

MEDGAR EVERS COLLEGE STUDENT
FACULTY ASSOCIATION, INC.

Financial Statements and
Supplementary Information

June 30, 2024 and 2023

(With Independent Auditors' Report Therein)

MEDGAR EVERS COLLEGE STUDENT FACULTY ASSOCIATION, INC.

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INDEPENDENT AUDITORS' REPORT

The Board of Directors
Medgar Evers College Student
Faculty Association, Inc.:

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of Medgar Evers College Student Faculty Association, Inc. (the Association), as of and for the years ended June 30, 2024 and 2023, and the related notes to financial statements, which collectively comprise the Association's financial statements as listed in the table of contents.

In our opinion, the financial statements present fairly, in all material respects, the net position of Medgar Evers College Student Faculty Association, Inc. as of June 30, 2024 and 2023 and the changes in its net position and its cash flows for the years then ended in accordance with accounting 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. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Association and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

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

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

Auditors' Responsibilities for the Audit of the Financial Statements

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

In performing an audit in accordance with generally accepted auditing standards, we:

- Exercise professional judgment and maintain professional skepticism throughout the audits.
- 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 audits in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Association's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Association's ability to continue as a going concern for a reasonable period of time.

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

Other Matters

Prior Period Adjustment

As discussed in note 5 to the financial statements, the Association recorded a prior period adjustment in order to correct receivables from a related party. Our opinion is not modified with respect to this matter.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that management's discussion and analysis be presented to supplement the basic financial statements. Such 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 financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with 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.

EFPR Group, CPAs, PLLC

Williamsville, New York
September 19, 2024

MEDGAR EVERS COLLEGE STUDENT FACULTY ASSOCIATION, INC.

Management's Discussion and Analysis

June 30, 2024 and 2023

The Management Discussion and Analysis (MD&A) data intends to provide readers with a comprehensive overview of Medgar Evers College Student Faculty Association, Inc. (the Association) financial position as of June 30, 2024, and 2023, and the changes in its net position for the years then ended. The MD&A is designed to capture current activities, relevant changes, and other related data. Readers should read this document in conjunction with the accompanying audited financial statements and related notes.

Financial Highlights

- Net position decreased by \$181,953 or 20%.
- Total revenue decreased by \$13,267 or 2%.
- Total expenses increased by \$16,838 or 2%.

Financial Position

The Association's net position is determined by the difference between its assets and liabilities. This mechanism is also a useful tool for measuring the Association's financial health. The increases and decreases in its net position over time are a primary indicator of the Association's fiscal health.

Statements of Net Position

The following summarizes the Association's assets, liabilities, and net position as of June 30, 2024 and 2023, under the accrual basis of accounting:

	<u>2024</u>	<u>2023</u> <u>(As restated)</u>	<u>Dollar</u> <u>change</u>	<u>Percent</u> <u>change</u>
Assets	\$ <u>747,062</u>	<u>1,055,199</u>	<u>(308,137)</u>	(29%)
Liabilities	<u>27,993</u>	<u>154,177</u>	<u>(126,184)</u>	(82%)
Unrestricted net position	\$ <u>719,069</u>	<u>901,022</u>	<u>(181,953)</u>	(20%)

As of June 30, 2024, the Association's total net position decreased by \$181,953, or 20%, compared to the previous year.

As of June 30, 2024, the Association's total assets decreased by \$308,137, or 29%, compared to the previous year. This substantial variance is primarily attributed to a reduction in cash and equivalents of \$299,867. The decrease in cash and equivalents is a result of the Association's focus on revitalizing campus life post-pandemic. As the College shifted back to more typical, on-site operations, there was a noticeable increase in expenses related to activities that enhance the educational environment to support student success.

MEDGAR EVERS COLLEGE STUDENT FACULTY ASSOCIATION, INC.

Management’s Discussion and Analysis Continued

On June 30, 2024, the Association’s total current liabilities decreased by \$126,184, or 82% compared to the previous year. Most of this variance is related to a decrease in accounts payable and accrued expenses, mainly due to the timing of payments.

