	452,361	-	-	-	-	7,892,085	6,951,513
Faculty and grant development	-	-	833,566	-	-	-	833,566	717,705
Interest expense	-	31,696	-	-	-	-	31,696	38,470
Other expense	-	772,538	-	366,623	-	-	1,139,161	1,316,442
Total Expenses	7,439,724	1,256,595	833,566	2,379,375	59,568,533	3,009,784	74,487,577	58,724,784
Change in Operations Before Transfer	(5,283,211)	(1,093,220)	(832,110)	(565,665)	9,254,626	(411,119)	1,069,301	(408,610)
Transfers:								
Transfers with CSU, Chico	(24,722)	(123,477)	(86,040)	295,600	(22,000)	(2,989,918)	(2,950,557)	(405,054)
Transfers with other auxiliaries	46,892	-	(88,164)	145,160	(120,500)	520,065	503,453	851,406
Indirect cost recovery transfers	6,891,544	-	-	-	(6,891,544)	-	-	-
Administrative fee transfers	370,887	-	-	(140,588)	-	(230,299)	-	-
Interfund transfers	(511,038)	789,147	1,228,003	93,977	(972,091)	(627,998)	-	-
Net Transfers	6,773,563	665,670	1,053,799	394,149	(8,006,135)	(3,328,150)	(2,447,104)	446,352
Change in Net Position	1,490,352	(427,550)	221,689	(171,516)	1,248,491	(3,739,269)	(1,377,803)	37,742
Net Position, beginning	5,754,992	5,469,303	795,028	1,847,612	4,474,035	13,261,445	31,602,415	31,564,673
Net Position, ending	\$ 7,245,344	\$ 5,041,753	\$ 1,016,717	\$ 1,676,096	\$ 5,722,526	\$ 9,522,176	\$ 30,224,612	\$ 31,602,415

See notes to the supplementary information.

CHICO STATE ENTERPRISES

Schedules of Activity of the Auxiliary Activities Fund

Years Ended June 30, 2024 and 2023

	University Farm	Other Enterprise	2024	2023
Sales:				
Livestock and dairy	\$ 992,912	\$ -	\$ 992,912	\$ 981,401
Crop and orchard	580,634	-	580,634	726,370
Enterprise receipts	55,052	99,389	154,441	148,283
Total Sales	1,628,598	99,389	1,727,987	1,856,054
Cost of Sales:				
Livestock and dairy	319,169	-	319,169	315,750
Gross Profit	1,309,429	99,389	1,408,818	1,540,304
Operating Expenses:				
Operating supplies	552,855	12,095	564,950	725,197
Depreciation	202,772	165,523	368,295	496,620
Salaries and employee benefits	-	280,809	280,809	391,473
Accounting and contractual services	200,904	52,400	253,304	330,894
Rent and leasing	225,446	-	225,446	243,263
Other operating expenses	119,058	73,942	193,000	210,386
Repair and maintenance	78,058	3,241	81,299	159,426
Utilities and telephone	24,664	12,065	36,729	51,317
Registration fees	17,319	1,717	19,036	22,171
Travel and meetings	13,996	1,907	15,903	19,105
Insurance	5,187	9,352	14,539	17,947
Postage and printing	664	6,232	6,896	7,139
Total Operating Expenses	1,440,923	619,283	2,060,206	2,674,938
Loss from Operations	(131,494)	(519,894)	(651,388)	(1,134,634)
Other Income:				
Other income	53,907	24,500	78,407	27,033
Interest income	7,316	-	7,316	3,271
Total Other Income	61,223	24,500	85,723	30,304
Transfers:				
In	79,042	300,250	379,292	747,992
Out	(112,985)	(17,318)	(130,303)	(228,327)
From other auxiliaries	44,560	100,600	145,160	314,924
Net Transfers	10,617	383,532	394,149	834,589
Net Loss	\$ (59,654)	\$ (111,862)	\$ (171,516)	\$ (269,741)

CHICO STATE ENTERPRISES

Schedules of Source of Funding and Expenditures for Grants and Contracts

Years Ended June 30, 2024 and 2023

	<u>2024</u>	<u>2023</u>
Source of Direct Funding:		
Federal government	\$ 42,954,680	\$ 33,683,947
State of California	13,377,532	7,912,648
Local governments	1,453,609	1,516,902
Nongovernmental funds	3,559,931	2,551,522
Agricultural research initiative	585,863	737,017
Total Direct Sources and Transfers	<u>61,931,615</u>	<u>46,402,036</u>
Source of Indirect Cost Reimbursements		
Federal government	4,226,219	3,232,748
State of California	1,893,367	1,158,000
Local governments	277,069	264,772
Nongovernmental funds	494,889	535,485
Total Indirect Cost Reimbursements	<u>6,891,544</u>	<u>5,191,005</u>
Total Funding	<u>\$ 68,823,159</u>	<u>\$ 51,593,041</u>
Direct Expenditures:		
Salaries and wages	\$ 19,044,337	\$ 15,474,119
Fringe benefits	7,374,420	5,545,513
Operating expenses	24,950,458	19,621,248
Equipment	1,080,384	1,496,205
Student support	8,151,861	3,758,145
Total Direct Expenditures	<u>60,601,460</u>	<u>45,895,230</u>
Indirect Expenditures:		
Salaries, wages, and fringe benefits	4,210,903	3,098,254
Administrative expenses	1,042,923	965,988
Development	1,049,404	654,917
Program allocation	217,451	122,795
Other	370,863	349,051
Total Indirect Expenditures	<u>6,891,544</u>	<u>5,191,005</u>
Total Expenditures	<u>\$ 67,493,004</u>	<u>\$ 51,086,235</u>
Sponsored Programs, Net	\$ 1,330,155	\$ 506,806
Surplus Distribution	<u>(81,664)</u>	<u>(630,087)</u>
Sponsored Programs Fund, Net	<u>\$ 1,248,491</u>	<u>\$ (123,281)</u>

CHICO STATE ENTERPRISES

Notes to the Supplemental Information

Years Ended June 30, 2024 and 2023

Note A – Fund Accounting

The accounts of CSE 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. The funds are organized as follows:

- **General Fund:** This fund is used to account for all financial resources except those required to be accounted for in another fund. This fund recognizes as income various administrative from other funds.
- **Plant and Bond Fund:** This fund is used to account for acquisition of physical properties and funds expended and invested in physical properties for the General Fund, Board Designated Fund, Sponsored Programs Fund, and Campus Program Fund.
- **Board Designated Fund:** This fund is used to account for all amounts specifically allocated by the Board of Directors to certain programs. These funds are used primarily for the development of grant and contract proposals. Funding is also allocated to support and to finance other CSU, Chico related projects.
- **Auxiliary Activities Fund:** This fund is used to account for the operations of the University Farm, and other enterprise activities. These operations reimburse the General Fund for accounting and data processing administration expenses based on the usage of these services.
- **Sponsored Programs Fund:** This fund reflects the activity of various programs designed for instruction, research, and community services. These programs are funded by federal and state governmental agencies and various other organizations. The General Fund receives administrative fees to cover the indirect overhead costs of these programs.
- **Campus Program Fund:** This fund accounts for certain special activities of CSE-affiliated programs. These funds are carried as unrestricted net position. CSE receives an administrative fee equal to 8% of Campus Program Fund expenditures.

**OTHER INFORMATION
FOR INCLUSION IN THE CALIFORNIA STATE UNIVERSITY**

CHICO STATE ENTERPRISES

Schedule of Net Position

Year Ended June 30, 2024

Assets:

Current assets:

Cash and cash equivalents	9,078,614
Short-term investments	3,024,802
Accounts receivable, net	22,290,212
Lease receivable, current portion	—
P3 receivable, current portion	—
Notes receivable, current portion	—
Pledges receivable, net	—
Prepaid expenses and other current assets	390,486
Total current assets	34,784,114

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	—
Long-term investments	9,424,076
Capital assets, net	8,218,824
Other assets	1,013,191
Total noncurrent assets	18,656,091
Total assets	53,440,205

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	5,941,969
Accrued salaries and benefits	2,658,529
Accrued compensated absences	917,340
Unearned revenue	11,417,456
Lease liabilities, current portion	14,760
SBITA liabilities - current portion	—
P3 liabilities - current portion	—
Long-term debt obligations, current portion	175,000
Claims liability for losses and loss adjustment expenses, current portion	—
Depository accounts	—
Other current liabilities	47,269
Total current liabilities	21,172,323

CHICO STATE ENTERPRISES
Schedule of Net Position, continued
Year Ended June 30, 2024

Noncurrent liabilities:	
Accrued compensated absences, net of current portion	201,367
Unearned revenues	—
Grants refundable	—
Lease liabilities, net of current portion	2,474
SBITA liabilities, net of current portion	—
P3 liabilities, net of current portion	—
Long-term debt obligations, net of current portion	1,490,000
Claims liability for losses and loss adjustment expenses, net of current portion	—
Depository accounts	—
Net other postemployment benefits liability	—
Net pension liability	—
Other long-term liabilities	349,429
Total noncurrent liabilities	<u>2,043,270</u>
Total liabilities	<u>23,215,593</u>
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	<u>—</u>
Net position:	
Net investment in capital assets	6,536,590
Restricted for:	
Nonexpendable – endowments	—
Expendable:	
Scholarships and fellowships	—
Research	5,722,526
Loans	—
Capital projects	—
Debt service	—
Other	9,703,435
Unrestricted	8,262,061
Total net position	<u><u>30,224,612</u></u>

CHICO STATE ENTERPRISES

Schedule of Revenues, Expenses, and Changes in Net Position

Year Ended June 30, 2024

Revenues:

Operating revenues:

Student tuition and fees, gross	—
Scholarship allowances	—

Grants and contracts, noncapital:

Federal	46,828,938
State	15,838,351
Local	1,730,678
Non-governmental	3,770,350
Sales and services of educational activities	2,598,161
Sales and services of auxiliary enterprises	2,213,537
Scholarship allowances	—
Other operating revenues	2,127,016

