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Form **990**

# Return of Organization Exempt From Income Tax

Under section 501(c), 527, or 4947(a)(1) of the Internal Revenue Code (except black lung benefit trust or private foundation)

OMB No 1545-0047

# 2008

Open to Public Inspection

Department of the Treasury  
Internal Revenue Service

The organization may have to use a copy of this return to satisfy state reporting requirements.

**A** For the 2008 calendar year, or tax year beginning **JUL 1, 2008** and ending **JUN 30, 2009**

<b>B</b> Check if applicable: <input type="checkbox"/> Address change <input type="checkbox"/> Name change <input type="checkbox"/> Initial return <input type="checkbox"/> Termination <input type="checkbox"/> Amended return <input type="checkbox"/> Application pending	<b>C</b> Name of organization <b>MINNESOTA STATE UNIVERSITY STUDENT ASSOCIATION, INC.</b> Doing Business As	<b>D</b> Employer identification number <b>41-1425049</b>
	Number and street (or P.O. box if mail is not delivered to street address) Room/suite <b>23 EMPIRE DRIVE 100</b>	<b>E</b> Telephone number <b>(651) 224-1518</b>
	City or town, state or country, and ZIP + 4 <b>ST. PAUL, MN 55103</b>	<b>G</b> Gross receipts \$ <b>782,363.</b>
	<b>F</b> Name and address of principal officer: <b>KELLY ASCHE</b> <b>SAME AS C ABOVE</b>	<b>H(a)</b> Is this a group return for affiliates? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No <b>H(b)</b> Are all affiliates included? <input type="checkbox"/> Yes <input type="checkbox"/> No If "No," attach a list. (see instructions) <b>H(c)</b> Group exemption number

**I** Tax-exempt status:  501(c) ( **3** ) (insert no.)  4947(a)(1) or  527

**J** Website: **WWW.MSUSA.NET**

**K** Type of organization:  Corporation  Trust  Association  Other

**L** Year of formation: **1967**

**M** State of legal domicile: **MN**

## Part I Summary

<b>1</b> Briefly describe the organization's mission or most significant activities: <b>TO ADVOCATE ON BEHALF OF ALL MINNESOTA STATE UNIVERSITY STUDENTS</b>			
	<b>2</b> Check this box <input type="checkbox"/> if the organization discontinued its operations or disposed of more than 25% of its assets.		
	<b>3</b> Number of voting members of the governing body (Part VI, line 1a)	<b>3</b>	
	<b>4</b> Number of independent voting members of the governing body (Part VI, line 1b)	<b>7</b>	
	<b>5</b> Total number of employees (Part V, line 2a)	<b>19</b>	
	<b>6</b> Total number of volunteers (estimate if necessary)	<b>100</b>	
	<b>7a</b> Total gross unrelated business revenue from Part VIII, line 12, column (C)	<b>0.</b>	
<b>7b</b> Net unrelated business taxable income from Form 990-T, line 34	<b>0.</b>		
<b>8</b> Contributions and grants (Part VIII, line 1h) <b>9</b> Program service revenue (Part VIII, line 2g) <b>10</b> Investment income (Part VIII, column (A), lines 3, 4, and 7d) <b>11</b> Other revenue (Part VIII, column (A), lines 5, 6d, 8c, 9c, 10c, and 11e) <b>12</b> Total revenue - add lines 8 through 11 (must equal Part VIII, column (A), line 12)	<b>RECEIVED</b> <b>MAY 07 2010</b> <b>COOPERATIVE</b>		
	<b>Prior Year</b>	<b>Current Year</b>	
	<b>57,700.</b>	<b>12,065.</b>	
	<b>696,220.</b>	<b>695,441.</b>	
	<b>28,354.</b>	<b>27,781.</b>	
	<b>15,955.</b>	<b>25,284.</b>	
	<b>798,229.</b>	<b>760,571.</b>	
	<b>32,016.</b>		
	<b>13</b> Grants and similar amounts paid (Part IX, column (A), lines 1-3) <b>14</b> Benefits paid to or for members (Part IX, column (A), line 4) <b>15</b> Salaries, other compensation, employee benefits (Part IX, column (A), lines 5-10) <b>16a</b> Professional fundraising fees (Part IX, column (A), line 11e) <b>b</b> Total fundraising expenses (Part IX, column (D), line 25) <b>36,455.</b> <b>17</b> Other expenses (Part IX, column (A), lines 11a-11d, 11f-24f) <b>18</b> Total expenses. Add lines 13-17 (must equal Part IX, column (A), line 25) <b>19</b> Revenue less expenses. Subtract line 18 from line 12	<b>Prior Year</b>	<b>Current Year</b>
		<b>402,496.</b>	<b>420,943.</b>
<b>241,140.</b>		<b>274,647.</b>	
<b>643,636.</b>		<b>727,606.</b>	
<b>154,593.</b>		<b>32,965.</b>	
<b>20</b> Total assets (Part X, line 16) <b>21</b> Total liabilities (Part X, line 26) <b>22</b> Net assets or fund balances. Subtract line 21 from line 20	<b>Beginning of Year</b>	<b>End of Year</b>	
	<b>1,158,051.</b>	<b>1,165,383.</b>	
	<b>9,327.</b>	<b>15,710.</b>	
	<b>1,148,724.</b>	<b>1,149,673.</b>	

## Part II Signature Block

Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than officer) is based on all information of which preparer has any knowledge.

**Sign Here**  
 Signature of officer: *Kelly Asche* Date: **05/03/10**  
**KELLY ASCHE, EXECUTIVE DIRECTOR**  
 Type or print name and title

**Paid Preparer's Use Only**  
 Preparer's signature: *John Anderson* Date: **4/30/10** Check if self-employed:   
 Firm's name (or yours if self-employed), address, and ZIP + 4: **FROEHLING ANDERSON LTD**  
**1000 SHELARD PARKWAY - SUITE 400**  
**ST. LOUIS PARK, MN 55426**  
 Preparer's identifying number (see instructions): **20531400**  
 EIN: **41-1425049**  
 Phone no.: **(952) 979-3100**

May the IRS discuss this return with the preparer shown above? (see instructions)

Yes  No

*af 6/5*

MINNESOTA STATE UNIVERSITY STUDENT ASSOCIATION, INC.

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Part III Statement of Program Service Accomplishments (see instructions)

1 Briefly describe the organization's mission: MINNESOTA STATE UNIVERSITY STUDENT ASSOCIATION'S MISSION IS TO EDUCATE AND INFORM STUDENTS ABOUT HIGHER EDUCATION ISSUES THAT AFFECT THE LIVES OF STUDENTS WHILE PROVIDING OPPORTUNITIES FOR THESE STUDENTS TO ADVOCATE ON BEHALF OF ALL MINNESOTA STATE UNIVERSITY STUDENTS.

2 Did the organization undertake any significant program services during the year which were not listed on the prior Form 990 or 990-EZ? [ ] Yes [X] No If "Yes", describe these new services on Schedule O.

3 Did the organization cease conducting, or make significant changes in how it conducts, any program services? [ ] Yes [X] No If "Yes", describe these changes on Schedule O.

4 Describe the exempt purpose achievements for each of the organization's three largest program services by expenses. Section 501(c)(3) and 501(c)(4) organizations and section 4947(a)(1) trusts are required to report the amount of grants and allocations to others, the total expenses, and revenue, if any, for each program service reported.

SEE SCHEDULE O FOR CONTINUATION(S)

4a (Code: ) (Expenses \$ 434,896. including grants of \$ ) (Revenue \$ ) AT THE SYSTEM LEVEL: MSUSA REPRESENTS STUDENTS INTEREST AS SYSTEMWIDE POLICIES REGARDING TUITION, FINANCIAL AID, ACADEMICS, AND OTHERS ARE REVIEWED AND IMPLEMENTED AND ALSO WORKS WITH MINNESOTA STATE COLLEGES AND UNIVERSITIES (MNSCU) STAFF ON BUDGET ISSUES AND ISSUES THAT AFFECT STUDENTS.

AT THE STATE LEVEL:

MSUSA REPRESENTS STUDENTS AT THE MINNESOTA LEGISLATURE, WHERE POLICIES AND STATE FUNDING ARE DETERMINED. STUDENTS OFTEN TESTIFY AT THE LEGISLATURE ABOUT ISSUES THAT AFFECT THEM, AND A LARGE STUDENT RALLY IS HELD AT THE CAPITOL EVERY TWO YEARS.

4b (Code: ) (Expenses \$ including grants of \$ ) (Revenue \$ )

4c (Code: ) (Expenses \$ including grants of \$ ) (Revenue \$ )

4d Other program services. (Describe in Schedule O.) (Expenses \$ including grants of \$ ) (Revenue \$ )

4e Total program service expenses \$ 434,896. (Must equal Part IX, Line 25, column (B).)

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ASSOCIATION, INC.