The following summarizes the Association’s assets, liabilities, and net position as of June 30, 2023 and 2022, under the accrual basis of accounting:

	2023 (As restated)	2022*	Dollar change	Percent change
Assets	\$ <u>1,055,199</u>	<u>1,239,161</u>	(183,962)	(15%)
Liabilities	<u>154,177</u>	<u>72,102</u>	<u>82,075</u>	114%
Unrestricted net position	\$ <u>901,022</u>	<u>1,167,059</u>	(266,037)	(23%)

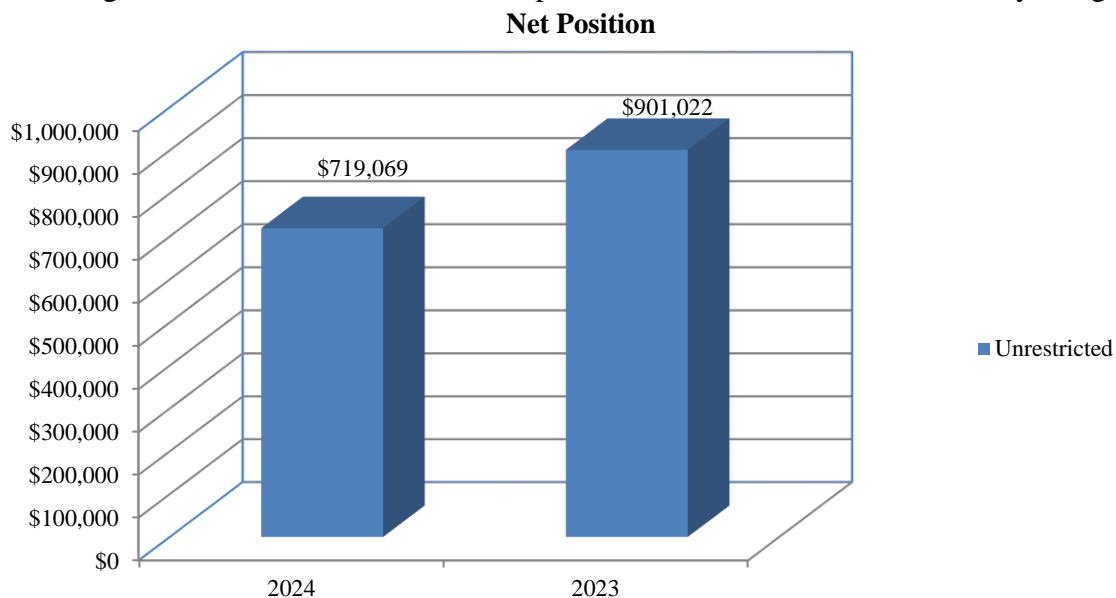
* The 2022 amounts were not restated.

On June 30, 2023, the Association’s total net position decreased by \$266,037, or 23%, compared to the previous year.

On June 30, 2023, the Association’s total assets decreased by \$183,962, or 15%, compared to the previous year. Most of this variance is attributed to the decrease in cash and equivalents of \$68,026, mainly due to operating activities due to the increase in in-person activities on campus.

On June 30, 2023, the Association’s total liabilities increased by \$82,075, or 114%, compared to the previous year. Most of this variance is related to an increase in accounts payable and accrued expenses, mainly due to the timing of payments.

The following illustrates the Association’s net position on June 30, 2024 and 2023 by category:



MEDGAR EVERS COLLEGE STUDENT FACULTY ASSOCIATION, INC.

Management's Discussion and Analysis Continued

Statements of Revenue, Expenses, and Changes in Net Position

The statements of revenue, expenses, and changes in net position represent the operating budget of the Association, as well as nonoperating revenue and expenses, if any. The significant components of revenue for the years ended June 30, 2024 and 2023 are as follows:

Revenue

	<u>2024</u>	<u>2023</u> <u>(As restated)</u>	<u>Dollar</u> <u>change</u>	<u>Percent</u> <u>change</u>
Operating revenue:				
Student activity fees, net of waivers	\$ 403,227	383,811	19,416	(5%)
Senior class	5,509	12,139	(6,630)	(55%)
Donated space and services	<u>381,384</u>	<u>363,589</u>	<u>17,795</u>	5%
Total operating revenue	<u>790,120</u>	<u>759,539</u>	<u>30,581</u>	4%
Nonoperating revenue - other	<u>3,698</u>	<u>47,546</u>	<u>(43,848)</u>	(92%)
Total revenue	\$ <u>793,818</u>	<u>807,085</u>	<u>(13,267)</u>	(2%)