Total operating revenues

75,107,031

Expenses:

Operating expenses:

Instruction	4,622,170
Research	6,504,057
Public service	38,217,700
Academic support	2,885,531
Student services	2,921,039
Institutional support	11,194,627
Operation and maintenance of plant	597,639
Student grants and scholarships	8,506,790
Auxiliary enterprise expenses	2,015,481
Depreciation and amortization	1,194,409

Total operating expenses

78,659,443

Net operating loss

(3,552,412)

CHICO STATE ENTERPRISES

Schedule of Revenues, Expenses, and Changes in Net Position, continued

Year Ended June 30, 2024

Nonoperating revenues (expenses):

State appropriations, noncapital	—
Federal financial aid grants, noncapital	—
State financial aid grants, noncapital	—
Local financial aid grants, noncapital	—
Nongovernmental and other financial aid grants, noncapital	—
Other federal nonoperating grants, noncapital	—
Gifts, noncapital	—
Investment income, net	841,366
Endowment income (loss), net	—
Interest expense	(31,696)
Other non-operating revenues	917,896
Total nonoperating revenues	<u>1,727,566</u>
Loss before other revenues	<u>(1,824,846)</u>
State appropriations, capital	—
Grants and gifts, capital	447,043
Additions (reductions) to permanent endowments	—
Change in net position	<u>(1,377,803)</u>
Net position:	
Net position at beginning of year, as previously reported	31,602,415
Restatements	—
Net position at beginning of year, as restated	<u>31,602,415</u>
Net position at end of year	<u><u>30,224,612</u></u>

CHICO STATE ENTERPRISES

Other Information (for inclusion in the California State University)

Year Ended June 30, 2024

1 Cash and cash equivalents:

Portion of restricted cash and cash equivalents related to endowments	-
All other restricted cash and cash equivalents	-
Noncurrent restricted cash and cash equivalents	-
Current cash and cash equivalents	9,078,614
Total	\$ 9,078,614

2.1 Composition of investments:

Investment Type	Current	Noncurrent	Total
Money market funds	\$ 183,358	-	\$ 183,358
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	985,830	9,405,544	10,391,374
Exchange traded funds	-	-	-
Equity securities	-	-	-
Alternative investments:			
Private equity (including limited partnerships)	671,462	18,532	689,994
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)	1,184,152	-	1,184,152
State of California Surplus Money Investment Fund (SMIF)	-	-	-
Other investments:			
Total Other investments	-	-	-
Total investments	3,024,802	9,424,076	12,448,878
Less endowment investments (enter as negative number)	-	-	-
Total investments, net of endowments	\$ 3,024,802	9,424,076	12,448,878

CHICO STATE ENTERPRISES

Other Information, continued (for inclusion in the California State University)

Year Ended June 30, 2024

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	\$ 183,358	183,358	-	-	-
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	10,391,374	10,391,374	-	-	-
Exchange traded funds	-	-	-	-	-
Equity securities	-	-	-	-	-
Alternative investments:					
Private equity (including limited partnerships)	689,994	-	-	18,532	671,462
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)	1,184,152	-	-	-	1,184,152
State of California Surplus Money Investment Fund (SMIF)	-	-	-	-	-
Other investments:					
Total other investments:	-	-	-	-	-
Total investments	\$ 12,448,878	10,574,732	-	18,532	1,855,614

2.3 Investments held by the University under contractual agreements:

Not Applicable

CHICO STATE ENTERPRISES

Other Information, continued (for inclusion in the California State University)

Year Ended June 30, 2024

3.1 Capital Assets, excluding ROU assets:

Composition of capital assets, excluding ROU assets:

	Balance June 30, 2023	Reclassifications	Prior Period Additions	Prior Period Retirements	Balance June 30, 2023 (Restated)	Additions	Retirements	Transfer of completed CWIP/PWIP	Balance June 30, 2024
Non-depreciable/Non-amortizable capital assets:									
Land and land improvements	\$ 3,979,131	-	-	-	\$ 3,979,131	2,307,908	(2,662,235)	-	\$ 3,624,804
Works of art and historical treasures	152,626	-	-	-	152,626	17,329	-	-	169,955
Construction work in progress (CWIP)	32,425	-	-	-	32,425	617	-	-	33,042
Intangible assets:									
Rights and easements	-	-	-	-	-	-	-	-	-
Patents, copyrights and trademarks	-	-	-	-	-	-	-	-	-
Intangible assets in progress (PWIP)	-	-	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-	-	-
Other intangible assets:									
Total Other intangible assets	-	-	-	-	-	-	-	-	-
Total intangible assets	-	-	-	-	-	-	-	-	-
Total non-depreciable/non-amortizable capital assets	4,164,182	-	-	-	4,164,182	2,325,854	(2,662,235)	-	3,827,801
Depreciable/Amortizable capital assets:									
Buildings and building improvements	8,724,968	-	-	-	8,724,968	-	(661,667)	-	8,063,301
Improvements, other than buildings	-	-	-	-	-	-	-	-	-
Infrastructure	-	-	-	-	-	-	-	-	-
Leasehold improvements	-	-	-	-	-	-	-	-	-
Personal property:									
Equipment	16,589,316	-	-	-	16,589,316	654,337	(380,142)	-	16,863,511
Library books and materials	-	-	-	-	-	-	-	-	-
Intangible assets:									
Software and websites	-	-	-	-	-	-	-	-	-
Rights and easements	-	-	-	-	-	-	-	-	-
Patents, copyrights and trademarks	-	-	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-	-	-
Other intangible assets:									
Total Other intangible assets	-	-	-	-	-	-	-	-	-
Total intangible assets	-	-	-	-	-	-	-	-	-
Total depreciable/amortizable capital assets	25,314,284	-	-	-	25,314,284	654,337	(1,041,809)	-	24,926,812
Total capital assets	\$ 29,478,466	-	-	-	\$ 29,478,466	2,980,191	(3,704,044)	-	\$ 28,754,613
Less accumulated depreciation/amortization:									
Buildings and building improvements	(6,623,193)	-	-	-	(6,623,193)	(281,914)	647,534	-	(6,257,573)
Improvements, other than buildings	-	-	-	-	-	-	-	-	-
Infrastructure	-	-	-	-	-	-	-	-	-
Leasehold improvements	-	-	-	-	-	-	-	-	-
Personal property:									
Equipment	(13,648,817)	-	-	-	(13,648,817)	(897,943)	251,565	-	(14,295,195)
Library books and materials	-	-	-	-	-	-	-	-	-
Intangible assets:									
Software and websites	-	-	-	-	-	-	-	-	-
Rights and easements	-	-	-	-	-	-	-	-	-
Patents, copyrights and trademarks	-	-	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-	-	-
Other intangible assets:									
Total Other intangible assets	-	-	-	-	-	-	-	-	-
Total intangible assets	-	-	-	-	-	-	-	-	-
Total accumulated depreciation/amortization	(20,272,010)	-	-	-	(20,272,010)	(1,179,857)	899,099	-	(20,552,768)
Total capital assets, net excluding ROU assets	\$ 9,206,456	-	-	-	\$ 9,206,456	1,800,334	(2,804,945)	-	\$ 8,201,845

CHICO STATE ENTERPRISES

Other Information, continued (for inclusion in the California State University)

Year Ended June 30, 2024

Capital Assets, Right of Use

	Balance June 30, 2023	Prior Period Reclassifications	Prior Period Additions	Prior Period Reductions	Balance June 30, 2023 (Restated)	Additions	Remeasurements	Reductions	Balance June 30, 2024
Composition of capital assets - Lease ROU, net:									
Non-depreciable/Non-amortizable lease assets:									
Land and land improvements	-	-	-	-	-	-	-	-	-
Total non-depreciable/non-amortizable lease	-	-	-	-	-	-	-	-	-
Depreciable/Amortizable lease assets:									
Land and land improvements	-	-	-	-	-	-	-	-	-
Buildings and building improvements	-	-	-	-	-	-	-	-	-
Improvements, other than buildings	-	-	-	-	-	-	-	-	-
Infrastructure	-	-	-	-	-	-	-	-	-
Personal property:									
Equipment	60,635	-	-	-	60,635	-	-	-	60,635
Total depreciable/amortizable lease assets	60,635	-	-	-	60,635	-	-	-	60,635
Less accumulated depreciation/amortization: (enter as negative)									
Land and land improvements	-	-	-	-	-	-	-	-	-
Buildings and building improvements	-	-	-	-	-	-	-	-	-
Improvements, other than buildings	-	-	-	-	-	-	-	-	-
Infrastructure	-	-	-	-	-	-	-	-	-
Personal property:									
Equipment	(29,104)	-	-	-	(29,104)	(14,552)	-	-	(43,656)
Total accumulated depreciation/amortization	(29,104)	-	-	-	(29,104)	(14,552)	-	-	(43,656)
Total capital assets - lease ROU, net	31,531	-	-	-	31,531	(14,552)	-	-	16,979
Composition of capital assets - SBITA ROU, net									
Depreciable/Amortizable SBITA assets:									
Software	-	-	-	-	-	-	-	-	-
Total depreciable/amortizable SBITA assets	-	-	-	-	-	-	-	-	-
Less accumulated depreciation/amortization:									
Software	-	-	-	-	-	-	-	-	-
Total accumulated depreciation/amortization	-	-	-	-	-	-	-	-	-
Total capital assets - SBITA ROU, net	-	-	-	-	-	-	-	-	-

CHICO STATE ENTERPRISES

Other Information, continued (for inclusion in the California State University)