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**Part IV Checklist of Required Schedules**

	Yes	No
1 Is the organization described in section 501(c)(3) or 4947(a)(1) (other than a private foundation)? <i>If "Yes," complete Schedule A</i>	X	
2 Is the organization required to complete Schedule B, Schedule of Contributors?		X
3 Did the organization engage in direct or indirect political campaign activities on behalf of or in opposition to candidates for public office? <i>If "Yes," complete Schedule C, Part I</i>		X
4 <b>Section 501(c)(3) organizations.</b> Did the organization engage in lobbying activities? <i>If "Yes," complete Schedule C, Part II</i>	X	
5 <b>Section 501(c)(4), 501(c)(5), and 501(c)(6) organizations.</b> Is the organization subject to the section 6033(e) notice and reporting requirement and proxy tax? <i>If "Yes," complete Schedule C, Part III</i>		
6 Did the organization maintain any donor advised funds or any accounts where donors have the right to provide advice on the distribution or investment of amounts in such funds or accounts? <i>If "Yes," complete Schedule D, Part I</i>		X
7 Did the organization receive or hold a conservation easement, including easements to preserve open space, the environment, historic land areas, or historic structures? <i>If "Yes," complete Schedule D, Part II</i>		X
8 Did the organization maintain collections of works of art, historical treasures, or other similar assets? <i>If "Yes," complete Schedule D, Part III</i>		X
9 Did the organization report an amount in Part X, line 21; serve as a custodian for amounts not listed in Part X; or provide credit counseling, debt management, credit repair, or debt negotiation services? <i>If "Yes," complete Schedule D, Part IV</i>		X
10 Did the organization hold assets in term, permanent, or quasi-endowments? <i>If "Yes," complete Schedule D, Part V</i>	X	
11 Did the organization report an amount in Part X, lines 10, 12, 13, 15, or 25? <i>If "Yes," complete Schedule D, Parts VI, VII, VIII, IX, or X as applicable</i>	X	
12 Did the organization receive an audited financial statement for the year for which it is completing this return that was prepared in accordance with GAAP? <i>If "Yes," complete Schedule D, Parts XI, XII, and XIII</i>	X	
13 Is the organization a school as described in section 170(b)(1)(A)(ii)? <i>If "Yes," complete Schedule E</i>		X
14a Did the organization maintain an office, employees, or agents outside of the U.S.?		X
b Did the organization have aggregate revenues or expenses of more than \$10,000 from grantmaking, fundraising, business, and program service activities outside the U.S.? <i>If "Yes," complete Schedule F, Part I</i>		X
15 Did the organization report on Part IX, column (A), line 3, more than \$5,000 of grants or assistance to any organization or entity located outside the United States? <i>If "Yes," complete Schedule F, Part II</i>		X
16 Did the organization report on Part IX, column (A), line 3, more than \$5,000 of aggregate grants or assistance to individuals located outside the United States? <i>If "Yes," complete Schedule F, Part III</i>		X
17 Did the organization report more than \$15,000 on Part IX, column (A), line 11e? <i>If "Yes," complete Schedule G, Part I</i>		X
18 Did the organization report more than \$15,000 total on Part VIII, lines 1c and 8a? <i>If "Yes," complete Schedule G, Part II</i>	X	
19 Did the organization report more than \$15,000 on Part VIII, line 9a? <i>If "Yes," complete Schedule G, Part III</i>		X
20 Did the organization operate one or more hospitals? <i>If "Yes," complete Schedule H</i>		X
21 Did the organization report more than \$5,000 on Part IX, column (A), line 1? <i>If "Yes," complete Schedule I, Parts I and II</i>		X
22 Did the organization report more than \$5,000 on Part IX, column (A), line 2? <i>If "Yes," complete Schedule I, Parts I and III</i>	X	
23 Did the organization answer "Yes" to Part VII, Section A, questions 3, 4, or 5? <i>If "Yes," complete Schedule J</i>		X
24a Did the organization have a tax-exempt bond issue with an outstanding principal amount of more than \$100,000 as of the last day of the year, that was issued after December 31, 2002? <i>If "Yes," answer questions 24b-24d and complete Schedule K. If "No," go to question 25</i>		X
b Did the organization invest any proceeds of tax-exempt bonds beyond a temporary period exception?		
c Did the organization maintain an escrow account other than a refunding escrow at any time during the year to defease any tax-exempt bonds?		
d Did the organization act as an "on behalf of" issuer for bonds outstanding at any time during the year?		
25a <b>Section 501(c)(3) and 501(c)(4) organizations.</b> Did the organization engage in an excess benefit transaction with a disqualified person during the year? <i>If "Yes," complete Schedule L, Part I</i>		X
b Did the organization become aware that it had engaged in an excess benefit transaction with a disqualified person from a prior year? <i>If "Yes," complete Schedule L, Part I</i>		X
26 Was a loan to or by a current or former officer, director, trustee, key employee, highly compensated employee, or disqualified person outstanding as of the end of the organization's tax year? <i>If "Yes," complete Schedule L, Part II</i>		X
27 Did the organization provide a grant or other assistance to an officer, director, trustee, key employee, or substantial contributor, or to a person related to such an individual? <i>If "Yes," complete Schedule L, Part III</i>		X

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MINNESOTA STATE UNIVERSITY STUDENT  
ASSOCIATION, INC.

**Part IV Checklist of Required Schedules** (continued)

	Yes	No
<b>28</b> During the tax year, did any person who is a current or former officer, director, trustee, or key employee:		
<b>a</b> Have a direct business relationship with the organization (other than as an officer, director, trustee, or employee), or an indirect business relationship through ownership of more than 35% in another entry (individually or collectively with other person(s) listed in Part VII, Section A)? <i>If "Yes," complete Schedule L, Part IV</i>		X
<b>b</b> Have a family member who had a direct or indirect business relationship with the organization? <i>If "Yes," complete Schedule L, Part IV</i>		X
<b>c</b> Serve as an officer, director, trustee, key employee, partner, or member of an entity (or a shareholder of a professional corporation) doing business with the organization? <i>If "Yes," complete Schedule L, Part IV</i>		X
<b>29</b> Did the organization receive more than \$25,000 in non-cash contributions? <i>If "Yes," complete Schedule M</i>		X
<b>30</b> Did the organization receive contributions of art, historical treasures, or other similar assets, or qualified conservation contributions? <i>If "Yes," complete Schedule M</i>		X
<b>31</b> Did the organization liquidate, terminate, or dissolve and cease operations? <i>If "Yes," complete Schedule N, Part I</i>		X
<b>32</b> Did the organization sell, exchange, dispose of, or transfer more than 25% of its net assets? <i>If "Yes," complete Schedule N, Part II</i>		X
<b>33</b> Did the organization own 100% of an entity disregarded as separate from the organization under Regulations sections 301.7701-2 and 301.7701-3? <i>If "Yes," complete Schedule R, Part I</i>		X
<b>34</b> Was the organization related to any tax-exempt or taxable entity? <i>If "Yes," complete Schedule R, Parts II, III, IV, and V, line 1</i>		X
<b>35</b> Is any related organization a controlled entity within the meaning of section 512(b)(13)? <i>If "Yes," complete Schedule R, Part V, line 2</i>		X
<b>36</b> <b>Section 501(c)(3) organizations.</b> Did the organization make any transfers to an exempt non-charitable related organization? <i>If "Yes," complete Schedule R, Part V, line 2</i>		X
<b>37</b> Did the organization conduct more than 5% of its activities through an entity that is not a related organization and that is treated as a partnership for federal income tax purposes? <i>If "Yes," complete Schedule R, Part VI</i>		X

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**Part V** Statements Regarding Other IRS Filings and Tax Compliance

		Yes	No
<b>1a</b>	Enter the number reported in Box 3 of Form 1096, Annual Summary and Transmittal of U.S. Information Returns. Enter -0- if not applicable		
<b>1b</b>	Enter the number of Forms W-2G included in line 1a. Enter -0- if not applicable		
<b>1a</b>	4		
<b>1b</b>	0		
<b>c</b>	Did the organization comply with backup withholding rules for reportable payments to vendors and reportable gaming (gambling) winnings to prize winners?		X
<b>2a</b>	Enter the number of employees reported on Form W-3, Transmittal of Wage and Tax Statements, filed for the calendar year ending with or within the year covered by this return		
<b>2a</b>	19		
<b>b</b>	If at least one is reported on line 2a, did the organization file all required federal employment tax returns? <b>Note.</b> If the sum of lines 1a and 2a is greater than 250, you may be required to e-file this return. (see instructions)	X	
<b>3a</b>	Did the organization have unrelated business gross income of \$1,000 or more during the year covered by this return?		X
<b>3b</b>	If "Yes," has it filed a Form 990-T for this year? If "No," provide an explanation in Schedule O		
<b>4a</b>	At any time during the calendar year, did the organization have an interest in, or a signature or other authority over, a financial account in a foreign country (such as a bank account, securities account, or other financial account)?		X
<b>b</b>	If "Yes," enter the name of the foreign country: _____ See the instructions for exceptions and filing requirements for Form TD F 90-22.1, Report of Foreign Bank and Financial Accounts.		
<b>5a</b>	Was the organization a party to a prohibited tax shelter transaction at any time during the tax year?		X
<b>5b</b>	Did any taxable party notify the organization that it was or is a party to a prohibited tax shelter transaction?		X
<b>5c</b>	If "Yes," to question 5a or 5b, did the organization file Form 8886-T, Disclosure by Tax-Exempt Entity Regarding Prohibited Tax Shelter Transaction?		
<b>6a</b>	Did the organization solicit any contributions that were not tax deductible?		X
<b>6b</b>	If "Yes," did the organization include with every solicitation an express statement that such contributions or gifts were not tax deductible?		
<b>7</b>	<b>Organizations that may receive deductible contributions under section 170(c).</b>		
<b>a</b>	Did the organization provide goods or services in exchange for any quid pro quo contribution of more than \$75?		X
<b>b</b>	If "Yes," did the organization notify the donor of the value of the goods or services provided?		
<b>c</b>	Did the organization sell, exchange, or otherwise dispose of tangible personal property for which it was required to file Form 8282?		X
<b>d</b>	If "Yes," indicate the number of Forms 8282 filed during the year		
<b>7d</b>			
<b>e</b>	Did the organization, during the year, receive any funds, directly or indirectly, to pay premiums on a personal benefit contract?		X
<b>f</b>	Did the organization, during the year, pay premiums, directly or indirectly, on a personal benefit contract?		X
<b>g</b>	For all contributions of qualified intellectual property, did the organization file Form 8899 as required?		X
<b>h</b>	For contributions of cars, boats, airplanes, and other vehicles, did the organization file a Form 1098-C as required?		X
<b>8</b>	<b>Section 501(c)(3) and other sponsoring organizations maintaining donor advised funds and section 509(a)(3) supporting organizations.</b> Did the supporting organization, or a fund maintained by a sponsoring organization, have excess business holdings at any time during the year?		
<b>9</b>	<b>Section 501(c)(3) and other sponsoring organizations maintaining donor advised funds.</b>		
<b>a</b>	Did the organization make any taxable distributions under section 4966?		
<b>9a</b>			
<b>b</b>	Did the organization make a distribution to a donor, donor advisor, or related person?		
<b>9b</b>			
<b>10</b>	<b>Section 501(c)(7) organizations.</b> Enter: N/A		
<b>a</b>	Initiation fees and capital contributions included on Part VIII, line 12		
<b>10a</b>			
<b>b</b>	Gross receipts, included on Form 990, Part VIII, line 12, for public use of club facilities		
<b>10b</b>			
<b>11</b>	<b>Section 501(c)(12) organizations.</b> Enter: N/A		
<b>a</b>	Gross income from members or shareholders		
<b>11a</b>			
<b>b</b>	Gross income from other sources (Do not net amounts due or paid to other sources against amounts due or received from them.)		
<b>11b</b>			
<b>12a</b>	<b>Section 4947(a)(1) non-exempt charitable trusts.</b> Is the organization filing Form 990 in lieu of Form 1041?		
<b>b</b>	If "Yes," enter the amount of tax-exempt interest received or accrued during the year N/A		
<b>12b</b>			