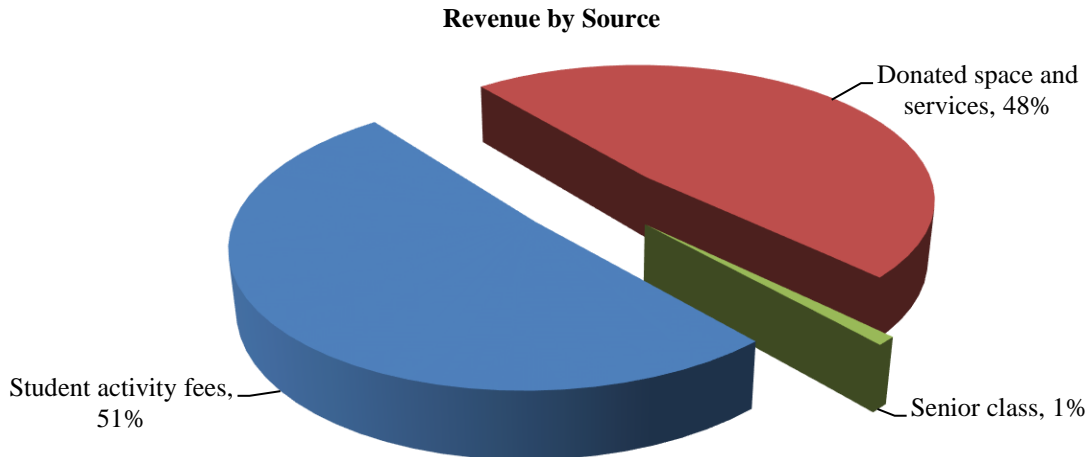
The Association's total revenue for the year ended June 30, 2024, amounted to \$793,818, a decrease of \$13,267 or 2%, compared to the previous year. The major contributing factor to this variance is a decrease in other nonoperating revenue of \$43,848. Student activity fees, net of waivers, increased due to a decrease in bad debt and fee waivers, which are allowances owed to student associations. Donated space and services increased by \$17,795 as a result of increased staff salaries.

Student activity fees represent approximately 51% of total revenue, and the Association depends on this support level to carry out its operations. There were no other significant or unexpected changes in the Association's revenue.

MEDGAR EVERS COLLEGE STUDENT FACULTY ASSOCIATION, INC.

Management’s Discussion and Analysis Continued

The following illustrates the Association’s revenue, by source, for the year ended June 30, 2024:



The significant components of revenue for the years ended June 30, 2023 and 2022 are as follows:

Revenue

	2023 (As restated)	2022*	Dollar change	Percent change
Operating revenue:				
Student activity fees, net of waivers	\$ 383,811	416,808	(32,997)	(8%)
Senior class	12,139	3,326	8,813	265%
Donated space and services	<u>363,589</u>	<u>290,437</u>	<u>73,152</u>	25%
Total operating revenue	759,539	710,571	48,968	7%
Nonoperating revenue - other	<u>47,546</u>	<u>13,844</u>	<u>33,702</u>	243%
Total revenue	\$ <u>807,085</u>	<u>724,415</u>	<u>82,670</u>	11%

* The 2022 amounts were not restated.