Year Ended June 30, 2024

	Balance June 30, 2023	Reclassifications	Prior Period Additions	Prior Period Reductions	Balance June 30, 2023 (Restated)	Additions	Remeasurements	Reductions	Balance June 30, 2024
Composition of capital assets - P3 ROU, net:									
Non-depreciable/Non-amortizable P3 assets:									
Land and land improvements	-	-	-	-	-	-	-	-	-
Total non-depreciable/non-amortizable P3 assets	-	-	-	-	-	-	-	-	-
Depreciable/Amortizable P3 assets:									
Land and land improvements	-	-	-	-	-	-	-	-	-
Buildings and building improvements	-	-	-	-	-	-	-	-	-
Improvements, other than buildings	-	-	-	-	-	-	-	-	-
Infrastructure	-	-	-	-	-	-	-	-	-
Personal property:									
Equipment	-	-	-	-	-	-	-	-	-
Total depreciable/amortizable P3 assets	-	-	-	-	-	-	-	-	-
Less accumulated depreciation/amortization:									
Land and land improvements	-	-	-	-	-	-	-	-	-
Buildings and building improvements	-	-	-	-	-	-	-	-	-
Improvements, other than buildings	-	-	-	-	-	-	-	-	-
Infrastructure	-	-	-	-	-	-	-	-	-
Personal property:									
Equipment	-	-	-	-	-	-	-	-	-
Total accumulated depreciation/amortization	-	-	-	-	-	-	-	-	-
Total capital assets - P3 ROU, net	-	-	-	-	-	-	-	-	-
Total capital assets, net including ROU assets									\$ 8,218,824
Detail of depreciation and amortization expense:									
Depreciation and amortization expense - capital assets, excluding ROU assets	\$ 1,179,857								
Amortization expense - Leases ROU	14,552								
Amortization expense - SBITA ROU	-								
Amortization expense - P3 ROU	-								
Depreciation and Amortization expense - Others	-								
Total depreciation and amortization	\$ 1,194,409								

CHICO STATE ENTERPRISES

Other Information, continued (for inclusion in the California State University)

Year Ended June 30, 2024

4 Long-term liabilities:

	Balance June 30, 2023	Prior Period Adjustments/Reclas sifications	Balance June 30, 2023 (Restated)	Additions	Reductions	Balance June 30, 2024	Current Portion	Noncurrent Portion
1. Accrued compensated absences	929,411	-	929,411	1,030,109	(840,813)	1,118,707	917,340	201,367
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)	1,830,000	-	1,830,000	-	(165,000)	1,665,000	175,000	1,490,000
4.4 Finance purchase of capital assets	-	-	-	-	-	-	-	-
4.5 Others:								
Total others	-	-	-	-	-	-	-	-
Sub-total long-term debt	1,830,000	-	1,830,000	-	(165,000)	1,665,000	175,000	1,490,000
4.6 Unamortized net bond premium/(discount)	-	-	-	-	-	-	-	-
Total long-term debt obligations	\$ 1,830,000	-	1,830,000	-	(165,000)	1,665,000	175,000	1,490,000

	Balance June 30, 2023	Prior Period Adjustments/Reclas sifications	Additions	Remeasurements	Reductions	Balance June 30, 2024	Current Portion	Noncurrent Portion
Lease, SBITA, P3 liabilities:								
Lease liabilities	31,846	-	-	-	(14,612)	17,234	14,760	2,474
SBITA liabilities	-	-	-	-	-	-	-	-
P3 liabilities - SCA	-	-	-	-	-	-	-	-
P3 liabilities - non-SCA	-	-	-	-	-	-	-	-
Sub-total P3 liabilities	-	-	-	-	-	-	-	-
Total Lease, SBITA, P3 liabilities	\$ 31,846	-	-	-	(14,612)	\$ 17,234	14,760	2,474
						\$ 2,800,941	1,107,100	1,693,841

CHICO STATE ENTERPRISES

Other Information, continued (for inclusion in the California State University)

Year Ended June 30, 2024

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

	Lease Liabilities			SBITA liabilities			Public-Private or Public-Public Partnerships (P3)			Total Leases, SBITA, P3 liabilities		
	Principal Only	Interest Only	Principal and Interest	Principal Only	Interest Only	Principal and Interest	Principal Only	Interest Only	Principal and Interest	Principal Only	Interest Only	Principal and Interest
Year ending June 30:												
2025	14,760	105	14,865	-	-	-	-	-	-	14,760	105	14,865
2026	2,474	3	2,477	-	-	-	-	-	-	2,474	3	2,477
2027	-	-	-	-	-	-	-	-	-	-	-	-
2028	-	-	-	-	-	-	-	-	-	-	-	-
2029	-	-	-	-	-	-	-	-	-	-	-	-
2030 - 2034	-	-	-	-	-	-	-	-	-	-	-	-
2035 - 2039	-	-	-	-	-	-	-	-	-	-	-	-
2040 - 2044	-	-	-	-	-	-	-	-	-	-	-	-
2045 - 2049	-	-	-	-	-	-	-	-	-	-	-	-
2050 - 2054	-	-	-	-	-	-	-	-	-	-	-	-
Thereafter	-	-	-	-	-	-	-	-	-	-	-	-
Total minimum lease payments	\$ 17,234	108	17,342	-	-	-	-	-	-	17,234	108	17,342
Less: amounts representing interest												(108)
Present value of future minimum lease payments												17,234
Total Leases, SBITA, P3 liabilities												17,234
Less: current portion												(14,760)
Leases, SBITA, P3 liabilities, net of current portion												\$ 2,474

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

	Auxiliary revenue bonds (non-SRB related)			All other long-term debt obligations			Total long-term debt obligations		
	Principal Only	Interest Only	Principal and Interest	Principal Only	Interest Only	Principal and Interest	Principal Only	Interest Only	Principal and Interest
Year ending June 30:									
2025	-	-	-	175,000	26,360	201,360	175,000	26,360	201,360
2026	-	-	-	180,000	22,096	202,096	180,000	22,096	202,096
2027	-	-	-	180,000	20,292	200,292	180,000	20,292	200,292
2028	-	-	-	185,000	18,005	203,005	185,000	18,005	203,005
2029	-	-	-	180,000	15,378	195,378	180,000	15,378	195,378
2030 - 2034	-	-	-	765,000	29,308	794,308	765,000	29,308	794,308
2035 - 2039	-	-	-	-	-	-	-	-	-
2040 - 2044	-	-	-	-	-	-	-	-	-
2045 - 2049	-	-	-	-	-	-	-	-	-
2050 - 2054	-	-	-	-	-	-	-	-	-
Thereafter	-	-	-	-	-	-	-	-	-
Total minimum payments	\$ -	-	-	1,665,000	131,439	1,796,439	1,665,000	131,439	1,796,439
Less: amounts representing interest									(131,439)
Present value of future minimum payments									1,665,000
Unamortized net premium/(discount)									-
Total long-term debt obligations									1,665,000
Less: current portion									(175,000)
Long-term debt obligations, net of current portion									\$ 1,490,000

CHICO STATE ENTERPRISES

Other Information, continued (for inclusion in the California State University)

Year Ended June 30, 2024

7 Transactions with related entities:

Payments to University for salaries of University personnel working on contracts, grants, and other programs	3,706,217
Payments to University for other than salaries of University personnel	7,783,939
Payments received from University for services, space, and programs	4,467,058
Gifts-in-kind to the University from discretely presented component units	2,559,088
Gifts (cash or assets) to the University from discretely presented component units	571,298
Accounts (payable to) University	(738,688)
Other amounts (payable to) University (enter as negative number)	-
Accounts receivable from University	74,419
Other amounts receivable from University	-

8 Restatements

Not Applicable

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	\$ 2,061,666	649,973	71,369	-	-	1,839,162	-	4,622,170
Research	3,235,334	689,819	111,998	-	-	2,466,906	-	6,504,057
Public service	13,841,113	4,954,597	479,139	-	-	18,942,851	-	38,217,700
Academic support	1,476,130	215,867	51,099	-	-	1,142,435	-	2,885,531
Student services	1,723,669	354,860	59,668	-	-	782,842	-	2,921,039
Institutional support	3,653,127	1,939,154	126,461	5,000	-	5,470,885	-	11,194,627
Operation and maintenance of plant	-	-	-	-	-	597,639	-	597,639
Student grants and scholarships	-	-	-	-	8,506,790	-	-	8,506,790
Auxiliary enterprise expenses	231,617	41,174	8,018	-	-	1,734,672	-	2,015,481
Depreciation and amortization	-	-	-	-	-	-	1,194,409	1,194,409
Total operating expenses	\$ 26,222,656	8,845,444	907,752	5,000	8,506,790	32,977,392	1,194,409	\$ 78,659,443

Select type of pension plan >>

Defined Contribution Plan

10 Deferred outflows/inflows of resources:

Not Applicable

11 Other nonoperating revenues (expenses)

Other nonoperating revenues	917,896
Other nonoperating (expenses)	-
Total other nonoperating revenues (expenses)	\$ 917,896

CHICO STATE ENTERPRISES
Schedule of Expenditures of Federal Awards
Year Ended June 30, 2024

