

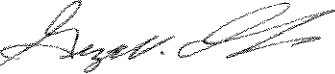


Financial Services
401 Golden Shore, 5th Floor
Long Beach, CA 90802-4210

www.calstate.edu

Date: June 17, 2010 **Code:** AD 10-02

To: Associate Vice Presidents, Business/Administration

From: George V. Ashkar 
Assistant Vice Chancellor/Controller
Financial Services

Subject: 2009/10 Cal Grants Pending Reimbursement from CSAC at Year End

Per the memorandum dated May 7, 2010 titled California Student Aid Commission Alert Suspending Cal Grant Payments issued by Dr. Benjamin F. Quillian, campuses are to treat Cal Grant A and B awards as accounts receivable from the state. These directives shall be implemented by the campus Financial Services staff using the following steps:

1. In the event that reimbursement is not received by June 30, the campus will establish a lump sum receivable in the Cal Grant fund, CSU fund 424, for the Cal Grant A and B award amount owed from the California Student Aid commission (CSAC).
2. In the event that reimbursement is not received by June 30, the aid would have been disbursed to the student accounts. Therefore, CSU fund 424 will have a deficit or negative cash balance. Under those circumstances, campus 4th quarter FIRMS submissions are expected to contain this abnormal balance which will be passed by the FIRMS manual edit process.

To ensure consistent treatment across campuses, a schedule of sample accounting entries have been provided in Attachment A.

If you have questions, please contact Lily Wang at (562) 951-4628 or Sherry Pickering at (562) 951-4519.

cc: Dean Kulju, Student Academic Support
FSAC

CSU Campuses
Bakersfield
Channel Islands
Chico
Dominguez Hills
East Bay

Fresno
Fullerton
Humboldt
Long Beach
Los Angeles
Maritime Academy

Monterey Bay
Northridge
Pomona
Sacramento
San Bernardino
San Diego

San Francisco
San José
San Luis Obispo
San Marcos
Sonoma
Stanislaus

Cal Grants				
1	Student Registers			
	<u>FIRMS</u>			
<u>Fund</u>	<u>Object Code</u>	<u>Account Descr.</u>	<u>Debit</u>	<u>Credit</u>
485	103004	A/R from Oper Rev (Student)	100	
	501XXX	Fee Revenue		100
2	Aid Disbursed from Aid Fund for Cal Grant Award¹			
	<u>FIRMS</u>			
<u>Fund</u>	<u>Object Code</u>	<u>Account Descr.</u>	<u>Debit</u>	<u>Credit</u>
424	609003	Scholarship/Grant	115	
	101100	Cash		115
3	Aid Applied to Student Account			
	<u>FIRMS</u>			
<u>Fund</u>	<u>Object Code</u>	<u>Account Descr.</u>	<u>Debit</u>	<u>Credit</u>
485	101100	Cash	100	
	103004	A/R from Oper Rev (Student)		100
4	Establish Receivable From CSAC			
	<u>FIRMS</u>			
<u>Fund</u>	<u>Object Code</u>	<u>Account Descr.</u>	<u>Debit</u>	<u>Credit</u>
424	103004	A/R from Oper Rev (State)	115	
	503204	State Grant Rev.		115
5	Receive Funds from CSAC			
	<u>FIRMS</u>			
<u>Fund</u>	<u>Object Code</u>	<u>Account Descr.</u>	<u>Debit</u>	<u>Credit</u>
424	101100	Cash	115	
	103004	A/R from Oper Rev (State)		115

(1) The example award includes an Access Grant of \$15.

Entries 1-3 are fed to Finance from the Student system.