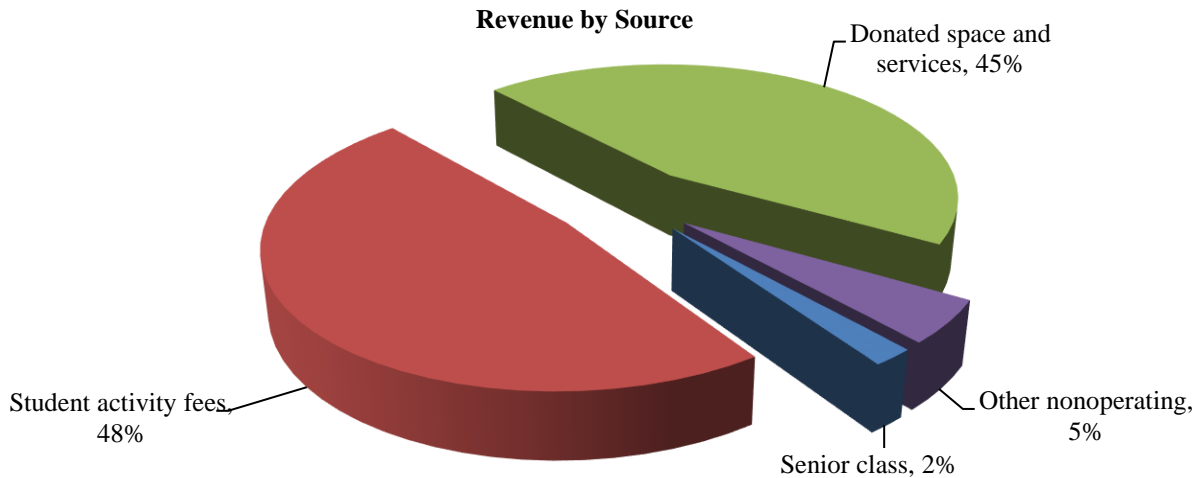
The Association’s total revenue for the year ended June 30, 2023, amounted to \$807,085, an increase of \$82,670 or 11%, compared to the previous year. The major contributing factor to this variance is an increase in donated space and services and senior class of \$73,152 and \$8,813, respectively. Donated space and services increase due to new staff and salary increases. The senior class increased mainly due to the return of in-person activities on campus.

MEDGAR EVERS COLLEGE STUDENT FACULTY ASSOCIATION, INC.

Management’s Discussion and Analysis Continued

Student activity fees represent approximately 48% of total revenue, and the Association depends on this support level to carry out its operations. There were no other significant or unexpected changes in the Association’s revenue.

The following illustrates the Association’s revenue, by source, for the year ended June 30, 2023:



The significant components of expenses for the years ended June 30, 2024 and 2023 are as follows:

Expenses

	<u>2024</u>	<u>2023</u> <u>(As restated)</u>	<u>Dollar</u> <u>change</u>	<u>Percent</u> <u>change</u>
Operating expenses:				
Student government	\$ 139,023	128,584	10,439	8%
Athletics and recreation	183,377	160,535	22,842	14%
Academic support	11,825	6,705	5,120	76%
Graduation/commencement	13,626	25,638	(12,012)	(47%)
Daycare	18,397	12,950	5,447	42%
Orientation and retention	4,591	7,421	(2,830)	(38%)
Student life	142,185	162,092	(19,907)	(12%)
Student clubs and organizations	44,525	56,649	(12,124)	(21%)
Donated space and services	381,384	363,589	17,795	5%
Management and general	<u>36,838</u>	<u>34,770</u>	<u>2,068</u>	6%
Total operating expenses	\$ <u>975,771</u>	<u>958,933</u>	<u>16,838</u>	2%

MEDGAR EVERS COLLEGE STUDENT FACULTY ASSOCIATION, INC.

Management’s Discussion and Analysis Continued

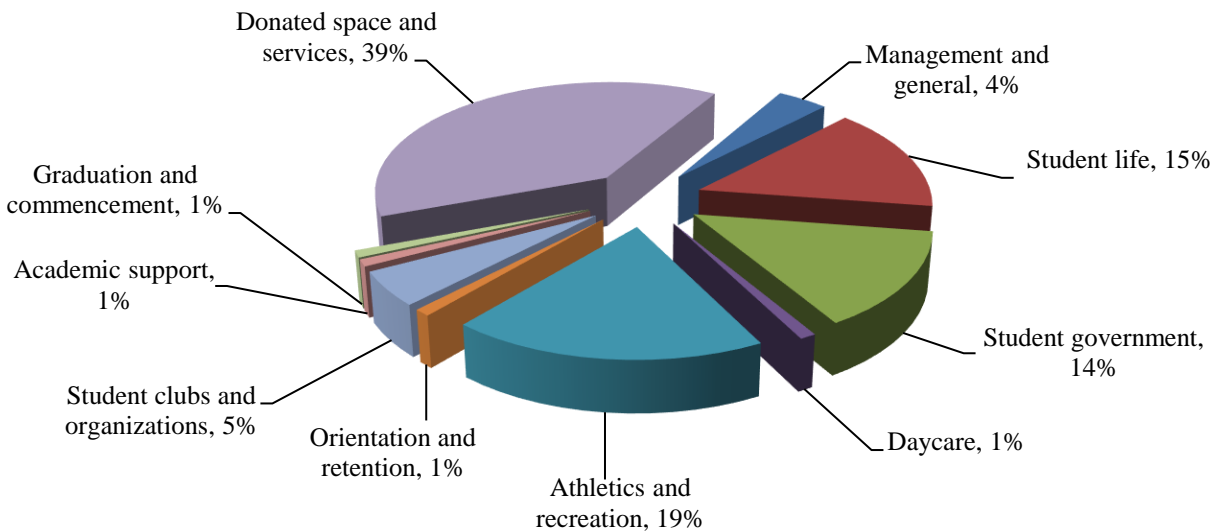
The Association’s total expenses for the year ended June 30, 2024, amounted to \$975,771, an increase of \$16,838 or 2%, compared to the previous year. The major contributing factor to this variance is the increase in student government, athletics and recreation, and donated space and services in the amount of \$10,439, \$22,842, and \$17,795, respectively. These increases are largely attributed to the resumption of in-person activities on campus and greater student participation in various programs, events, and services.