FEDERAL ASSISTANCE LISTING NUMBER	Project	Project Description	FIRM	CONTRACT NUMBER	FY23-24 FEDERAL EXPENDITURES	PASS THROUGH TO SUBRECIPIENTS
Department of Agriculture						
Direct Awards - Research and Development						
10.310	SP6085801	Agr Waste Olive/Grape Pomace	200	2023-67021-39595	83,099.75	21,362.38
10.326	SP6082901	Creating Ag Mgmt Systems Learn	200	2021-70001-34773	(2,481.62)	(2,481.62)
10.326	SP6087401	Economics of Food Safety	200	2023-70001-40994	57,012.47	46,617.80
10.902	SP6087701	Soil Correl'n Box Collection	200	NR233A750023C029	180,802.43	-
10.937	SP6088001	USDA/NRCS Food Hub	200	NR233A750004G110	273,847.27	-
Sub-Total Research and Development Direct Awards					592,280.30	65,498.56
Direct Awards						
10.175	SP6081001	Local Producer Marketing TAF	300	AM190100XXXXG088	89,398.80	-
10.223	SP6082601	Project DA-FAN HSI	100	2021-77040-34880	72,481.43	14,697.69
10.326	SP6087501	Capacity for NLGC	100	2023-7001-40989	143,565.05	19,683.40
10.326	SP6082401	Promoting Financial Resilience	300	2021-70001-34517	75,942.73	-
10.351	SP6083901	No State Businesses E-Commerce	300	04-004-759063088	(0.01)	-
10.351	SP6084701	RDBG North State E-Commerce	300	SP-22-0259	6,563.83	-
10.351	SP6088501	RDBG Online Pivot	300	4-004-759063088	23,863.26	-
10.664	SP6085001	Joint Venture Agreement - USFS	300	22-JV-11261985-059	2,156.88	-
10.664	SP6085201	Challenge Cost Share Agreement	300	22-CS-11052009-053	194,011.80	-
10.699	SP6080401	CESU: NVUM	300	19-CS-11052009-032	85,514.10	-
10.699	SP6078401	Recreation Site Management	300	18-PA-11052009-068	162,009.00	-
10.712	SP6085101	Wrights Lake Improvement	300	GAOA Wrights Lake	19,021.62	-
10.931	SP6085402	RCPP TA-E	300	2338-A-0737	78,719.48	26,238.02
10.931	SP6085401	RCPP TA-I	300	2338-A-0737	86,372.55	65,251.53
Sub-Total Direct Awards					1,039,620.52	125,870.64
Pass Through Awards						
Ca Dept Of Food & Agriculture						
10.170	SP6490201	North State Farm to School	300	20-0001-022-SF	(396.24)	-
Sub-Total Pass Through Awards, Ca Dept of Food & Agriculture					(396.24)	-
The Regents of UC Davis						
10.170	SP6508801	Teaching Modules Veg Crops Ind	200	A24-0738-S002	5,345.03	-
Sub-Total Research & Development Pass Through Awards, The Regents of UC Davis					5,345.03	-
Vilmorin-Mikado USA						
10.170	SP6503601	Exploring Baby Leaf Germplasm	200	VMKCSUC2022	10,400.41	-
Sub-Total Research & Development Pass Through Awards, Vilmorin-Mikado USA					10,400.41	-
UC Ag & Natural Resources						
10.186	SP6507101	UCANR Food Business Center	300	SA22-6310-02	135,617.67	-
Sub-Total Pass Through Awards, UC Ag & Natural Resources					135,617.67	-
The Regents of New Mexico SU						
10.223	SP6502101	Enhance Competitive Scholars	200	Q02397	73,919.26	-
Sub-Total Research & Development Pass Through Awards, The Regents of New Mexico SU					73,919.26	-
Washington State University						
10.309	SP6502601	Plastic Mulch Mgt-Strawberry	200	136736 SPC004761	135,722.35	-
Sub-Total Research & Development Pass Through Awards, Washington State University					135,722.35	-
Cal Poly Corporation						
10.326	SP6506301	Improving Ed & Outreach-Bulls	200	2023-4-47316	13,487.14	-
Sub-Total Research & Development Pass Through Awards, Cal Poly Corporation					13,487.14	-
Ecology Center (Berkeley)						
10.331	SP6502702	Ecology Center Market Match	300		75,246.44	-
10.331	SP6502701	Ecology Center Market Match	300	SP-23-0145	78,547.78	-
Sub-Total Pass Through Awards, Ecology Center (Berkeley)					153,794.22	-
CSU Fresno Foundation						
10.443	SP6507301	Fresno Smart Farm University	300	SC341023-23-01	14,956.63	-
Sub-Total Pass Through Awards, CSU Fresno Foundation					14,956.63	-
Ca Dept Of Public Health						
10.557	SP6503902	WIC WNA E-Learning Development	300		104,535.89	-
Sub-Total Pass Through Awards, Ca Dept of Public Health					104,535.89	-
Ca Dept Of Education						
10.559	SP6511201	CDE SUMMER FOODS 2024	500	CNIPS ID: 04074 - SFSP-04	21,852.76	-
10.559	SP6506701	CDE SUMMER FOODS 2023	500	SP-23-0327	44,136.02	-
Sub-Total, Child Nutrition Cluster, Pass Through Awards, Ca Dept of Education					65,988.78	-
Ca Dept Of Aging						
10.561	SP6501301	SNAP-Ed PSA2 22/23	300	CF-2223-03	97,223.01	-
10.561	SP6501302	SNAP-Ed PSA2 23/24	300	CF-2223-03	431,023.73	-
10.561	SP6501401	SNAP-Ed PSA3 22/23	300	CF-2223-03	81,059.91	-
10.561	SP6501402	SNAP-Ed PSA3 23/24	300	CF-2223-03	395,780.59	-
10.561	SP6502502	CalFresh Exp Fed Funds 22/23	300	CF-2223-03	7,523.75	-
10.561	SP6506902	CalFresh Exp Fed Funds 23/24	300	CF-2223-03	18,120.22	-
Sub-Total, SNAP Cluster, Pass Through Awards, Ca Dept of Aging					1,030,731.21	-

CHICO STATE ENTERPRISES

Schedule of Expenditures of Federal Awards, continued

Year Ended June 30, 2024

FEDERAL ASSISTANCE LISTING NUMBER	Project	Project Description	FIRM	CONTRACT NUMBER	FY23-24 FEDERAL EXPENDITURES	PASS THROUGH TO SUBRECIPIENTS
	Ca Dept Of Aging					
STATE	SP6502503	CalFresh Exp State Funds 22/23	300	CF-2223-03	9,790.25	-
STATE	SP6506903	CalFresh Exp State Funds 23/24	300	CF-2223-03	23,577.06	-
	Sub-Total, STATE SNAP Cluster, Pass Through Awards, Ca Dept of Aging				33,367.31	-
	Ca Dept Of Public Health					
10.561	SP6482811	SNAP-ED GLENN SUBVENTION Y4T2	300	19-10354	64,029.69	-
10.561	SP6506802	Glenn LHD Subvention Y1T2	300	23-10310	123,560.69	-
10.561	SP6506803	Yuba LHD Subvention Y1T3	300	23-10310	125,993.39	-
10.561	SP6506801	Colusa LHD Subvention Y1T1	300	23-10310	134,755.41	12,617.15
10.561	SP6485204	SNAP-ED on CSU Campuses	300	19-10818	455,840.87	203,968.29
10.561	SP6485205	SNAP-ED on CSU Campuses Y5	300	19-10818	885,686.78	408,497.81
10.561	SP6482810	SNAP-ED COLUSA SUBVENTION Y4T1	300	19-10354	30,780.14	4,455.03
10.561	SP6482812	SNAP-ED YUBA SUBVENTION Y4T3	300	19-10354	36,924.27	-
	Sub-Total, SNAP Cluster, Pass Through Awards, Ca Dept of Public Health				1,857,571.24	629,538.28
	Ca Dept Of Social Services					
10.561	SP6495202	CalFresh Outreach 22-23	300	21-3058	2,085,674.77	1,165,518.84
10.561	SP6495203	CalFresh Outreach 23-24	300	21-3058	5,294,278.89	2,909,018.62
	Sub-Total, SNAP Cluster, Pass Through Awards, Ca Dept of Social Services				7,379,953.66	4,074,537.46
	Tehama County					
10.561	SP6496401	Tehama County SNAP-Ed 21-22	300	SP-19-305-03	(11.02)	-
10.561	SP6461701	TEHAMA LHD SUB-K 17-19	300	2016-1296; 2018-3; sp-16-252-0	(0.16)	-
10.561	SP6501001	Tehama LHD 22-23	300	2022-374	60,852.83	-
10.561	SP6507001	Tehama LHD 23-24	300	2023-342	93,449.92	-
	Sub-Total, SNAP Cluster, Pass Through Awards, Tehama County				154,291.57	-
	Siskiyou County					
10.561	SP6501201	Siskiyou County SNAP-Ed 22-23	300	SP-22-0331	6,779.08	-
	Sub-Total, SNAP Cluster, Pass Through Awards, Siskiyou County				6,779.08	-
	Total Research and Development Direct Awards				592,280.30	65,498.56
	Total Direct Awards				1,039,620.52	125,870.64
	Total Research and Development Pass Through Awards				238,874.19	-
	Total Pass Through Awards				408,508.17	-
	Total Child Nutrition Cluster Pass Through Awards				65,988.78	-
	Total SNAP Cluster Pass Through Awards				10,429,326.76	4,704,075.74
	Total STATE SNAP Cluster Pass Through Awards				33,367.31	-
Total Department of Health and Human Services					12,807,966.03	4,895,444.94
	Department of Commerce					
	Direct Awards					
11.303	SP6084601	EDA Univ Center 22/23 CP SLO	300	ED22SEA3030039	19,760.32	-
11.303	SP6084401	EDA University Center 22/23	300	ED22SEA3030039	87,173.54	-
11.307	SP6077001	N.CA BROADBAND PLAN EDA Y1 18	300	07-79-07431	(0.01)	-
	Sub-Total Direct Awards				106,933.85	-
	Pass Through Awards					
	Foundation for California Comm					
11.307	SP6502801	FCCC Good Jobs Challenge	300	6619	471,485.13	-
	Sub-Total, Economic Development Cluster, Direct Awards				471,485.13	-
	California Trout					
11.463	SP6504102	CalTrout Fish Passage Ed	300	CML.B2.04	28,901.83	-
11.463	SP6504101	CalTrout Fish Passage Ed	300	CML.B2.04	51,381.72	-
	Sub-Total Pass Through Awards, California Trout				80,283.55	-
	California Manufacturing Techn					
11.611	SP6501701	CMTC Technical Assistance	300	70NANB21H146	5,972.66	-
	Sub-Total Pass Through Awards, California Manufacturing Techn				5,972.66	-
	Total Direct Awards				106,933.85	-
	Total Economic Development Cluster Other Direct Awards				471,485.13	-
	Total Pass Through Awards				86,256.21	-
Total Department of Commerce					664,675.19	-
	Department of Defense					
	Direct Awards - Research and Development					
12.300	SP6079301	High Speed Cost Effect Sim Y1	200	N00014-19-1-2056	22,794.72	-
12.300	SP6079401	High Speed Simulation & Design	200	N00014-19-1-2055	24,124.80	-
	Sub-Total Research and Development Direct Awards				46,919.52	-
	Total Research and Development Direct Awards				46,919.52	-
Total Department of Defense					46,919.52	-