Form 990 (2008)

**Part VI Governance, Management, and Disclosure** (Sections A, B, and C request information about policies not required by the Internal Revenue Code.)

**Section A. Governing Body and Management**

For each "Yes" response to lines 2-7b below, and for a "No" response to lines 8 or 9b below, describe the circumstances, processes, or changes in Schedule O. See instructions.

	Yes	No
<b>1a</b> Enter the number of voting members of the governing body		7
<b>1b</b> Enter the number of voting members that are independent		7
<b>2</b> Did any officer, director, trustee, or key employee have a family relationship or a business relationship with any other officer, director, trustee, or key employee?		X
<b>3</b> Did the organization delegate control over management duties customarily performed by or under the direct supervision of officers, directors or trustees, or key employees to a management company or other person?		X
<b>4</b> Did the organization make any significant changes to its organizational documents since the prior Form 990 was filed?		X
<b>5</b> Did the organization become aware during the year of a material diversion of the organization's assets?		X
<b>6</b> Does the organization have members or stockholders?	X	
<b>7a</b> Does the organization have members, stockholders, or other persons who may elect one or more members of the governing body?	X	
<b>7b</b> Are any decisions of the governing body subject to approval by members, stockholders, or other persons?		X
<b>8</b> Did the organization contemporaneously document the meetings held or written actions undertaken during the year by the following:		
<b>a</b> The governing body?	X	
<b>b</b> Each committee with authority to act on behalf of the governing body?	X	
<b>9a</b> Does the organization have local chapters, branches, or affiliates?		X
<b>b</b> If "Yes," does the organization have written policies and procedures governing the activities of such chapters, affiliates, and branches to ensure their operations are consistent with those of the organization?		
<b>10</b> Was a copy of the Form 990 provided to the organization's governing body before it was filed? All organizations must describe in Schedule O the process, if any, the organization uses to review the Form 990	X	
<b>11</b> Is there any officer, director or trustee, or key employee listed in Part VII, Section A, who cannot be reached at the organization's mailing address? If "Yes," provide the names and addresses in Schedule O		X

**Section B. Policies**

	Yes	No
<b>12a</b> Does the organization have a written conflict of interest policy? If "No," go to line 13	X	
<b>b</b> Are officers, directors or trustees, and key employees required to disclose annually interests that could give rise to conflicts?	X	
<b>c</b> Does the organization regularly and consistently monitor and enforce compliance with the policy? If "Yes," describe in Schedule O how this is done	X	
<b>13</b> Does the organization have a written whistleblower policy?	X	
<b>14</b> Does the organization have a written document retention and destruction policy?	X	
<b>15</b> Did the process for determining compensation of the following persons include a review and approval by independent persons, comparability data, and contemporaneous substantiation of the deliberation and decision:		
<b>a</b> The organization's CEO, Executive Director, or top management official?		X
<b>b</b> Other officers or key employees of the organization? Describe the process in Schedule O. (see instructions)	X	
<b>16a</b> Did the organization invest in, contribute assets to, or participate in a joint venture or similar arrangement with a taxable entity during the year?		X
<b>b</b> If "Yes," has the organization adopted a written policy or procedure requiring the organization to evaluate its participation in joint venture arrangements under applicable federal tax law, and taken steps to safeguard the organization's exempt status with respect to such arrangements?		

**Section C. Disclosure**

<b>17</b> List the states with which a copy of this Form 990 is required to be filed	MN
<b>18</b> Section 6104 requires an organization to make its Forms 1023 (or 1024 if applicable), 990, and 990-T (501(c)(3)s only) available for public inspection. Indicate how you make these available. Check all that apply. <input type="checkbox"/> Own website <input type="checkbox"/> Another's website <input checked="" type="checkbox"/> Upon request	
<b>19</b> Describe in Schedule O whether (and if so, how), the organization makes its governing documents, conflict of interest policy, and financial statements available to the public.	
<b>20</b> State the name, physical address, and telephone number of the person who possesses the books and records of the organization:	THE ORGANIZATION - 651-224-1518 23 EMPIRE DRIVE, NO. 100, ST PAUL, MN 55103

**Part VII Compensation of Officers, Directors, Trustees, Key Employees, Highest Compensated Employees, and Independent Contractors**

**Section A. Officers, Directors, Trustees, Key Employees, and Highest Compensated Employees**

1a Complete this table for all persons required to be listed. Use Schedule J-2 if additional space is needed.

• List all of the organization's **current** officers, directors, trustees (whether individuals or organizations), regardless of amount of compensation, and **current** key employees. Enter -0- in columns (D), (E), and (F) if no compensation was paid.

• List the organization's five **current** highest compensated employees (other than an officer, director, trustee, or key employee) who received reportable compensation (Box 5 of Form W-2 and/or Box 7 of Form 1099-MISC) of more than \$100,000 from the organization and any related organizations.

• List all of the organization's **former** officers, key employees, and highest compensated employees who received more than \$100,000 of reportable compensation from the organization and any related organizations.

• List all of the organization's **former directors or trustees** that received, in the capacity as a former director or trustee of the organization, more than \$10,000 of reportable compensation from the organization and any related organizations.

List persons in the following order: individual trustees or directors; institutional trustees; officers; key employees; highest compensated employees; and former such persons.

Check this box if the organization did not compensate any officer, director, trustee, or key employee.

(A) Name and Title	(B) Average hours per week	(C) Position (check all that apply)						(D) Reportable compensation from the organization (W-2/1099-MISC)	(E) Reportable compensation from related organizations (W-2/1099-MISC)	(F) Estimated amount of other compensation from the organization and related organizations
		Individual trustee or director	Institutional trustee	Officer	Key employee	Highest compensated employee	Former			
BECKY BOE DIRECTOR	2.00	X						0.	0.	0.
RYAN SCHWINGLER DIRECTOR	2.00	X						0.	0.	0.
MELISSA HEINZ DIRECTOR	2.00	X						0.	0.	0.
RYAN ANDERSON DIRECTOR	2.00	X						0.	0.	0.
LAURA ZEIHNER DIRECTOR	2.00	X						0.	0.	0.
BRITTANY SANDAGER DIRECTOR	2.00	X						0.	0.	0.
DEREK MIHM DIRECTOR	2.00	X						0.	0.	0.
DAVID OBRAY DIRECTOR	2.00	X						0.	0.	0.
CHRIS FREDERICK STATE CHAIR	8.00			X				14,000.	0.	0.
JENNIFER WEIL VICE CHAIR	8.00			X				12,000.	0.	0.
HARSHDEEP BHASIN TREASURER	8.00			X				6,000.	0.	0.
KELLY ASCHE EXECUTIVE DIRECTOR	40.00			X	X			0.	58,350.	0.



MINNESOTA STATE UNIVERSITY STUDENT  
ASSOCIATION, INC.