These increases were partially offset by decreases in expenses related to student life, student clubs and organizations and graduation/commencement of \$19,907, \$12,124 and \$12,012, respectively. These decreases are mainly due to the reclassification of the budgeted line items.

There were no other significant or unexpected changes in the Association’s expenses.

The following illustrates the Association’s expenses, by category, for the year ended June 30, 2024:

Expenses by Category



MEDGAR EVERS COLLEGE STUDENT FACULTY ASSOCIATION, INC.

Management's Discussion and Analysis Continued

The significant components of expenses for the years ended June 30, 2023 and 2022 are as follows:

Expenses

	2023 <u>(As restated)</u>	<u>2022*</u>	<u>Dollar change</u>	<u>Percent change</u>
Student government	\$ 128,584	65,883	62,701	95%
Athletics and recreation	160,535	163,809	(3,274)	(2%)
Academic support	6,705	3,149	3,556	113%
Graduation/commencement	25,638	-	25,638	100%
Daycare	12,950	20,254	(7,304)	(36%)
Orientation and retention	7,421	-	7,421	100%
Learning Center	-	17,852	(17,852)	(100%)
Student life	162,092	95,640	66,452	69%
Student clubs and organizations	56,649	3,342	53,307	1,595%
Donated space and services	363,589	290,437	73,152	25%
Management and general	<u>34,770</u>	<u>36,201</u>	<u>(1,431)</u>	(4%)
Total expenses	\$ <u>958,933</u>	<u>696,567</u>	<u>262,366</u>	38%

* The 2022 amounts were not restated.

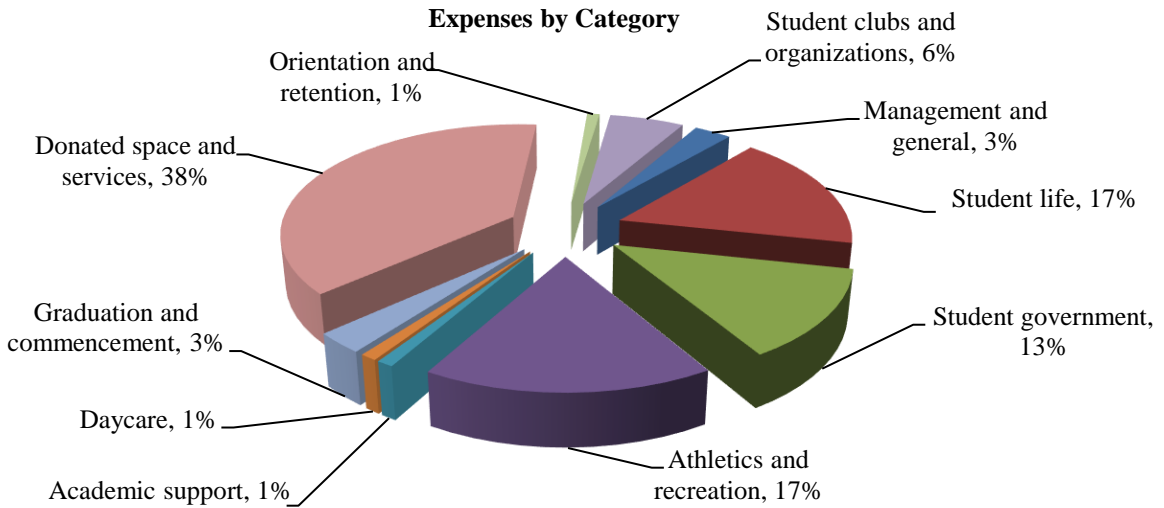
The Association's total expenses for the year ended June 30, 2023, amounted to \$958,933, an increase of \$262,366 or 38%, compared to the previous year. The major components of the variance are related to an increase in student life, donated space and services, graduation/commencement, student clubs and organizations, and student government for \$66,452, \$73,152, \$25,638, \$53,307 and \$62,701, respectively. The Association experienced significant increases due to the easing of COVID restrictions, which led to an increase in in-person activities on campus and higher participation in various programs, events, and services, thereby driving up associated expenses. These increases were offset by decreases in athletics and recreation, daycare, and the learning center of \$3,274, \$7,304, and \$17,852, respectively. These programs decreased due to limited expenses, contributing to the overall expense variance for the Association.