CHICO STATE ENTERPRISES

Schedule of Expenditures of Federal Awards, continued

Year Ended June 30, 2024

FEDERAL ASSISTANCE LISTING NUMBER	Project	Project Description	FIRM	CONTRACT NUMBER	FY23-24 FEDERAL EXPENDITURES	PASS THROUGH TO SUBRECIPIENTS
Department of Housing and Urban Development						
Pass Through Awards						
Butte County						
14.218	SP6496501	CDBG Butte Nutrition 2021-2023	300	X24557	84,137.93	-
Sub-Total, CDBG - Entitlement Grants Cluster, Pass Through Awards, Butte County					84,137.93	-
Total CDBG - Entitlement Grants Cluster, Pass Through Awards					84,137.93	-
Total Department of Housing and Urban Development					84,137.93	-
Department of Interior						
Direct Awards - Research and Development						
15.245	SP6082301	Post Fire Veg Recovery	200	L20AC00415	24,089.61	-
15.533	SP6086101	Wildfire Impacts on Reservoirs	200	R23AC00403-00	8,254.18	-
15.808	SP6088701	Aftershock Forecast S Game2425	200	G24AC00091-00	26,016.99	-
Sub-Total Research and Development Direct Awards					58,360.78	-
Direct Awards						
15.512	SP6083701	Salmonid Habitat Restor (B1)	300	R21AC10420	1,023,629.47	386,115.50
15.512	SP6083702	Salmonid Habitat Restor (B13)	300	R21AC10420	2,621,731.56	2,572,226.98
15.631	SP6085601	USFWS Springs Restoration	300	SP 23-0283	3,657.45	-
15.945	SP6080801	Stream Condition Monitoring-Me	300	P19AC01202	451.21	-
Sub-Total Direct Awards					3,649,469.69	2,958,342.48
Pass Through Awards						
Cal Poly Corporation						
15.560	SP6498401	Tech Assist-Water Dist 22-27	200	2022-17-48610	117,561.20	-
Sub-Total Research & Development Pass Through Awards, Cal Poly Corporation					117,561.20	-
Ca Dept Of Parks & Recreation						
15.904	SP6508701	SHPO FY 2022/2023	300	C08422035	1,000.00	-
Sub-Total Pass Through Awards, CA Dept of Parks & Recreation					1,000.00	-
Total Research and Development Direct Awards					58,360.78	-
Total Direct Awards					3,649,469.69	2,958,342.48
Total Research & Development Pass Through Awards					117,561.20	-
Total Pass Through Awards					1,000.00	-
Total Department of Interior					3,826,391.67	2,958,342.48
Department of Labor						
Pass Through Awards						
No Cntral Counties Consortium						
17.259	SP6490104	NCCC Summr Workforce Exp 23/24	300	20-23	5,991.76	-
Sub-Total WIOA Cluster Pass Through Awards, No Cntrl Counties Consortium					5,991.76	-
Total Pass Through Awards					5,991.76	-
Total Department of Labor					5,991.76	-
Department of State Bureau of Educational and Cultural Affairs						
Pass Through Awards						
World Learning, Inc.						
19.021	SP6506601	IYLEP - EHS World Learning	300	IYLEP-EHS_2023	18,047.66	-
19.021	SP6504201	IYLEP - UG World Learning	300	CSU-IYLEPUG23	51,309.23	-
Sub-Total Pass Through Awards, World Learning Inc					69,356.89	-
University of Montana						
19.401	SP6502901	Univ of Montana SUSI 2022-23	300	PG23-6B000-01	69,119.61	-
19.401	SP6507501	Univ of Montana SUSI 2023-24	100	PG24-6B021-01	162,054.66	-
Sub-Total Pass Through Awards, University of Montana					231,174.27	-
Int'l Research & Exchanges Brd						
19.408	SP6508601	IREX 2023-2024 Uzbekistan	100	FY24-FTEA-CSU-01-A1	21,733.14	-
19.408	SP6507201	IREX 2023-2024 Fulbright TEA	100	FY24-FTEA-CSU-01	211,496.81	-
Sub-Total Pass Through Awards, Int'l Research & Exchanges Brd					233,229.95	-
Total Pass Through Awards					533,761.11	-
Total Department of State Bureau of Educational and Cultural Affairs					533,761.11	-
Department of Transportation						
Pass Through Awards						
Kansas State University						
20.325	SP6488901	Rural Railroad Safety Center	200	A20-0537-S004	98,972.46	-
Sub-Total Research & Development Pass Through Award, Kansas State University					98,972.46	-
Total Research & Development Pass Through Award					98,972.46	-
Total Department of Transportation					98,972.46	-

CHICO STATE ENTERPRISES

Schedule of Expenditures of Federal Awards, continued

Year Ended June 30, 2024

FEDERAL ASSISTANCE LISTING NUMBER	Project	Project Description	FIRM	CONTRACT NUMBER	FY23-24 FEDERAL EXPENDITURES	PASS THROUGH TO SUBRECIPIENTS
Department of the Treasury						
Pass Through Awards						
California Volunteers						
21.027	SP6498103	CA College Corp-CFA Education	500	CCSFRF003	2,201.63	-
21.027	SP6498101	CA College Corp	500	CCSFRF003	4,131.78	-
21.027	SP6498102	CA College Corp - Non-Dreamers	500	CCSFRF003	851,070.99	-
Sub-Total Pass Through Awards, California Volunteers					857,404.40	-
Total Pass Through Awards					857,404.40	-
Total Department of Treasury						
					857,404.40	-
National Aeronautics & Space Administration (NASA)						
Direct Awards - Research and Development						
43.001	SP6088901	Investigate solar magnetic reg	200	NASA 80NSSC24K0837	3,206.66	-
Sub-Total Research and Development Direct Awards					3,206.66	-
Pass Through Awards						
Texas A&M University						
43.001	SP6494001	Oxidizing Oases - South Africa	200	M2101725	23,880.14	-
Sub-Total Research & Development Pass Through Awards, Texas A&M University					23,880.14	-
Total Direct Awards - Research and Development					3,206.66	-
Total Research & Development Pass Through Awards					23,880.14	-
Total National Aeronautics & Space Administration (NASA)					27,086.80	-
National Science Foundation						
Direct Awards - Research and Development						
47.049	SP6086801	NSF REU/RET Resch Exp Math	200	2244020	11,081.55	-
47.049	SP6083301	LEAPS-MPS: Tunable Hybrid	200	2137915	75,261.03	-
47.050	SP6082801	Topography and Magma Propertie	200	2123216	3,344.17	-
47.050	SP6087801	NSF Plan Attract Geosciences	200	NSF Plan Attract Geosciences	25,484.26	-
47.050	SP6086001	NSF CollResearch Iron Oxi	200	2243578	69,798.04	-
47.050	SP6087301	NSF RUI Invest Light Creek	200	NSF RUI Invest Light Creek	80,625.97	-
47.050	SP6087201	NSF Program Officer/IPA	300	NSF Program Officer/IPA	190,726.97	-
47.050	SP6083001	Theoretical & Obs. Investigati	200	2054969	201,647.47	6,828.10
47.070	SP6087601	NSF BPC-DP Pers System Instr.	200	NSF BPC-DP Pers System Instr.	73,443.66	31,554.37
47.076	SP6086501	NSF Quantify Student Learning	200	NSF Quantify Student Learning	716.20	-
47.076	SP6086601	NSF Coll Resrch Improve GETS	200	-	2,375.16	-
47.076	SP6080101	NSF: Geoscience Inquiry Labs	200	1933488	8,116.36	-
47.076	SP6088301	NSF Enhance Learning /Sci Reas	200	NSF Enhance Learning /Sci Reas	10,649.91	-
47.076	SP6085701	NSF Investigate impact UDL Fac	200	NSF 2247901	14,872.46	-
47.076	SP6081801	NSF: Engaged Student Learning	200	2021307	62,341.51	-
47.076	SP6081201	NSF: Career	200	1944802	74,927.95	-
47.076	SP6084301	NSF: ORE-CZ	200	2227975	75,925.44	-
47.076	SP6077401	NSF NORCAL MAST NOYCE TRACK 1	200	1758522	207,109.47	-
47.076	SP6081101	NSF: HSI IUSE	200	1953751	361,628.36	44,870.62
47.076	SP6080001	NSF HDR: STEM EVAL & RSRCH	200	1928596	593,042.71	576,671.09
47.079	SP6086401	NSF Collaborative Res IRES T1	200	NSF Collaborative Research Rec	17,238.94	-
47.083	SP6084201	MRI: Acquisition Microscope	200	2216269	3,323.58	-
Sub-Total Research and Development Direct Awards					2,163,681.17	659,924.18
Pass Through Awards						
Uc Davis						
47.041	SP6490601	DNA-BASED ASSEMBLY OF MANUFAC	100	A21-1719-S003	8,043.57	-
Sub-Total Research and Development Pass Through Awards, UC Davis					8,043.57	-
Univ Of Nevada - Reno						
47.041	SP6482201	NSF: UNR NEWIR Manure 19/20 Y1	200	UNR-20-19	42,694.69	-
Sub-Total Research & Development Pass Through Awards, University of Nevada - Reno					42,694.69	-
Portland State University						
47.076	SP6482301	NSF: UNDERGRAD STUDENT TRANSIT	200	100112	2,853.96	-
Sub-Total Research & Development Pass Through Awards, Portland State University					2,853.96	-
Sonoma State University						
47.076	SP6508101	SSU Engaging Autistic STEM UG	200	SSU Engaging Autistic STEM UG	3,282.22	-
Sub-Total Research & Development Pass Through Awards, Sonoma State University					3,282.22	-
Univ Enterprises (University E						
47.076	SP6503701	NSF LSAMP 22/23	500	-	4,465.00	-
47.076	SP6088601	NSF LSAMP 23/24	500	-	5,305.17	-
47.076	SP6503801	LSAMP	500	532885-A5	2,803.60	-
Sub-Total Research and Development Pass Through Awards, University Enterprises, Inc., CSU Sacramento					12,573.77	-

