

**STUDENT UNION BOARD OF DIRECTORS
FINANCE COMMITTEE**

**Meeting Minutes
April 3, 2023
1:00 PM - 2:00 PM**

This is a hybrid meeting.

**In-person: Student Union Inc. Building, Conference Room 6
Telecommute meeting by Zoom Video Conference.**

This meeting is being facilitated in person and through an online Zoom format.

Voting Members Present: Sara Bonakdar (BOD Designee), Andrea Cabrera-Sanchez, James Figueroa, Peter Lee, Jeet Parekh
Voting Members Absent: Kathryn Blackmer Reyes, Dr. Sonja G. Daniels
Non-Voting Member Present: Tamsen Burke, David Alves

I. CALL TO ORDER

Director Cabrera-Sanchez called the meeting to order at 1:07 p.m.

II. ROLL CALL

Director Cabrera-Sanchez asked Kelly Goldsmith to take roll. Kelly Goldsmith completed a verbal roll call.

III. APPROVAL OF APRIL 3, 2023 MEETING AGENDA

Director Cabrera-Sanchez asked for any changes to the agenda.

Director Cabrera-Sanchez requested Discussion/Action item, Approve SRAC Membership & Pricing Proposal, be tabled.

There was a request to correct Discussion item, New Pronouncement GASB 86, to GASB 96.

Director Cabrera-Sanchez asked for a motion to approve the agenda with the recommended changes.

Ms. Bonakdar motioned to approve the agenda with the recommended changes; Director Parekh seconded the motion.

Vote on the Motion: 5-0-0 Motion Passed

IV. APPROVAL OF MARCH 20, 2023 MEETING MINUTES

Director Cabrera-Sanchez asked for any changes to the minutes.

Ms. Bonakdar requested “service” be added before “contract” on the second page, second sentence, to clarify that costs related to the employees transitioning to FD&O, will continue to be funded by the Student Union.

Director Cabrera-Sanchez asked for a motion to approve the meeting minutes with the recommended change.

Director Figueroa motioned to approve the meeting minutes with the recommended change; Director Cabrera-Sanchez seconded the motion.

Vote on the Motion: 5-0-0 Motion Passed

V. DISCUSSION ITEMS

A. Review Fiscal Year 23-24 Assumptions & Budget Requests: Second Read

Ms. Burke reviewed the changes made to the budget since the first read. Changes included the removal of \$50 thousand dollars in LRP's relating to Morris Dailey because this is not a facility the Student Union manages. The budget also included 100% costs for licenses with ASCAP, BMI, and SESAC but there are ongoing discussions with the university about shared costs for these licenses. Trust fund project requests will be included with the budget but listed on a separate page. Local reserve projects are paid from long term reserves and are excluded from the operating budget. There was an increase to SRAC Guest Services Membership revenue by \$8,000 to accurately reflect what their revenue projection and actuals for fiscal year 2022-2023 have been showing. Based on the board's recommendation, removed revenue from NVIDIA and Robotics in the Event Center, repurposed and added event costs to allow for student organizations to use the space with more flexibility.

Ms. Burke, Ms. Bonakdar, and Ms. Ferdolage will discuss the process for trust fund related projects requests. Ms. Bonakdar clarified that the revenue stream in the trust is not strictly Student Union fees that are collected by the university but also includes rents and other overhead costs that are collected. Ms. Burke will meet with the VP of Student Affairs and CFO for feedback on the budget before it goes to the Finance Committee and the Board of Directors for final approval.

Title corrected during the approval of the agenda.

B. New Pronouncement GASB ~~86~~ 96

Governmental Accounting Standards Board (GASB) Statement 96 provides guidance and addresses how the costs and investments for Subscription-Based Information Technology Arrangements (SBITAs) are accounted for and disclosed by all covered organizations or governmental entities. An increasing number of government organizations are transitioning to using software hosted on the cloud. GASB 96 will require governments to recognize a subscription liability for the amount owed on these contracts offset by a capitalized asset.

With the transition of the Student Union IT department to the university, staff need to figure out how GASB 96 will affect the 2023 budget. Will it be on the Student Union's books as an asset or a liability? Every 501C corporation associated with the university is going through the same thing.

Discussion/Action Item was tabled during the approval of the agenda.

I. DISCUSSION/ACTION ITEMS

C. Approve SRAC Membership & Pricing Proposal

VI. MEETING ADJOURNMENT

Director Cabrera-Sanchez asked if there were any objections to adjourning the meeting. Hearing no objections, the meeting was adjourned at 1:47 p.m.