There were no other significant or unexpected changes in the Association's expenses.

MEDGAR EVERS COLLEGE STUDENT FACULTY ASSOCIATION, INC.

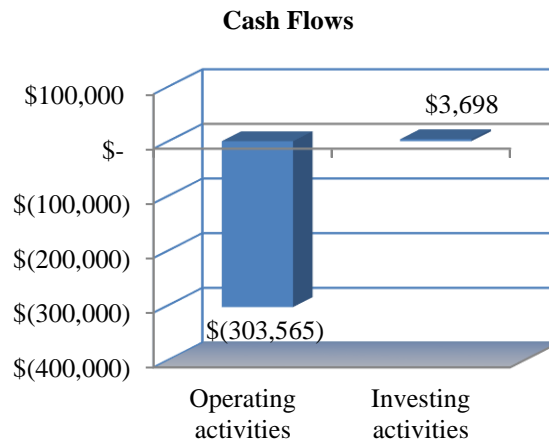
Management’s Discussion and Analysis Continued

The following illustrates the Association’s expenses, by category, for the year ended June 30, 2023:



Cash Flows

The statement of cash flows provides information about cash receipts and cash payments during the year. This statement helps users assess the Association’s ability to generate net cash flows, meet its obligations by the required date(s), and illustrate its dependency on external financing. The following summarizes the Association’s cash flows for the year ended June 30, 2024:



Economic Factors That May Affect the Future

No known economic factors may affect the future, except student enrollment, which directly relates to the amount of revenue earned and the related expenses incurred.

MEDGAR EVERS COLLEGE STUDENT FACULTY ASSOCIATION, INC.
 Statements of Net Position
 June 30, 2024 and 2023

	<u>2024</u>	<u>2023</u> <u>(As restated)</u>
<u>Assets</u>		
Current assets:		
Cash and equivalents	\$ 729,615	1,029,482
Receivables from related party, less allowance for doubtful accounts of \$155,836 in 2024 and \$141,428 in 2023	17,447	25,717
Total current assets	747,062	1,055,199
 <u>Liabilities</u>		
Current liabilities - accounts payable and accrued expenses	27,993	154,177
 <u>Net Position</u>		
Unrestricted	\$ 719,069	901,022

See accompanying notes to financial statements.

MEDGAR EVERS COLLEGE STUDENT FACULTY ASSOCIATION, INC.
 Statements of Revenue, Expenses and Changes in Net Position
 Years ended June 30, 2024 and 2023

	<u>2024</u>	<u>2023</u> (As restated)
Operating revenue:		
Student activity fees, net of waivers	\$ 403,227	383,811
Senior class	5,509	12,139
Donated space and services	<u>381,384</u>	<u>363,589</u>
Total operating revenue	<u>790,120</u>	<u>759,539</u>
Operating expenses:		
Student government	139,023	128,584
Athletics and recreation	183,377	160,535
Academic support	11,825	6,705
Graduation/commencement	13,626	25,638
Daycare	18,397	12,950
Orientation and retention	4,591	7,421
Student life	142,185	162,092
Student clubs and organizations	44,525	56,649
Donated space and services	381,384	363,589
Management and general	<u>36,838</u>	<u>34,770</u>
Total operating expenses	<u>975,771</u>	<u>958,933</u>
Loss from operations	(185,651)	(199,394)
Nonoperating revenue - other	<u>3,698</u>	<u>47,546</u>
Change in net position	<u>(181,953)</u>	<u>(151,848)</u>
Net position at beginning of year, as previously stated	901,022	1,167,059
Prior period adjustment (note 5)	<u>-</u>	<u>(114,189)</u>
Net position at beginning of year, as restated	<u>901,022</u>	<u>1,052,870</u>
Net position at end of year	<u>\$ 719,069</u>	<u>901,022</u>

See accompanying notes to financial statements.