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FEDERAL ASSISTANCE LISTING NUMBER	Project	Project Description	FIRM	CONTRACT NUMBER	FY23-24 FEDERAL EXPENDITURES	PASS THROUGH TO SUBRECIPIENTS
47.084	Arizona State University SP6509301	FMRG:Bio: Manufacture DNA-Syst	200	ASUB000014312	3,478.99	-
	Sub-Total Research & Development Pass Through Awards, Arizona State University				3,478.99	-
47.084	Uc Los Angeles (Ucla) SP6503101	NSF UCLA Increasing Food Benef	200	0300-G-LE698	530,673.97	-
	Sub-Total Research & Development Pass Through Awards, UC Los Angeles				530,673.97	-
	Total Research and Development Direct Awards				2,163,681.17	659,924.18
	Total Research and Development Pass Through Awards				603,601.17	-
Total National Science Foundation					2,767,282.34	659,924.18
Environmental Protection Agency Office of Research and Development						
Pass Through Awards						
66.521	W. Virginia Univ. Res. Corp SP6503502	WVURC Environmental & Economic	200	OSP 22-621-CSUC	33,446.77	-
66.521	SP6503501	WVURC Environmental & Economic	200	OSP 22-621-CSUC	42,299.84	-
	Sub-Total Research & Development Pass Through Awards, W. Virginia Univ. Res. Corp				75,746.61	-
	Total Research and Development Direct Awards				75,746.61	-
Total Environmental Protection Agency Office of Research and Development					75,746.61	-
Department of Energy						
Direct Awards - Research and Development						
81.049	SP6088201	DOE Innovative Energy Storage	200	DOE Innovative Energy Storage	277,889.19	88,727.57
	Sub-Total Research and Development Direct Awards				277,889.19	88,727.57
Pass Through Awards						
81.049	CSU San Marcus Univ. Corp SP6504001	QIST in the CSU	100	85323-CSUC	139,647.27	-
	Sub-Total Pass Through Awards, CSU San Marcus University Corp				139,647.27	-
	Total Research and Development Direct Awards				277,889.19	88,727.57
	Total Pass Through Awards				139,647.27	-
Total Department of Energy					417,536.46	88,727.57
Department of Education						
Direct Awards						
84.031C	SP6083502	Chico STEM Connection CSC2	500	P031C210097	457,078.99	-
84.031C	SP6083503	Chico STEM Connection CSC2	500	P031C210097	742,484.61	-
84.031M	SP6085501	Great-Op Graduate Ed Access	500	P031M230064	61,665.37	-
84.031S	SP6087901	B5 Bridge to the Baccalaureate	400	P031S230339	113,115.55	-
84.031S	SP6080604	Adelante: A Pipeline Program	400	P031S190332	191,074.14	-
84.031S	SP6083802	Project Destino	400	P031S210231 - 22	211,399.85	-
84.031S	SP6083803	Project Destino	400	P031S210231 - 23	227,175.11	-
84.031S	SP6080605	Adelante: A Pipeline Program f	400	P031S190332	474,273.06	-
84.325K	SP6088101	ADAPTED Project 23/24	100	H325K230130	70,264.80	-
84.325K	SP6079105	T.I.E.R. Y5 22/23	100	H325K180127 - 21	197,887.84	-
84.336S	SP6080704	The CLASS Project	100	U336S190030	363,541.69	-
84.336S	SP6080705	The CLASS Project Y5	100	U336S190030	1,234,254.63	-
84.365Z	SP6075702	CIELO EXPAND ENG LNR ED OP	300	T365Z170163	35.93	-
84.365Z	SP6075705	CIELO EXPAND ENG LNR ED OP	300	T365Z170163 - 21	38,087.04	-
84.365Z	SP6083402	BRILLA	300	T365Z210195 - 22	38,194.05	-
84.365Z	SP6083403	BRILLA	300	T365Z210195 - 23	598,211.61	-
84.423A	SP6085301	NorCal GREAT Teacher Pipeline	100	S423A220083	2,085,023.01	-
84.423A	SP6085302	NorCal GREAT Teacher Pipeline	100	S423A220083	2,684,839.29	-
	Sub-Total Direct Awards				9,788,606.57	-
TRIO Cluster, Direct Awards						
84.042A	SP6082103	TRIO Student Support 22/23	500	P042A200376 - 22	71,780.23	-
84.042A	SP6082104	TRIO Student Support 23/24	500	P042A200376	251,240.29	-
84.044A	SP6083101	ETS I Y1 21/22	500	P044A210612	(38.44)	-
84.044A	SP6083202	ED TALENT SEARCH II Y2 22/23	500	P044A210590 - 22	57,465.86	-
84.044A	SP6083102	ETS I Y2 22/23	500	P044A210612 - 22	88,743.48	-
84.044A	SP6083203	ED TALENT SEARCH II Y3 23/24	300	P044A210590	216,386.39	-
84.044A	SP6083103	ETS I Y3 23/24	300	P044A210612	350,497.40	-
84.047A	SP6077605	UPWARD BOUND I Y5 22/23	300	P047A180184	64.00	-
84.047A	SP6085902	UPWARD BOUND I Y2 24/25	300	P047A230364	113,739.26	-
84.047A	SP6087101	Upward Bound II Y1 23/24	300	P047A230369	274,476.99	-
84.047A	SP6085901	UPWARD BOUND I Y1 23/24	300	P047A230364	553,455.28	-
84.047M	SP6084801	UB MATH/SCIENCE Y1 22/23	500	PO47M220253	60,106.21	-
84.047M	SP6084901	UB STEM Y1 22/23	500	P047M220172	78,995.61	-
84.047M	SP6078305	Upward Bound II Y5 22/23	500	P047A180185 - 22	143,843.45	-
84.047M	SP6084902	UB STEM Y2 23/24	300	P047M220172	204,208.37	-
84.047M	SP6084802	UB MATH/SCIENCE Y2 23/24	300	PO47M220253	223,699.15	-
84.217A	SP6086901	TRIO Post-baccalaureate Prgrm	300	P217A230355	9,360.62	-
	Sub-Total, TRIO Cluster, Direct Awards				2,698,024.15	-

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Year Ended June 30, 2024

FEDERAL ASSISTANCE LISTING NUMBER	Project	Project Description	FIRM	CONTRACT NUMBER	FY23-24 FEDERAL EXPENDITURES	PASS THROUGH TO SUBRECIPIENTS
Pass Through Awards						
Ca Dept Of Education						
84.367	SP6506401	Nor-Cal ELC 23/24	100	22-15664-AA053-00	1,958,645.04	933,753.41
84.424	SP6494402	Nor-Cal ELC 22/23	100	2021 15665-AA053 02	727.57	-
					<u>1,959,372.61</u>	<u>933,753.41</u>
Sub-Total Pass Through Awards, CA Dept of Education						
Uc Regents/Office Of The Presi						
84.367A	SP6501901	ESSA N. Cal Writing Proj 22/23	300	ESSA22-CWP-CHICO	(0.02)	-
84.367A	SP6507901	NCAP ESSA (TCAP) 23/24	300	ESSA23-TCAP-CHICO	24,999.84	-
84.367A	SP6507801	CA Math Project ESSA 23/24	300	ESSA23-CMP-CHICO	26,017.99	-
84.367A	SP6507601	INSP ESSA (CSP) 23/24	300	ESSA23-CSP-CHICO	27,450.73	-
84.367A	SP6507701	ESSA N. Cal Writing Proj 23/24	300	ESSA23-CWP-CHICO	39,088.99	-
					<u>117,557.53</u>	<u>-</u>
Sub-Total Pass Through Awards, UC Regents/Office of the Pres						
					9,788,606.57	-
Total Direct Awards					2,698,024.15	-
Total TRIO Cluster Direct Awards					2,076,930.14	933,753.41
Total Pass Through Awards					<u>14,563,560.86</u>	<u>933,753.41</u>
Total Department of Education						
Department of Aging and Adult Services (DAAS)						
Pass Through Awards						
Ca Dept Of Aging						
92.324	SP6497204	HICAP PROG FED 9MO 22/23	300	HI-2122-03	(211.71)	-
92.324	SP6509204	HICAP PROG FED 24/25	300	HI-2324-03	20,281.24	-
92.324	SP6503304	HICAP PROG FED Y3	300	HI-2122-03	49,638.41	-
					<u>69,707.94</u>	<u>-</u>
Sub-Total Pass Through Awards, CA Depart of Aging						
					69,707.94	-
Total Pass Through Awards						
Total Department of Aging and Adult Services (DAAS)					<u>69,707.94</u>	<u>-</u>
Department of Health and Human Services						
Direct Awards						
93.732	SP6083603	BehavHlthWrkfrceEdu&Train Y3	400	5 M01HP41961	160,404.08	-
					<u>160,404.08</u>	<u>-</u>
Sub-Total Direct Awards						
Pass Through Awards						
Ca Dept Of Aging						
93.042	SP6499403	7A Ombudsman 22/23	300	AP-2223-03	206.75	-
93.042	SP6505103	7A Fed Ombudsman 23/24	300	AP-2324-03	34,286.26	-
					<u>34,493.01</u>	<u>-</u>
Sub-Total Federal \$ Pass Through Awards, CA Dept of Aging						
Ca Dept Of Aging						
93.043	SP6497401	ARP Direct 3D-COVID	300	AP-2122-03	1,785.00	-
93.043	SP6505401	3D Disease Prevention 23/24	300	AP-2324-03	2,555.79	-
					<u>4,340.79</u>	<u>-</u>
Sub-Total Federal \$ Pass Through Awards, CA Dept of Aging						
Ca Dept Of Aging						
93.044	SP6497301	ARP Direct 3B-COVID	300	AP-2122-03	385.00	-
93.044	SP6497302	ARP 3B Glenn Water Proj-COVID	300	AP-2122-03	51,224.53	-
93.044	SP6497303	ARP 3B Fall Prevention-COVID	300	AP-2122-03	161,477.51	-
93.044	SP6497304	ARP 3B to 3C-COVID	300	AP-2122-03	22,351.24	-
93.044	SP6498602	AP Admin Fed 3B 22/23	300	AP-2223-03	(1,516.88)	-
93.044	SP6498901	3B Info & Assist 22/23	300	AP-2223-03	4,259.26	-
93.044	SP6499402	3B Fed Ombudsman 22/23	300	AP-2223-03	142.93	-
93.044	SP6504402	AP Fed 3B Admin 23/24	300	AP-2324-03	40,053.01	-
93.044	SP6504601	3B Info & Assistance 23/24	300	AP-2324-03	219,656.91	-
93.044	SP6504701	3B Public Info 23/24	300	AP-2324-03	19,086.23	-
93.044	SP6504801	3B Home Modification 23/24	300	AP-2324-03	100,436.92	-
93.044	SP6505001	3B Senior Companions 23/24	300	AP-2324-03	14,144.74	-
93.044	SP6505102	3B Fed Ombudsman 23/24	300	AP-2324-03	19,768.33	-
93.044	SP6505801	3B Subcontracts 23/24	300	AP-2324-03	130,000.00	130,000.00
93.044	SP6508501	PHWF Program	300	PH-2223-03	86,048.04	-
93.044	SP6508502	PHWF Admin	300	PH-2223-03	3,663.97	-
					<u>871,181.74</u>	<u>130,000.00</u>
Sub-Total Federal \$ Aging Cluster Pass Through Awards, CA Dept of Aging						