Form 990 (2008)

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**Part VIII** Statement of Revenue

			(A) Total revenue	(B) Related or exempt function revenue	(C) Unrelated business revenue	(D) Revenue excluded from tax under sections 512, 513, or 514	
Contributions, gifts, grants and other similar amounts	1 a Federated campaigns	1a					
	b Membership dues	1b					
	c Fundraising events	1c	2,389.				
	d Related organizations	1d					
	e Government grants (contributions)	1e					
	f All other contributions, gifts, grants, and similar amounts not included above	1f	9,676.				
	g Noncash contributions included in lines 1a-1f \$						
	<b>h Total. Add lines 1a-1f</b>			12,065.			
	Program Service Revenue	2 a ASSOCIATION FEES	Business Code: 900099	693,831.	693,831.		
b CONFERENCE FEES		900099	1,610.	1,610.			
c							
d							
e							
f All other program service revenue							
<b>g Total. Add lines 2a-2f</b>				695,441.			
Other Revenue	3 Investment income (including dividends, interest, and other similar amounts)		27,781.			27,781.	
	4 Income from investment of tax-exempt bond proceeds						
	5 Royalties						
	6 a Gross Rents	(i) Real	(ii) Personal				
		b Less: rental expenses					
		c Rental income or (loss)					
		<b>d Net rental income or (loss)</b>					
	7 a Gross amount from sales of assets other than inventory	(i) Securities	(ii) Other				
		b Less: cost or other basis and sales expenses					
		c Gain or (loss)					
		<b>d Net gain or (loss)</b>					
	8 a Gross income from fundraising events (not including \$ 2,389. of contributions reported on line 1c). See Part IV, line 18	a		38,954.			
		b Less: direct expenses	b	21,792.			
	c Net income or (loss) from fundraising events			17,162.	17,162.		
9 a Gross income from gaming activities. See Part IV, line 19	a						
	b Less: direct expenses	b					
	<b>c Net income or (loss) from gaming activities</b>						
10 a Gross sales of inventory, less returns and allowances	a						
	b Less: cost of goods sold	b					
	<b>c Net income or (loss) from sales of inventory</b>						
Miscellaneous Revenue			Business Code:				
11 a REIMBURSEMENTS	900099		8,122.			8,122.	
b							
c							
d All other revenue							
<b>e Total. Add lines 11a-11d</b>			8,122.				
<b>12 Total Revenue. Add lines 1h, 2g, 3, 4, 5, 6d, 7d, 8c, 9c, 10c, and 11e</b>			760,571.	712,603.	0.	35,903.	

MINNESOTA STATE UNIVERSITY STUDENT  
ASSOCIATION, INC.

Form 990 (2008)

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**Part IX Statement of Functional Expenses**

Section 501(c)(3) and 501(c)(4) organizations must complete all columns.

All other organizations must complete column (A) but are not required to complete columns (B), (C), and (D).

Do not include amounts reported on lines 6b, 7b, 8b, 9b, and 10b of Part VIII.	(A) Total expenses	(B) Program service expenses	(C) Management and general expenses	(D) Fundraising expenses
1 Grants and other assistance to governments and organizations in the U.S. See Part IV, line 21				
2 Grants and other assistance to individuals in the U.S. See Part IV, line 22	32,016.	32,016.		
3 Grants and other assistance to governments, organizations, and individuals outside the U.S. See Part IV, lines 15 and 16				
4 Benefits paid to or for members				
5 Compensation of current officers, directors, trustees, and key employees	90,350.	55,340.	29,175.	5,835.
6 Compensation not included above, to disqualified persons (as defined under section 4958(f)(1)) and persons described in section 4958(c)(3)(B)				
7 Other salaries and wages	233,372.	77,386.	126,212.	29,774.
8 Pension plan contributions (include section 401(k) and section 403(b) employer contributions)	19,023.	7,799.	9,131.	2,093.
9 Other employee benefits	50,734.	20,801.	24,352.	5,581.
10 Payroll taxes	27,464.	8,217.	17,042.	2,205.
11 Fees for services (non-employees):				
a Management				
b Legal	1,788.		1,788.	
c Accounting	12,427.		12,427.	
d Lobbying				
e Professional fundraising services. See Part IV, line 17				
f Investment management fees	549.	549.		
g Other	28,926.	24,807.	1,829.	2,290.
12 Advertising and promotion	15,291.	11,025.	1,510.	2,756.
13 Office expenses	28,128.	14,699.	9,438.	3,991.
14 Information technology				
15 Royalties				
16 Occupancy	26,306.	10,522.	13,153.	2,631.
17 Travel	105,462.	105,462.		
18 Payments of travel or entertainment expenses for any federal, state, or local public officials				
19 Conferences, conventions, and meetings				
20 Interest				
21 Payments to affiliates				
22 Depreciation, depletion, and amortization	4,363.	2,181.	1,091.	1,091.
23 Insurance	5,411.		5,411.	
24 Other expenses. Itemize expenses not covered above. (Expenses grouped together and labeled miscellaneous may not exceed 5% of total expenses shown on line 25 below.)				
a <b>CAMPUS PROJECT</b>	35,473.	35,473.		
b <b>STIPENDS</b>	16,000.	16,000.		
c <b>SCHOLARSHIP DEVELOPMENT</b>	11,923.	11,923.		
d <b>STAFF DEVELOPMENT</b>	3,696.		3,696.	
e <b>AWARDS</b>	696.	696.		
f All other expenses	<21,792.>			<21,792.>
25 Total functional expenses. Add lines 1 through 24f	727,606.	434,896.	256,255.	36,455.
26 Joint Costs. Check here <input type="checkbox"/> if following SOP 98-2 Complete this line only if the organization reported in column (B) joint costs from a combined educational campaign and fundraising solicitation				

MINNESOTA STATE UNIVERSITY STUDENT  
ASSOCIATION, INC.

Form 990 (2008)

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**Part X Balance Sheet**

		(A) Beginning of year		(B) End of year	
Assets	1	Cash - non-interest-bearing	529,599.	1	118,893.
	2	Savings and temporary cash investments	176,043.	2	48,177.
	3	Pledges and grants receivable, net		3	
	4	Accounts receivable, net	9,532.	4	1,674.
	5	Receivables from current and former officers, directors, trustees, key employees, or other related parties. Complete Part II of Schedule L		5	
	6	Receivables from other disqualified persons (as defined under section 4958(f)(1)) and persons described in section 4958(c)(3)(B). Complete Part II of Schedule L		6	
	7	Notes and loans receivable, net		7	
	8	Inventories for sale or use		8	
	9	Prepaid expenses and deferred charges		9	
	10a	Land, buildings, and equipment: cost basis	178,651.		
	b	Less: accumulated depreciation. Complete Part VI of Schedule D	78,411.	10c	100,240.
	11	Investments - publicly traded securities		11	428,036.
	12	Investments - other securities. See Part IV, line 11	340,263.	12	468,363.
	13	Investments - program-related. See Part IV, line 11		13	
	14	Intangible assets		14	
	15	Other assets. See Part IV, line 11		15	
16	<b>Total assets.</b> Add lines 1 through 15 (must equal line 34)	1,158,051.	16	1,165,383.	
Liabilities	17	Accounts payable and accrued expenses	5,622.	17	14,348.
	18	Grants payable		18	
	19	Deferred revenue	3,705.	19	1,362.
	20	Tax-exempt bond liabilities		20	
	21	Escrow account liability. Complete Part IV of Schedule D		21	
	22	Payables to current and former officers, directors, trustees, key employees, highest compensated employees, and disqualified persons. Complete Part II of Schedule L		22	
	23	Secured mortgages and notes payable to unrelated third parties		23	
	24	Unsecured notes and loans payable		24	
25	Other liabilities. Complete Part X of Schedule D		25		
26	<b>Total liabilities.</b> Add lines 17 through 25	9,327.	26	15,710.	
Net Assets or Fund Balances	Organizations that follow SFAS 117, check here <input checked="" type="checkbox"/> and complete lines 27 through 29, and lines 33 and 34.				
	27	Unrestricted net assets	962,956.	27	1,045,930.
	28	Temporarily restricted net assets	118,768.	28	36,743.
	29	Permanently restricted net assets	67,000.	29	67,000.
	Organizations that do not follow SFAS 117, check here <input type="checkbox"/> and complete lines 30 through 34.				
	30	Capital stock or trust principal, or current funds		30	
	31	Paid-in or capital surplus, or land, building, or equipment fund		31	
	32	Retained earnings, endowment, accumulated income, or other funds		32	
	33	<b>Total net assets or fund balances</b>	1,148,724.	33	1,149,673.
	34	<b>Total liabilities and net assets/fund balances</b>	1,158,051.	34	1,165,383.

**Part XI Financial Statements and Reporting**

		Yes	No
1	Accounting method used to prepare the Form 990: <input type="checkbox"/> Cash <input checked="" type="checkbox"/> Accrual <input type="checkbox"/> Other		
2a	Were the organization's financial statements compiled or reviewed by an independent accountant?		X
b	Were the organization's financial statements audited by an independent accountant?	X	
c	If "Yes" to lines 2a or 2b, does the organization have a committee that assumes responsibility for oversight of the audit, review, or compilation of its financial statements and selection of an independent accountant? .....		X
3a	As a result of a federal award, was the organization required to undergo an audit or audits as set forth in the Single Audit Act and OMB Circular A-133?		X
b	If "Yes," did the organization undergo the required audit or audits?		



**Part II Support Schedule for Organizations Described in Sections 170(b)(1)(A)(iv) and 170(b)(1)(A)(vi)**

(Complete only if you checked the box on line 5, 7, or 8 of Part I.)

**Section A. Public Support**

Calendar year (or fiscal year beginning in) ▶	(a) 2004	(b) 2005	(c) 2006	(d) 2007	(e) 2008	(f) Total
<b>1</b> Gifts, grants, contributions, and membership fees received. (Do not include any "unusual grants.")	648,566.	620,903.	675,452.	750,826.	693,831.	3389578.
<b>2</b> Tax revenues levied for the organization's benefit and either paid to or expended on its behalf						
<b>3</b> The value of services or facilities furnished by a governmental unit to the organization without charge						
<b>4 Total.</b> Add lines 1 - 3	648,566.	620,903.	675,452.	750,826.	693,831.	3389578.
<b>5</b> The portion of total contributions by each person (other than a governmental unit or publicly supported organization) included on line 1 that exceeds 2% of the amount shown on line 11, column (f)						
<b>6 Public Support.</b> Subtract line 5 from line 4						3389578.