MEDGAR EVERS COLLEGE STUDENT FACULTY ASSOCIATION, INC.
 Statements of Cash Flows
 Years ended June 30, 2024 and 2023

	<u>2024</u>	<u>2023</u> (As restated)
Cash flows from operating activities:		
Cash receipts from:		
Student activity fees, net of waivers	\$ 411,497	385,558
Senior class	5,509	12,139
Cash payments to/for:		
Vendors	(636,885)	(415,148)
Other	<u>(83,686)</u>	<u>(98,121)</u>
Net cash used in operating activities	(303,565)	(115,572)
Cash flows from investing activities - other nonoperating revenue	<u>3,698</u>	<u>47,546</u>
Net change in cash and equivalents	(299,867)	(68,026)
Cash and equivalents at beginning of year	<u>1,029,482</u>	<u>1,097,508</u>
Cash and equivalents at end of year	<u>\$ 729,615</u>	<u>1,029,482</u>
Reconciliation of loss from operations to net cash used in operating activities:		
Loss from operations	(185,651)	(199,394)
Change in allowance for doubtful accounts	14,408	27,239
Adjustments to reconcile loss from operations to net cash used in operating activities - changes in:		
Receivables from related party	(6,138)	(25,492)
Accounts payable and accrued expenses	<u>(126,184)</u>	<u>82,075</u>
Net cash used in operating activities	<u>\$ (303,565)</u>	<u>(115,572)</u>

See accompanying notes to financial statements.

MEDGAR EVERS COLLEGE STUDENT FACULTY ASSOCIATION, INC.

Notes to Financial Statements

June 30, 2024 and 2023

(1) Nature of Organization

The Medgar Evers College Student Faculty Association, Inc. (the Association) is a nonprofit entity created for the principal purpose of developing and cultivating educational, social, cultural and recreational activities among students of Medgar Evers College (the College) of the City University of New York (CUNY or the University). The Association's revenue is derived primarily from student activity fees levied by a resolution of the University's Board of Directors and collected by the College on the Association's behalf.

(2) Summary of Significant Accounting Policies

(a) Basis of Accounting

The Association's accounting policies conform to accounting principles generally accepted in the United States of America (GAAP) and applicable Governmental Accounting Standards Board (GASB) pronouncements.

For financial reporting purposes, the Association is considered a special-purpose entity engaged only in business-type activities. GASB defines business-type activities as activities financed in whole or in part by fees charged to external parties for goods or services. Accordingly, the accompanying financial statements have been prepared using the economic resources measurement focus and the accrual basis of accounting in accordance with GAAP, as prescribed by GASB. For financial reporting purposes, the Association is also considered a discretely presented component unit of the University, as defined by GASB.

(b) Net Position

The Association's resources are classified into the following net position categories:

Net investment in capital assets - Capital assets, net of accumulated depreciation and outstanding principal balances of debt, if any, attributable to the acquisition, construction or improvement of those assets.

Restricted - non-expendable - Net position subject to externally imposed stipulations requiring the Association to maintain them in perpetuity.

Restricted - expendable - Net position whose use is subject to externally imposed stipulations that can be fulfilled by the actions of the Association or the passage of time.

Unrestricted - All other net positions, including net positions designated by actions, if any, of the Association's Board of Directors.

At June 30, 2024 and 2023, the Association had no net investment in capital assets and no restricted net position.

MEDGAR EVERS COLLEGE STUDENT FACULTY ASSOCIATION, INC.

Notes to Financial Statements, Continued

(2) Summary of Significant Accounting Policies, Continued

(c) Cash and Equivalents

Cash and equivalents are comprised of highly liquid instruments with original maturities of 90 days or less.