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Year Ended June 30, 2024

FEDERAL ASSISTANCE LISTING NUMBER	Project	Project Description	FIRM	CONTRACT NUMBER	FY23-24 FEDERAL EXPENDITURES	PASS THROUGH TO SUBRECIPIENTS
Ca Dept Of Aging						
93.045	SP6497801	ARP SubK 3C1-COVID	300	AP-2122-03	107,120.94	107,120.94
93.045	SP6497901	ARP SubK 3C2-COVID	300	AP-2122-03	107,606.08	107,606.08
93.045	SP6498603	AP Admin Fed 3C1 22/23	300	AP-2223-03	(1,438.13)	-
93.045	SP6498604	AP Admin Fed 3C2 22/23	300	AP-2223-03	(1,348.84)	-
93.045	SP6499902	3C1 Direct Fed 22/23	300	AP-2223-03	5.70	-
93.045	SP6500002	3C2 Direct Fed 22/23	300	AP-2223-03	174.83	-
93.045	SP6500202	3C1 Subk Fed 22/23	300	AP-2223-03	1,647.63	2,742.63
93.045	SP6500302	3C2 SubK Fed 22/23	300	AP-2223-03	(1,095.00)	-
93.045	SP6504403	AP 3C1 Admin 23/24	300	AP-2324-03	48,688.38	-
93.045	SP6504404	AP 3C2 Admin 23/24	300	AP-2324-03	41,929.66	-
93.045	SP6505602	3C1 Direct Fed 23/24	300	AP-2324-03	127,055.00	-
93.045	SP6505702	3C2 Direct Fed 23/24	300	AP-2324-03	73,492.00	-
93.045	SP6505902	3C1 Feb Subk 23/24	300	AP-2324-03	374,045.74	374,045.74
93.045	SP6506002	3C2 Feb Subk 23/24	300	AP-2324-03	233,220.78	232,673.28
Sub-Total Federal \$ Aging Cluster Pass Through Awards, CA Dept of Aging					1,111,104.77	824,188.67
Ca Health Advocates						
93.048	SP6502301	Senior Medicare Patrol 22/23	300	90MPPG0019-05-00	10,000.00	-
93.048	SP6508301	Senior Medicare Patrol 23/24	300	SP-24-0287	12,443.37	-
Sub-Total Pass Through Awards, CA Health Advocates					22,443.37	-
Nat'l Community Care Corps						
93.048	SP6507401	NCCC Medical Transport Program	300	90CCDG0001-04-01	94,236.67	-
Sub-Total Pass Through Awards, Nat'l Community Care Corps					94,236.67	-
Ca Dept Of Aging						
93.052	SP6497501	ARP Direct 3E-COVID	300	AP-2122-03	33,523.50	-
93.052	SP6498605	AP Admin Fed 3E 22/23	300	AP-2223-03	(639.83)	-
93.052	SP6499801	3E FSCP 22/23	300	AP-2223-03	174.85	-
93.052	SP6505501	3E FCSP 23/24	300	AP-2324-03	199,926.05	-
93.052	SP6504405	AP 3E Admin 23/24	300	AP-2324-03	19,171.79	-
Sub-Total Federal \$ Pass Through Awards, Ca Dept of Aging					252,156.36	-
Psa2 Area Agency On Aging						
93.052	SP6500701	PSA2 3E FCSP 22/23	300	6001-2223-A12	(0.01)	(0.01)
93.052	SP6506201	PSA2 3E FCSP 23/24	300	6001-2324-A12	103,427.50	103,427.50
Sub-Total Federal \$ Pass Through Awards, Psa2 Area Agency on Aging					103,427.49	103,427.49
Ca Dept Of Aging						
93.053	SP6505604	3C1 Direct NSIP 23/24	300	AP-2324-03	9,528.00	-
93.053	SP6505704	3C2 Direct NSIP 23/24	300	AP-2324-03	15,460.00	-
93.053	SP6505904	3C1 NSIP SubK 23/24	300	AP-2324-03	29,302.00	29,302.00
93.053	SP6506004	3C2 NSIP SubK 23/24	300	AP-2324-03	41,820.00	41,820.00
Sub-Total Federal \$ Aging Cluster Pass Through Awards, CA Dept of Aging					96,110.00	71,122.00
Ca Dept Of Aging						
93.071	SP6502201	MIPPA FY 22/23	300	MI-2223-03	24,983.26	-
93.071	SP6508001	MIPPA FY 23/24	300	MI-2324-03	13,888.45	-
Sub-Total Federal \$ Pass Through Awards, CA Dept of Aging					38,871.71	-
Ca Dept Of Public Health						
93.439	SP6477805	SPAN Grant-Colusa & Glenn 2023	300	18-10550	20,631.34	-
Sub-Total Pass Through Awards, CA Dept of Public Health					20,631.34	-
Ca Dept Of Social Services						
93.558	SP6489005	CalWORKS Fam Plan 22-23	300	22-3035	(0.02)	-
93.558	SP6506502	CalWORKS Fam Plan 23/24	300	22-3035	359,040.82	-
Sub-Total,477 Cluster, Pass Through Awards, CA Dept of Social Services					359,040.80	-
UC Regents/Office Of The Presi						
93.658	SP6498501	Title IV-E Wif 22/23	100	11213	1,787.50	-
93.658	SP6498502	Title IV-E Wif 23/24	100	11213	1,641,628.10	3,000.00
Sub-Total Pass Through Awards, UC Regents/Office of the Pres					1,643,415.60	3,000.00
UC Berkeley						
93.747	SP6508201	SSU CalSWEC APS 23/24	800	11629	156,038.37	-
Sub-Total Pass Through Awards, UC Berkeley					156,038.37	-
Ca Dept Of Aging						
93.778	SP6500501	MSSP Admin 22/23	300	MS-2223-10	89.23	-
93.778	SP6500503	MSSP Waived Svcs 22/23	300	MS-2223-10	2,395.10	-
93.778	SP6504301	MSSP Admin 23/24	300	MS-2324-10	303,150.60	-
93.778	SP6504302	MSSP Care Mgmt 23/24	300	MS-2324-10	424,254.68	-
93.778	SP6504303	MSSP Waived Services 23/24	300	MS-2324-10	202,926.26	-
Sub-Total Medicaid Cluster Pass Through Awards, CA Dept of Aging					932,815.87	-
University Of Minnesota						
93.866	SP6503401	Discrimination & Resilience	200	A009637006	2,935.60	-
Sub-Total Pass Through Awards, University of Minnesota					2,935.60	-