**Section B. Total Support**

Calendar year (or fiscal year beginning in) ▶	(a) 2004	(b) 2005	(c) 2006	(d) 2007	(e) 2008	(f) Total
<b>7</b> Amounts from line 4	648,566.	620,903.	675,452.	750,826.	693,831.	3389578.
<b>8</b> Gross income from interest, dividends, payments received on securities loans, rents, royalties and income from similar sources	21,322.	29,778.	36,311.	28,354.	27,781.	143,546.
<b>9</b> Net income from unrelated business activities, whether or not the business is regularly carried on						
<b>10</b> Other income. Do not include gain or loss from the sale of capital assets (Explain in Part IV.)	9,457.	11,876.	742.	6,182.	9,831.	38,088.
<b>11 Total support.</b> Add lines 7 through 10						3571212.
<b>12</b> Gross receipts from related activities, etc. (see instructions)					12	199,736.
<b>13 First five years.</b> If the Form 990 is for the organization's first, second, third, fourth, or fifth tax year as a section 501(c)(3) organization, check this box and stop here <input type="checkbox"/>						

**Section C. Computation of Public Support Percentage**

<b>14</b> Public support percentage for 2008 (line 6, column (f) divided by line 11, column (f))	<b>14</b>	94.91	%
<b>15</b> Public support percentage from 2007 Schedule A, Part IV-A, line 26f	<b>15</b>	93.32	%
<b>16a 33 1/3% support test - 2008.</b> If the organization did not check the box on line 13, and line 14 is 33 1/3% or more, check this box and stop here. The organization qualifies as a publicly supported organization <input checked="" type="checkbox"/>			
<b>b 33 1/3% support test - 2007.</b> If the organization did not check a box on line 13 or 16a, and line 15 is 33 1/3% or more, check this box and stop here. The organization qualifies as a publicly supported organization <input type="checkbox"/>			
<b>17a 10% -facts-and-circumstances test - 2008.</b> If the organization did not check a box on line 13, 16a, or 16b, and line 14 is 10% or more, and if the organization meets the "facts-and-circumstances" test, check this box and stop here. Explain in Part IV how the organization meets the "facts-and-circumstances" test. The organization qualifies as a publicly supported organization <input type="checkbox"/>			
<b>b 10% -facts-and-circumstances test - 2007.</b> If the organization did not check a box on line 13, 16a, 16b, or 17a, and line 15 is 10% or more, and if the organization meets the "facts-and-circumstances" test, check this box and stop here. Explain in Part IV how the organization meets the "facts-and-circumstances" test. The organization qualifies as a publicly supported organization <input type="checkbox"/>			
<b>18 Private foundation.</b> If the organization did not check a box on line 13, 16a, 16b, 17a, or 17b, check this box and see instructions <input type="checkbox"/>			

Schedule A (Form 990 or 990-EZ) 2008

**Part III Support Schedule for Organizations Described in Section 509(a)(2)** (Complete only if you checked the box on line 9 of Part I)

**Section A. Public Support**

Calendar year (or fiscal year beginning in) ▶	(a) 2004	(b) 2005	(c) 2006	(d) 2007	(e) 2008	(f) Total
<b>1</b> Gifts, grants, contributions, and membership fees received. (Do not include any "unusual grants.")						
<b>2</b> Gross receipts from admissions, merchandise sold or services performed, or facilities furnished in any activity that is related to the organization's tax-exempt purpose						
<b>3</b> Gross receipts from activities that are not an unrelated trade or business under section 513						
<b>4</b> Tax revenues levied for the organization's benefit and either paid to or expended on its behalf						
<b>5</b> The value of services or facilities furnished by a governmental unit to the organization without charge						
<b>6 Total.</b> Add lines 1 - 5						
<b>7a</b> Amounts included on lines 1, 2, and 3 received from disqualified persons						
<b>b</b> Amounts included on lines 2 and 3 received from other than disqualified persons that exceed the greater of 1% of the total of lines 9, 10c, 11, and 12 for the year or \$5,000						
<b>c</b> Add lines 7a and 7b						
<b>8 Public support</b> (Subtract line 7c from line 6)						

**Section B. Total Support**

Calendar year (or fiscal year beginning in) ▶	(a) 2004	(b) 2005	(c) 2006	(d) 2007	(e) 2008	(f) Total
<b>9</b> Amounts from line 6						
<b>10a</b> Gross income from interest, dividends, payments received on securities loans, rents, royalties and income from similar sources						
<b>b</b> Unrelated business taxable income (less section 511 taxes) from businesses acquired after June 30, 1975						
<b>c</b> Add lines 10a and 10b						
<b>11</b> Net income from unrelated business activities not included in line 10b, whether or not the business is regularly carried on						
<b>12</b> Other income. Do not include gain or loss from the sale of capital assets (Explain in Part IV.)						
<b>13 Total support</b> (Add lines 9, 10c, 11, and 12)						

**14 First five years.** If the Form 990 is for the organization's first, second, third, fourth, or fifth tax year as a section 501(c)(3) organization, check this box and stop here

**Section C. Computation of Public Support Percentage**

<b>15</b> Public support percentage for 2008 (line 8, column (f) divided by line 13, column (f))	<b>15</b>	%
<b>16</b> Public support percentage from 2007 Schedule A, Part IV-A, line 27g	<b>16</b>	%

**Section D. Computation of Investment Income Percentage**

<b>17</b> Investment income percentage for 2008 (line 10c, column (f) divided by line 13, column (f))	<b>17</b>	%
<b>18</b> Investment income percentage from 2007 Schedule A, Part IV-A, line 27h	<b>18</b>	%

**19a 33 1/3% support tests - 2008.** If the organization did not check the box on line 14, and line 15 is more than 33 1/3%, and line 17 is not more than 33 1/3%, check this box and stop here. The organization qualifies as a publicly supported organization

**b 33 1/3% support tests - 2007.** If the organization did not check a box on line 14 or line 19a, and line 16 is more than 33 1/3%, and line 18 is not more than 33 1/3%, check this box and stop here. The organization qualifies as a publicly supported organization

**20 Private foundation.** If the organization did not check a box on line 14, 19a, or 19b, check this box and see instructions

**SCHEDULE C**  
**(Form 990 or 990-EZ)**

**Political Campaign and Lobbying Activities**

OMB No 1545-0047

For Organizations Exempt From Income Tax Under section 501(c) and section 527

**2008**  
Open to Public Inspection

Department of the Treasury  
Internal Revenue Service

▶ To be completed by organizations described below.  
▶ Attach to Form 990 or Form 990-EZ.

If the organization answered "Yes," to Form 990, Part IV, line 3, or Form 990-EZ, Part VI, line 46 (Political Campaign Activities), then

- Section 501(c)(3) organizations: Complete Parts I-A and B. Do not complete Part I-C.
- Section 501(c) (other than section 501(c)(3)) organizations: Complete Parts I-A and C below. Do not complete Part I-B.
- Section 527 organizations: Complete Part I-A only.

If the organization answered "Yes," to Form 990, Part IV, line 4, or Form 990-EZ, Part VI, line 47 (Lobbying Activities), then

- Section 501(c)(3) organizations that have filed Form 5768 (election under section 501(h)): Complete Part II-A. Do not complete Part II-B.
- Section 501(c)(3) organizations that have NOT filed Form 5768 (election under section 501(h)): Complete Part II-B. Do not complete Part II-A.

If the organization answered "Yes," to Form 990, Part IV, line 5 (Proxy Tax), then

- Section 501(c)(4), (5), or (6) organizations: Complete Part III.

Name of organization **MINNESOTA STATE UNIVERSITY STUDENT ASSOCIATION, INC.** Employer identification number **41-1425049**

**Part I-A To be completed by all organizations exempt under section 501(c) and section 527 organizations.**

See the instructions for Schedule C for details.

- 1 Provide a description of the organization's direct and indirect political campaign activities in Part IV.
- 2 Political expenditures ▶ \$ 14,612.
- 3 Volunteer hours 200.

**Part I-B To be completed by all organizations exempt under section 501(c)(3).**

See the instructions for Schedule C for details.

- 1 Enter the amount of any excise tax incurred by the organization under section 4955 ▶ \$ \_\_\_\_\_
- 2 Enter the amount of any excise tax incurred by organization managers under section 4955 ▶ \$ \_\_\_\_\_
- 3 If the organization incurred a section 4955 tax, did it file Form 4720 for this year?  Yes  No
- 4a Was a correction made?  Yes  No
- b If "Yes," describe in Part IV.

**Part I-C To be completed by all organizations exempt under section 501(c), except section 501(c)(3).**

See the instructions for Schedule C for details.

- 1 Enter the amount directly expended by the filing organization for section 527 exempt function activities ▶ \$ \_\_\_\_\_
- 2 Enter the amount of the filing organization's funds contributed to other organizations for section 527 exempt function activities ▶ \$ \_\_\_\_\_
- 3 Total of direct and indirect exempt function expenditures. Add lines 1 and 2 and enter here and on Form 1120-POL, line 17b ▶ \$ \_\_\_\_\_
- 4 Did the filing organization file Form 1120-POL for this year?  Yes  No
- 5 State the names, addresses and employer identification number (EIN) of all section 527 political organizations to which payments were made. Enter the amount paid and indicate if the amount was paid from the filing organization's funds or were political contributions received and promptly and directly delivered to a separate political organization, such as a separate segregated fund or a political action committee (PAC). If additional space is needed, provide information in Part IV.