(d) Accounts Receivable

Receivables are stated at the amount management expects to collect from outstanding balances. Management provides for probable uncollectible amounts through a provision for bad debt expenses and an adjustment to a valuation allowance based on its assessment of the current status of individual accounts. Balances that are still outstanding after management has used reasonable collection efforts are written off through a charge to the valuation allowance and a credit to accounts receivable.

(e) Revenue Recognition

Student activity fees are recognized in the period earned. Activity fees collected prior to year-end, if any, relating to the summer and fall semesters of the subsequent year, are recorded as unearned revenue.

(f) Donated Space and Services

The Association operates on the campus of the College and utilizes facilities and equipment and personal services of certain College employees. The estimated cost savings associated with these items are reflected in the accompanying financial statements as revenue and expenses amounted to \$381,384 and \$363,589 for the years ended June 30, 2024 and 2023, respectively.

(g) Functional Expenses

The costs of providing the various programs and other activities have been summarized on a functional basis in the statements of revenue, expenses and changes in net position. Accordingly, certain costs have been allocated among the programs and supporting services benefited.

(h) Use of Estimates

The preparation of financial statements in accordance with GAAP requires management to make estimates and judgments that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period. Actual results could differ from those estimates.

(i) Subsequent Events

The Association has evaluated subsequent events through the date of the report, which is the date the financial statements were available to be issued.

MEDGAR EVERS COLLEGE STUDENT FACULTY ASSOCIATION, INC.

Notes to Financial Statements, Continued

(2) Summary of Significant Accounting Policies, Continued

(j) Income Taxes

The Association is exempt from federal income taxes under Section 501(c) (3) of the Internal Revenue Code (the Code); therefore, no provision for income taxes is reflected in the financial statements. The Association has been classified as a publicly supported organization that is not a private foundation under Section 509(a) of the Code. The Association presently discloses or recognizes income tax positions based on management's estimate of whether a liability has been incurred for unrecognized income taxes is reasonably possible or probable. Management has concluded that the Association has taken no uncertain tax positions that require adjusting its financial statements. U.S. Forms 990 filed by the Association are subject to examination by taxing authorities.

(k) Reclassifications

Reclassifications have been made to certain 2023 balances in order to conform them to the 2024 presentation.

(3) Concentration of Credit Risk

Custodial credit risk of deposits is the risk that the Association's deposits may not be returned in the event of a bank failure. The Association maintains cash and equivalents at financial institutions which periodically may exceed federally insured limits. At June 30, 2024, \$261,483 of the Association's bank balance of \$740,748 was exposed to custodial credit risk as it was uninsured and uncollateralized. At June 30, 2023, \$552,539 of the Association's bank balance of \$1,031,520 was exposed to custodial credit risk as it was uninsured and uncollateralized.

(4) Related Party Transactions

At June 30, 2024 and 2023, the Association had an amount net of allowance for doubtful accounts, due from a related party of \$17,447 and \$25,717, respectively..

The College provided accounting services related to the bookkeeping of the Association's records for \$25,000 and \$15,000 during the years ended June 30, 2024 and 2023, respectively.

(5) Prior Period Adjustment

Certain adjustments to the 2023 financial statements were required to properly state receivables from a related party. A summary of the restatement is as follows:

	As previously stated	Adjustments	Restated amounts
Receivables from related party	\$ <u>167,145</u>	<u>(141,428)</u>	<u>25,717</u>
Statement activity fees	\$ <u>411,050</u>	<u>(27,239)</u>	<u>383,811</u>
Net position at beginning of year	\$ <u>1,167,059</u>	<u>(114,189)</u>	<u>1,052,870</u>

MEDGAR EVERS COLLEGE STUDENT FACULTY ASSOCIATION, INC.

Notes to Financial Statements, Continued

(6) Accounting Standards Issued But Not Yet Implemented

GASB has issued the following pronouncements which will be implemented in the years required. The effects of the implementation of these pronouncements are not known at this time.

Statement No. 101 - Compensated Absences. Effective for fiscal years beginning after December 15, 2023.

Statement No. 102 - Certain Risk Disclosures. Effective for fiscal years beginning after June 15, 2024.

Statement No. 103 - Financial Reporting Model Improvements. Effective for fiscal years beginning after June 15, 2025.