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FEDERAL ASSISTANCE LISTING NUMBER	Project	Project Description	FIRM	CONTRACT NUMBER	FY23-24 FEDERAL EXPENDITURES	PASS THROUGH TO SUBRECIPIENTS
Ca Dept Of Aging						
STATE	SP6505603	3C1 Direct State 23/24	300	AP-2324-03	40,582.04	-
STATE	SP6505903	3C1 State SubK 23/24	300	AP-2324-03	129,118.41	129,118.41
VARIOUS	SP6505901	3C1 Subcontract 23/24	300	AP-2324-03	44.91	-
STATE	SP6505703	3C2 Direct State 23/24	300	AP-2324-03	214,195.27	-
STATE	SP6506003	3C2 State SubK 23/24	300	AP-2324-03	535,635.00	535,635.00
STATE	SP6498606	AP Admin State GF 22/23	300	AP-2223-03	192.20	-
STATE	SP6504406	AP State Admin 23/24	300	AP-2324-03	100,000.37	-
Sub-Total STATE \$ Aging Cluster Pass Through Awards, CA Dept of Aging					1,019,768.20	664,753.41
Ca Dept Of Aging						
STATE	SP6509101	HICAP ADMIN 24/25	300	HI-2324-03	1,105.19	-
STATE	SP6503201	HICAP ADMIN Y3	300	HI-2122-03	2,497.66	-
STATE	SP6509203	HICAP PROG ST FUND 24/25	300	HI-2324-03	31,320.15	-
STATE	SP6497203	HICAP PROG ST FUND 9MO 22/23	300	HI-2122-03	(310.49)	-
STATE	SP6503303	HICAP PROG ST FUND Y3	300	HI-2122-03	93,657.20	-
STATE	SP6509202	HICAP PROG ST REIMB 2425	300	HI-2324-03	19,873.82	-
STATE	SP6497202	HICAP PROG ST REIMB 9MO 22/23	300	HI-2122-03	(267.97)	-
STATE	SP6503302	HICAP PROG ST REIMB Y3	300	HI-2122-03	81,697.65	-
STATE	SP6505201	Ombudsman State Funds 23/24	300	AP-2324-03	4,131.43	-
STATE	SP6506101	Passages Exec Director 23/24	300	AP-2324-03	1,180.53	-
STATE	SP6505203	Pub Health L&C Ombudsman 23/24	300	AP-2324-03	3,921.83	-
STATE	SP6505204	SHF Cit Penalty Ombuds 23/24	300	AP-2324-03	16,533.80	-
STATE	SP6505205	SNFQAF Ombudsman 23/24	300	AP-2324-03	18,626.09	-
STATE	SP6505202	State GF Ombudsman 23/24	300	AP-2324-03	113,734.85	-
STATE	SP6499501	State Ombudsman 22/23	300	AP-2223-03	172.69	-
Sub-Total State \$ Pass Through Awards, CA Dept of Aging					387,874.43	-
Total Direct Awards					160,404.08	-
Total Federal \$ Pass Through Awards, CA Dept of Aging					433,289.36	103,427.49
Total State \$ Pass Through Awards, CA Dept of Aging					387,874.43	-
Total Federal \$ Aging Cluster Pass Through Awards, CA Dept of Aging					2,078,396.51	1,025,310.67
Total State \$ Aging Cluster Pass Through Awards, CA Dept of Aging					1,019,768.20	664,753.41
Total Pass Through Awards					1,939,700.95	3,000.00
Total Community Service Block Grant 477 Cluster, Pass Through Awards					359,040.80	-
Total Medicaid Cluster Pass Through Awards, CA Dept of Social Services					932,815.87	-
Total Department of Health and Human Services					7,311,290.20	1,796,491.57

CHICO STATE ENTERPRISES

Schedule of Expenditures of Federal Awards, continued

Year Ended June 30, 2024

FEDERAL ASSISTANCE LISTING NUMBER	Project	Project Description	FIRM	CONTRACT NUMBER	FY23-24 FEDERAL EXPENDITURES	PASS THROUGH TO SUBRECIPIENTS
Corporation for National and Community Services						
Direct Awards						
94.002	SP6088801	RSVP 2024-2027 Y1	300	24SRICA006	41,333.78	-
94.002	SP6082503	RSVP 23/24	300	21SRICA015	50,429.00	-
Sub-Total Direct Awards					91,762.78	-
Foster Grandparent/Senior Companion Cluster Direct Awards						
94.011	SP6081401	FOSTER GRANDPARENTS 20/21	300	20SFPCA003	428.62	-
94.011	SP6081403	Foster Grandparents 22/23	300	20SFPCA003	2,207.81	-
94.011	SP6086301	Foster Grandparents 23/24	300	23SFICA003	349,956.56	-
94.016	SP6081303	Senior Companions 22/23	300	20SCPCA001	-	-
94.016	SP6086201	Senior Companions 23/24	300	23SCICA004	131,373.74	-
Foster Grandparent/Senior Companion Cluster Direct Awards					483,966.73	-
Total Direct Awards					91,762.78	-
Total Direct Awards, Foster Grandparent/Senior Companion Cluster					483,966.73	-
Total Corporation for National and Community Services					575,729.51	-
Total Direct Awards					14,836,797.49	3,084,213.12
Total Research and Development Direct Awards					3,218,084.23	814,150.31
Total Research and Development Pass Through Awards					1,082,889.16	-
Total Pass Through Awards					6,118,907.95	936,753.41
Total Child Nutrition Cluster Pass Through Awards					65,988.78	-
Total SNAP Cluster Pass Through Awards					10,429,326.76	4,704,075.74
Total Economic Development Cluster Other Direct Awards					471,485.13	-
Total CDBG - Entitlement Grants Cluster, Pass Through Awards					84,137.93	-
Total TRIO Cluster Direct Awards					2,698,024.15	-
Total Federal \$ Pass Through Awards, CA Dept of Aging					433,289.36	103,427.49
Total Federal \$ Aging Cluster Pass Through Awards, CA Dept of Aging					2,078,396.51	1,025,310.67
Total Community Service Block Grant 477 Cluster, Pass Through Awards					359,040.80	-
Total Medicaid Cluster Pass Through Awards, CA Dept of Social Services					932,815.87	-
Total Direct Awards, Foster Grandparent/Senior Companion Cluster					483,966.73	-
Total Federal and Federal Pass Through Awards					43,293,150.85	10,667,930.74
Total STATE SNAP Cluster Pass Through Awards					33,367.31	-
Total State \$ Pass Through Awards, CA Dept of Aging					387,874.43	-
Total State \$ Aging Cluster Pass Through Awards, CA Dept of Aging					1,019,768.20	664,753.41
Total State and Other AwardsThrough CA Dept of Aging					1,441,009.94	664,753.41
Grand Total Federal, Federal Pass Through and CDA Other Awards					44,734,160.79	11,332,684.15

CHICO STATE ENTERPRISES

Notes to the Schedule of Expenditures of Federal Awards

Year Ended June 30, 2024

Note 1 - Basis of Presentation

The accompanying Schedule of Expenditures of Federal Awards (the Schedule) includes the federal award activity of Chico State Enterprises (CSE) under programs of the federal government for the year ended June 30, 2024. The information in this schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of CSE, it is not intended to and does not present the financial position, changes in net assets, or cash flows of the CSE.

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

CSE did not elect to use the 10% de minimis cost rate as covered in the Uniform Guidance 2.CFR.200.414 indirect costs.

Note 4 - Additional Reporting Items

Per CSE's agreement with the California Department of Aging (CDA), certain federally originated state pass through funds must be included for CDA program audit purposes. This information is reported on page 57. No other state funding is included with the Schedule.

OTHER REPORTS

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 of
Chico State Enterprises

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 Chico State Enterprises (CSE), which comprise the statement of net position as of June 30, 2024, and the related statements of revenues, expenses, and changes in net position and cash flows for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated September 20, 2024.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered CSE's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of CSE's internal control. Accordingly, we do not express an opinion on the effectiveness of CSE'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 may exist that were not identified. 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 may exist that have not been identified.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether CSE'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 determination of financial statement amounts. 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 CSE's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering CSE's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Aldrich CPAs + Advisors LLP

San Diego, California
September 20, 2024

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE

To the Board of Directors
of Chico State Enterprises

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Chico State Enterprises' (CSE) compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of CSE's major federal programs for the year ended June 30, 2024. CSE's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, CSE complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2024.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of CSE and to meet our other ethical responsibilities, in accordance with 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 opinion on compliance for each major federal program. Our audit does not provide a legal determination of CSE's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its fed Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to CSE's federal programs.

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on CSE's compliance based on our audit. 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, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about CSE's compliance with the requirements of each major federal program as a whole.

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE, CONTINUED

Auditor's Responsibilities for the Audit of Compliance, continued

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance, we:

- Exercise professional judgement and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, 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 CSE's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of CSE's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of CSE's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Report on Internal Control over Compliance

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance and therefore, material weaknesses or significant deficiencies may exist that were not identified. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses.

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

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

Government Auditing Standards requires the auditor to perform limited procedures on CSE's response to the internal control over compliance findings identified in our audit described in the accompanying schedule of findings and questioned costs. CSE's response was not subjected to the other auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Aldrich CPAs + Advisors LLP

San Diego, California
September 20, 2024

CHICO STATE ENTERPRISES
Schedule of Findings and Questioned Costs
Year Ended June 30, 2024

Section I - Summary of Auditor's Results

Financial Statements

Type of auditor's report issued:	Unmodified
Internal control over financial reporting:	
Significant deficiency(ies) identified?	No
Material weakness(es) identified?	No
Noncompliance material to the financial statements noted?	No

Federal Awards

Internal control over major program:	
Significant deficiency(ies) identified?	No
Material weakness(es) identified?	No
Type of auditor's report issued on compliance for major programs	Unmodified
Any audit findings disclosed that are required to be reported in accordance with the Uniform Guidance, 2 CFR section 200.516(a)?	No

Identification of major programs:

<u>Assistance Listing No. (ALN)</u>	<u>Name of Federal Program or Cluster</u>
11.307	Economic Adjustment Assistance
15.512	Central Valley Improvement Act, Title XXXIV
84.031	Higher Education Institutional Aid
84.367	Supporting Effective Instruction State Grants
84.423	Supporting Effective Educator Development Program
84.042	TRIO Cluster
84.044	TRIO Cluster
84.047	TRIO Cluster
Various	Research and Development Cluster
93.558	Temporary Assistance for Needy Families

Dollar threshold used to distinguish between Type A and Type B programs:	\$1,342,025
Auditee qualified as a low-risk auditee under the Uniform Guidance, 2 CFR section 200.520?	Yes

CHICO STATE ENTERPRISES
Schedule of Findings and Questioned Costs
Year Ended June 30, 2024

Section II – Financial Statement Findings

None reported.

Section III – Federal Award Findings and Questioned Costs

None reported.

CHICO STATE ENTERPRISES
Summary of Prior Audit Findings
Year Ended June 30, 2024

Section IV – Prior Audit Findings

None reported.