(a) Name	(b) Address	(c) EIN	(d) Amount paid from filing organization's funds. If none, enter -0-	(e) Amount of political contributions received and promptly and directly delivered to a separate political organization. If none, enter -0-

MINNESOTA STATE UNIVERSITY STUDENT  
ASSOCIATION, INC.

Schedule C (Form 990 or 990-EZ) 2008

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**Part II-A** To be completed by organizations exempt under section 501(c)(3) that filed Form 5768  
(election under section 501(h)). See the instructions for Schedule C for details.

- A** Check  if the filing organization belongs to an affiliated group.  
**B** Check  if the filing organization checked box A and "limited control" provisions apply.

Limits on Lobbying Expenditures (The term "expenditures" means amounts paid or incurred.)		(a) Filing organization's totals	(b) Affiliated group totals												
<b>1a</b> Total lobbying expenditures to influence public opinion (grassroots lobbying)		14,612.													
<b>b</b> Total lobbying expenditures to influence a legislative body (direct lobbying)															
<b>c</b> Total lobbying expenditures (add lines 1a and 1b)		14,612.													
<b>d</b> Other exempt purpose expenditures		734,786.													
<b>e</b> Total exempt purpose expenditures (add lines 1c and 1d)		749,398.													
<b>f</b> Lobbying nontaxable amount. Enter the amount from the following table in both columns.		137,410.													
<table border="1"> <thead> <tr> <th>If the amount on line 1e, column (a) or (b) is:</th> <th>The lobbying nontaxable amount is:</th> </tr> </thead> <tbody> <tr> <td>Not over \$500,000</td> <td>20% of the amount on line 1e.</td> </tr> <tr> <td>Over \$500,000 but not over \$1,000,000</td> <td>\$100,000 plus 15% of the excess over \$500,000.</td> </tr> <tr> <td>Over \$1,000,000 but not over \$1,500,000</td> <td>\$175,000 plus 10% of the excess over \$1,000,000.</td> </tr> <tr> <td>Over \$1,500,000 but not over \$17,000,000</td> <td>\$225,000 plus 5% of the excess over \$1,500,000.</td> </tr> <tr> <td>Over \$17,000,000</td> <td>\$1,000,000.</td> </tr> </tbody> </table>		If the amount on line 1e, column (a) or (b) is:	The lobbying nontaxable amount is:	Not over \$500,000	20% of the amount on line 1e.	Over \$500,000 but not over \$1,000,000	\$100,000 plus 15% of the excess over \$500,000.	Over \$1,000,000 but not over \$1,500,000	\$175,000 plus 10% of the excess over \$1,000,000.	Over \$1,500,000 but not over \$17,000,000	\$225,000 plus 5% of the excess over \$1,500,000.	Over \$17,000,000	\$1,000,000.		
If the amount on line 1e, column (a) or (b) is:	The lobbying nontaxable amount is:														
Not over \$500,000	20% of the amount on line 1e.														
Over \$500,000 but not over \$1,000,000	\$100,000 plus 15% of the excess over \$500,000.														
Over \$1,000,000 but not over \$1,500,000	\$175,000 plus 10% of the excess over \$1,000,000.														
Over \$1,500,000 but not over \$17,000,000	\$225,000 plus 5% of the excess over \$1,500,000.														
Over \$17,000,000	\$1,000,000.														
<b>g</b> Grassroots nontaxable amount (enter 25% of line 1f)		34,353.													
<b>h</b> Subtract line 1g from line 1a. Enter -0- if line g is more than line a		0.													
<b>i</b> Subtract line 1f from line 1c. Enter -0- if line f is more than line c		0.													
<b>j</b> If there is an amount other than zero on either line 1h or line 1i, did the organization file Form 4720 reporting section 4911 tax for this year?			<input type="checkbox"/> Yes <input type="checkbox"/> No												

**4-Year Averaging Period Under Section 501(h)**  
(Some organizations that made a section 501(h) election do not have to complete all of the five columns below. See the instructions for lines 2a through 2f of the instructions.)

Lobbying Expenditures During 4-Year Averaging Period					
Calendar year (or fiscal year beginning in)	(a) 2005	(b) 2006	(c) 2007	(d) 2008	(e) Total
<b>2a</b> Lobbying non-taxable amount	121,644.	144,086.	121,545.	137,410.	524,685.
<b>b</b> Lobbying ceiling amount (150% of line 2a, column(e))					787,028.
<b>c</b> Total lobbying expenditures	9,592.	11,079.	4,266.	14,612.	39,549.
<b>d</b> Grassroots non-taxable amount	30,411.	36,022.	30,386.	34,353.	131,172.
<b>e</b> Grassroots ceiling amount (150% of line 2d, column (e))					196,758.
<b>f</b> Grassroots lobbying expenditures	330.		4,266.	14,612.	19,208.

Schedule C (Form 990 or 990-EZ) 2008

MINNESOTA STATE UNIVERSITY STUDENT

Schedule C (Form 990 or 990-EZ) 2008

ASSOCIATION, INC.

41-1425049 Page 3

**Part II-B** To be completed by organizations exempt under section 501(c)(3) that have NOT filed Form 5768 (election under section 501(h)). See the instructions for Schedule C for details.

	(a)		(b)
	Yes	No	Amount
<b>1</b> During the year, did the filing organization attempt to influence foreign, national, state or local legislation, including any attempt to influence public opinion on a legislative matter or referendum, through the use of:			
<b>a</b> Volunteers?		X	
<b>b</b> Paid staff or management (include compensation in expenses reported on lines 1c through 1i)?		X	
<b>c</b> Media advertisements?		X	
<b>d</b> Mailings to members, legislators, or the public?		X	
<b>e</b> Publications, or published or broadcast statements?		X	
<b>f</b> Grants to other organizations for lobbying purposes?		X	
<b>g</b> Direct contact with legislators, their staffs, government officials, or a legislative body?		X	
<b>h</b> Rallies, demonstrations, seminars, conventions, speeches, lectures, or any other means?		X	
<b>i</b> Other activities? If "Yes," describe in Part IV		X	
<b>j</b> Total lines 1c through 1i			
<b>2a</b> Did the activities in line 1 cause the organization to be not described in section 501(c)(3)?			
<b>b</b> If "Yes," enter the amount of any tax incurred under section 4912			
<b>c</b> If "Yes," enter the amount of any tax incurred by organization managers under section 4912			
<b>d</b> If the filing organization incurred a section 4912 tax, did it file Form 4720 for this year?			

**Part III-A** To be completed by all organizations exempt under section 501(c)(4), section 501(c)(5), or section 501(c)(6). See the instructions for Schedule C for details.

	Yes	No
<b>1</b> Were substantially all (90% or more) dues received nondeductible by members?		
<b>2</b> Did the organization make only in-house lobbying expenditures of \$2,000 or less?		
<b>3</b> Did the organization agree to carryover lobbying and political expenditures from the prior year?		

**Part III-B** To be completed by all organizations exempt under section 501(c)(4), section 501(c)(5), or section 501(c)(6) if BOTH Part III-A, questions 1 and 2 are answered "No" OR if Part III-A, question 3 is answered "Yes." See Schedule C instructions for details.

<b>1</b> Dues, assessments and similar amounts from members	<b>1</b>	
<b>2</b> Section 162(e) non-deductible lobbying and political expenditures (do not include amounts of political expenses for which the section 527(f) tax was paid).		
<b>a</b> Current year	<b>2a</b>	
<b>b</b> Carryover from last year	<b>2b</b>	
<b>c</b> Total	<b>2c</b>	
<b>3</b> Aggregate amount reported in section 6033(e)(1)(A) notices of nondeductible section 162(e) dues	<b>3</b>	
<b>4</b> If notices were sent and the amount on line 2c exceeds the amount on line 3, what portion of the excess does the organization agree to carryover to the reasonable estimate of nondeductible lobbying and political expenditure next year?	<b>4</b>	
<b>5</b> Taxable amount of lobbying and political expenditures (line 2c total minus 3 and 4)	<b>5</b>	

**Part IV** Supplemental Information

Complete this part to provide the descriptions required for Part I-A, line 1; Part I-B, line 4; Part I-C, line 5; and Part II-B, line 1i. Also, complete this part for any additional information.

**PART II-B, LINE 1(I), OTHER LOBBYING ACTIVITIES:**

LOBBYING ACTIVITIES CONSIST OF A STUDENT RALLY BI-ANNUALLY AND MEETING

WITH LOCAL AND FEDERAL LEGISLATORS TO ADDRESS ISSUES AFFECTING THE

STUDENTS OF THE STATE UNIVERSITIES.

**Schedule D**  
(Form 990)

Department of the Treasury  
Internal Revenue Service

**Supplemental Financial Statements**

▶ Attach to Form 990. To be completed by organizations that answered "Yes," to Form 990, Part IV, line 6, 7, 8, 9, 10, 11, or 12.

OMB No 1545-0047

**2008**

Open to Public Inspection

Name of the organization **MINNESOTA STATE UNIVERSITY STUDENT ASSOCIATION, INC.**

Employer identification number  
**41-1425049**

**Part I Organizations Maintaining Donor Advised Funds or Other Similar Funds or Accounts.** Complete if the organization answered "Yes" to Form 990, Part IV, line 6.

	(a) Donor advised funds	(b) Funds and other accounts
1 Total number at end of year		
2 Aggregate contributions to (during year)		
3 Aggregate grants from (during year)		
4 Aggregate value at end of year		
5 Did the organization inform all donors and donor advisors in writing that the assets held in donor advised funds are the organization's property, subject to the organization's exclusive legal control?		<input type="checkbox"/> Yes <input type="checkbox"/> No
6 Did the organization inform all grantees, donors, and donor advisors in writing that grant funds may be used only for charitable purposes and not for the benefit of the donor or donor advisor or other impermissible private benefit?		<input type="checkbox"/> Yes <input type="checkbox"/> No

**Part II Conservation Easements.** Complete if the organization answered "Yes" to Form 990, Part IV, line 7.

- 1 Purpose(s) of conservation easements held by the organization (check all that apply).
- Preservation of land for public use (e.g., recreation or pleasure)       Preservation of an historically important land area
- Protection of natural habitat       Preservation of certified historic structure
- Preservation of open space
- 2 Complete lines 2a-2d if the organization held a qualified conservation contribution in the form of a conservation easement on the last day of the tax year.

	Held at the End of the Year
a Total number of conservation easements	2a
b Total acreage restricted by conservation easements	2b
c Number of conservation easements on a certified historic structure included in (a)	2c
d Number of conservation easements included in (c) acquired after 8/17/06	2d

- 3 Number of conservation easements modified, transferred, released, extinguished, or terminated by the organization during the taxable year ▶ \_\_\_\_\_
- 4 Number of states where property subject to conservation easement is located ▶ \_\_\_\_\_
- 5 Does the organization have a written policy regarding the periodic monitoring, inspection, violations, and enforcement of the conservation easements it holds?  Yes  No
- 6 Staff or volunteer hours devoted to monitoring, inspecting, and enforcing easements during the year ▶ \_\_\_\_\_
- 7 Amount of expenses incurred in monitoring, inspecting, and enforcing easements during the year ▶ \$ \_\_\_\_\_
- 8 Does each conservation easement reported on line 2(d) above satisfy the requirements of section 170(h)(4)(B)(i) and section 170(h)(4)(B)(ii)?  Yes  No
- 9 In Part XIV, describe how the organization reports conservation easements in its revenue and expense statement, and balance sheet, and include, if applicable, the text of the footnote to the organization's financial statements that describes the organization's accounting for conservation easements.

**Part III Organizations Maintaining Collections of Art, Historical Treasures, or Other Similar Assets.**

Complete if the organization answered "Yes" to Form 990, Part IV, line 8.

- 1a If the organization elected, as permitted under SFAS 116, not to report in its revenue statement and balance sheet works of art, historical treasures, or other similar assets held for public exhibition, education, or research in furtherance of public service, provide, in Part XIV, the text of the footnote to its financial statements that describes these items.
- b If the organization elected, as permitted under SFAS 116, to report in its revenue statement and balance sheet works of art, historical treasures, or other similar assets held for public exhibition, education, or research in furtherance of public service, provide the following amounts relating to these items:
- (i) Revenues included in Form 990, Part VIII, line 1 ▶ \$ \_\_\_\_\_
- (ii) Assets included in Form 990, Part X ▶ \$ \_\_\_\_\_
- 2 If the organization received or held works of art, historical treasures, or other similar assets for financial gain, provide the following amounts required to be reported under SFAS 116 relating to these items:
- a Revenues included in Form 990, Part VIII, line 1 ▶ \$ \_\_\_\_\_
- b Assets included in Form 990, Part X ▶ \$ \_\_\_\_\_

MINNESOTA STATE UNIVERSITY STUDENT  
ASSOCIATION, INC.

Schedule D (Form 990) 2008

41-1425049 Page 2

**Part III Organizations Maintaining Collections of Art, Historical Treasures, or Other Similar Assets** (continued)

- 3 Using the organization's accession and other records, check any of the following that are a significant use of its collection items (check all that apply):
- a  Public exhibition
  - b  Scholarly research
  - c  Preservation for future generations
  - d  Loan or exchange programs
  - e  Other \_\_\_\_\_
- 4 Provide a description of the organization's collections and explain how they further the organization's exempt purpose in Part XIV.
- 5 During the year, did the organization solicit or receive donations of art, historical treasures, or other similar assets to be sold to raise funds rather than to be maintained as part of the organization's collection?  Yes  No

**Part IV Trust, Escrow and Custodial Arrangements.** Complete if organization answered "Yes" to Form 990, Part IV, line 9, or reported an amount on Form 990, Part X, line 21.

- 1a Is the organization an agent, trustee, custodian or other intermediary for contributions or other assets not included on Form 990, Part X?  Yes  No
- b If "Yes," explain the arrangement in Part XIV and complete the following table:
- |                                 | Amount |
|---------------------------------|--------|
| c Beginning balance             | 1c     |
| d Additions during the year     | 1d     |
| e Distributions during the year | 1e     |
| f Ending balance                | 1f     |
- 2a Did the organization include an amount on Form 990, Part X, line 21?  Yes  No
- b If "Yes," explain the arrangement in Part XIV.

**Part V Endowment Funds.** Complete if organization answered "Yes" to Form 990, Part IV, line 10.

	(a) Current year	(b) Prior year	(c) Two years back	(d) Three years back	(e) Four years back
1a Beginning of year balance	516,306.				
b Contributions	41,343.				
c Investment earnings or losses	<15,382.>				
d Grants or scholarships	32,016.				
e Other expenditures for facilities and programs	10,195.				
f Administrative expenses					
g End of year balance	500,056.				

- 2 Provide the estimated percentage of the year end balance held as:
- a Board designated or quasi-endowment  86.60 %
  - b Permanent endowment  13.40 %
  - c Term endowment  \_\_\_\_\_ %
- 3a Are there endowment funds not in the possession of the organization that are held and administered for the organization by:
- |   | Yes | No |
|---|-----|----|
| (i) unrelated organizations   |     | X  |
| (ii) related organizations  |     | X  |
| b If "Yes" to 3a(ii), are the related organizations listed as required on Schedule R? |     |    |
- 4 Describe in Part XIV the intended uses of the organization's endowment funds.

**Part VI Investments - Land, Buildings, and Equipment.** See Form 990, Part X, line 10.

Description of investment	(a) Cost or other basis (investment)	(b) Cost or other basis (other)	(c) Depreciation	(d) Book value
1a Land	13,500.			13,500.
b Buildings	141,290.		66,186.	75,104.
c Leasehold improvements				
d Equipment	23,861.		12,225.	11,636.
e Other				
<b>Total.</b> Add lines 1a-1e. (Column (d) should equal Form 990, Part X, column (B), line 10(c).)				100,240.

Schedule D (Form 990) 2008



MINNESOTA STATE UNIVERSITY STUDENT  
ASSOCIATION, INC.

Schedule D (Form 990) 2008

41-1425049 Page 4

**Part XI Reconciliation of Change in Net Assets from Form 990 to Financial Statements**

1	Total revenue (Form 990, Part VIII, column (A), line 12)	1	760,571.
2	Total expenses (Form 990, Part IX, column (A), line 25)	2	727,606.
3	Excess or (deficit) for the year. Subtract line 2 from line 1	3	32,965.
4	Net unrealized gains (losses) on investments	4	<32,016.>
5	Donated services and use of facilities	5	
6	Investment expenses	6	
7	Prior period adjustments	7	
8	Other (Describe in Part XIV)	8	
9	Total adjustments (net). Add lines 4-8	9	<32,016.>
10	Excess or (deficit) for the year per financial statements. Combine lines 3 and 9	10	949.

**Part XII Reconciliation of Revenue per Audited Financial Statements With Revenue per Return**

1	Total revenue, gains, and other support per audited financial statements	1	750,347.
2	Amounts included on line 1 but not on Form 990, Part VIII, line 12:		
a	Net unrealized gains on investments	2a	<32,016.>
b	Donated services and use of facilities	2b	
c	Recoveries of prior year grants	2c	
d	Other (Describe in Part XIV)	2d	21,792.
e	Add lines 2a through 2d	2e	<10,224.>
3	Subtract line 2e from line 1	3	760,571.
4	Amounts included on Form 990, Part VIII, line 12, but not on line 1:		
a	Investment expenses not included on Form 990, Part VIII, line 7b	4a	
b	Other (Describe in Part XIV)	4b	
c	Add lines 4a and 4b	4c	0.
5	Total revenue. Add lines 3 and 4c. (This should equal Form 990, Part I, line 12.)	5	760,571.

**Part XIII Reconciliation of Expenses per Audited Financial Statements With Expenses per Return**

1	Total expenses and losses per audited financial statements	1	749,398.
2	Amounts included on line 1 but not on Form 990, Part IX, line 25:		
a	Donated services and use of facilities	2a	
b	Prior year adjustments	2b	
c	Losses reported on Form 990, Part IX, line 25	2c	
d	Other (Describe in Part XIV)	2d	21,792.
e	Add lines 2a through 2d	2e	21,792.
3	Subtract line 2e from line 1	3	727,606.
4	Amounts included on Form 990, Part IX, line 25, but not on line 1:		
a	Investment expenses not included on Form 990, Part VIII, line 7b	4a	
b	Other (Describe in Part XIV)	4b	
c	Add lines 4a and 4b	4c	0.
5	Total expenses. Add lines 3 and 4c. (This should equal Form 990, Part I, line 18.)	5	727,606.

**Part XIV Supplemental Information**

Complete this part to provide the descriptions required for Part II, lines 3, 5, and 9; Part III, lines 1a and 4; Part IV, lines 1b and 2b; Part V, line 4; Part X; Part XI, line 8; Part XII, lines 2d and 4b; and Part XIII, lines 2d and 4b.

**PART XII, LINE 2D - OTHER ADJUSTMENTS:**

**DIRECT FUNDRAISING EXPENSE APPLIED TO INCOME: 21792.**

**PART XIII, LINE 2D - OTHER ADJUSTMENTS:**

**AMOUNT OF FUNDRAISING EXPENSE APPLIED DIRECTLY TO INCOME: 21792.**

**OTHER AMOUNT IS THE AMOUNT OF FUNDRAISING EXPENSES APPLIED DIRECTLY TO THE FUNDRAISING INCOME.**



**MINNESOTA STATE UNIVERSITY STUDENT  
ASSOCIATION, INC.**

Schedule G (Form 990 or 990-EZ) 2008

41-1425049 Page 2

**Part II Fundraising Events.** Complete if the organization answered "Yes" to Form 990, Part IV, line 18, or reported more than \$15,000 on Form 990-EZ, line 6a. List events with gross receipts greater than \$5,000.

		(a) Event #1	(b) Event #2	(c) Other Events	(d) Total Events (Add col. (a) through col. (c))
		PENNY FELLOWSHIP (event type)	PENNY FELLOWSHIP D (event type)	NONE (total number)	
Revenue	1	Gross receipts	30,581.	10,762.	41,343.
	2	Less: Charitable contributions		2,389.	2,389.
	3	Gross revenue (line 1 minus line 2)	30,581.	8,373.	38,954.
Direct Expenses	4	Cash prizes			
	5	Non-cash prizes			
	6	Rent/facility costs			
	7	Other direct expenses	9,869.	11,923.	21,792.
	8	Direct expense summary. Add lines 4 through 7 in column (d)			21,792.
	9	Net income summary. Combine lines 3 and 8 in column (d)			17,162.

**Part III Gaming.** Complete if the organization answered "Yes" to Form 990, Part IV, line 19, or reported more than \$15,000 on Form 990-EZ, line 6a.

		(a) Bingo	(b) Pull tabs/Instant bingo/progressive bingo	(c) Other gaming	(d) Total gaming (Add col. (a) through col. (c))
		Revenue	1	Gross revenue	
Direct Expenses	2	Cash prizes			
	3	Non-cash prizes			
	4	Rent/facility costs			
	5	Other direct expenses			
	6	Volunteer labor	<input type="checkbox"/> Yes _____ % <input type="checkbox"/> No	<input type="checkbox"/> Yes _____ % <input type="checkbox"/> No	<input type="checkbox"/> Yes _____ % <input type="checkbox"/> No
	7	Direct expense summary. Add lines 2 through 5 in column (d)			( )
	8	Net gaming income summary. Combine lines 1 and 7 in column (d)			

9 Enter the state(s) in which the organization operates gaming activities: \_\_\_\_\_

a Is the organization licensed to operate gaming activities in each of these states?

b If "No," Explain:

	Yes	No
9a		
10a		
11		
12		

10a Were any of the organization's gaming licenses revoked, suspended or terminated during the tax year?

b If "Yes," Explain:

11 Does the organization operate gaming activities with nonmembers?

12 Is the organization a grantor, beneficiary or trustee of a trust or a member of a partnership or other entity formed to administer charitable gaming?

**MINNESOTA STATE UNIVERSITY STUDENT  
ASSOCIATION, INC.**

Schedule G (Form 990 or 990-EZ) 2008

41-1425049 Page 3

**13** Indicate the percentage of gaming activity operated in:

**a** The organization's facility

<b>13a</b>	%
------------	---

**b** An outside facility

<b>13b</b>	%
------------	---

**14** Provide the name and address of the person who prepares the organization's gaming/special events books and records:

Name ▶ \_\_\_\_\_

Address ▶ \_\_\_\_\_

**15a** Does the organization have a contract with a third party from whom the organization receives gaming revenue?

**15a**

**b** If "Yes," enter the amount of gaming revenue received by the organization ▶ \$ \_\_\_\_\_ and the amount of gaming revenue retained by the third party ▶ \$ \_\_\_\_\_.

**c** If "Yes," enter name and address:

Name ▶ \_\_\_\_\_

Address ▶ \_\_\_\_\_

**16** Gaming manager information:

Name ▶ \_\_\_\_\_

Gaming manager compensation ▶ \$ \_\_\_\_\_

Description of services provided ▶ \_\_\_\_\_

Director/officer

Employee

Independent contractor

**17** Mandatory distributions:

**a** Is the organization required under state law to make charitable distributions from the gaming proceeds to retain the state gaming license?

**17a**

**b** Enter the amount of distributions required under state law distributed to other exempt organizations or spent in the organization's own exempt activities during the tax year ▶ \$ \_\_\_\_\_

Schedule G (Form 990 or 990-EZ) 2008





**SCHEDULE O**  
(Form 990)

Department of the Treasury  
Internal Revenue Service

**Supplemental Information to Form 990**

▶ Attach to Form 990. To be completed by organizations to provide additional information for responses to specific questions for the Form 990 or to provide any additional information.

OMB No 1545-0047

**2008**

Open to Public Inspection

Name of the organization	MINNESOTA STATE UNIVERSITY STUDENT ASSOCIATION, INC.	Employer identification number	41-1425049
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**FORM 990, PART III, LINE 4A, PROGRAM SERVICE ACCOMPLISHMENTS**

**AT THE FEDERAL LEVEL:**

MSUSA WORKS TO INFLUENCE HIGHER EDUCATION POLICY INITIATIVES AT THE FEDERAL LEVEL. STUDENTS GO TO WASHINGTON D.C. AT LEAST ONCE EVERY YEAR TO DISCUSS ISSUES WITH FEDERAL LAW MAKERS, THEIR STAFF, AND OTHER STUDENT ORGANIZATIONS.

MSUSA VOICES STATE UNIVERSITY STUDENTS CONCERNS AND ADVOCATES ON BEHALF OF THE STUDENT'S RIGHTS. SIX TIMES EACH YEAR STUDENTS FROM ALL SEVEN STATE UNIVERSITIES GATHER FOR A CONFERENCE TO EXCHANGE IDEAS, DISCUSS IMPORTANT ISSUES, ATTEND TRAININGS AND EDUCATIONAL PROGRAMS. MOST CONFERENCES ARE HELD ON STATE UNIVERSITY CAMPUSES, GIVING THESE STUDENTS THE OPPORTUNITY TO VISIT OTHER SCHOOLS IN THE SYSTEM.

FORM 990, PART VI, SECTION A, LINE 6: ALL STUDENTS OF THE SEVEN REPRESENTED UNIVERSITIES ARE MEMBERS OF THE ORGANIZATION

FORM 990, PART VI, SECTION A, LINE 7A: THE GOVERNING BODY (BOARD OF DIRECTORS) IS COMPOSED OF THE SEVEN STATE UNIVSITY STUDENT BODY PRESIDENTS, WHICH ARE ELECTED BY THE MEMBERS OF THE ORGANIZATION AT THEIR RESPECTIVE UNIVERSITY.

FORM 990, PART VI, SECTION A, LINE 10: FORM 990 IS SENT TO OFFICERS AND REVIEWED BEFORE FILED

**SCHEDULE O**  
**(Form 990)**

Department of the Treasury  
Internal Revenue Service

**Supplemental Information to Form 990**

▶ Attach to Form 990. To be completed by organizations to provide additional information for responses to specific questions for the Form 990 or to provide any additional information.

OMB No 1545-0047

**2008**  
Open to Public  
Inspection

Name of the organization	MINNESOTA STATE UNIVERSITY STUDENT ASSOCIATION, INC.	Employer identification number 41-1425049
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FORM 990, PART VI, SECTION B, LINE 12C: AS ISSUES ARISE THEY ARE BROUGHT TO THE ATTENTION OF THE BOARD OF DIRECTORS

FORM 990, PART VI, SECTION B, LINE 15: THE COMPENSATION OF THE OFFICERS AND KEY EMPLOYEES IS REVIEWED AND APPROVED BY THE BOARD OF DIRECTORS ANNUALLY

FORM 990, PART VI, SECTION C, LINE 18: AVAILABLE UPON REQUEST

FORM 990, PART VI, SECTION C, LINE 19: GOVERNING DOCUMENTS, CONFLICT OF INTEREST POLICY, AND FINANCIAL STATEMENTS ARE AVAILABLE TO THE PUBLIC VIA THE ORGANIZATION'S WEBSITE

- If you are filing for an **Additional (Not Automatic) 3-Month Extension**, complete only **Part II** and check this box  **X**
- Note.** Only complete Part II if you have already been granted an automatic 3-month extension on a previously filed Form 8868.
- If you are filing for an **Automatic 3-Month Extension**, complete only **Part I** (on page 1).

**Part II. Additional (Not Automatic) 3-Month Extension of Time.** Only file the original (no copies needed).

Type or print  File by the extended due date for filing the return See instructions	Name of Exempt Organization <b>MINNESOTA STATE UNIVERSITY STUDENT ASSOCIATION, INC.</b>	Employer identification number <b>41-1425049</b>
	Number, street, and room or suite no. If a P.O. box, see instructions. <b>23 EMPIRE DRIVE, NO. 100</b>	For IRS use only
	City, town or post office, state, and ZIP code. For a foreign address, see instructions. <b>ST. PAUL, MN 55103</b>	

**Check type of return to be filed** (File a separate application for each return):

Form 990   
  Form 990-EZ   
  Form 990-T (sec. 401(a) or 408(a) trust)   
  Form 1041-A   
  Form 5227   
  Form 8870  
 Form 990-BL   
  Form 990-PF   
  Form 990-T (trust other than above)   
  Form 4720   
  Form 6069

**STOP! Do not complete Part II if you were not already granted an automatic 3-month extension on a previously filed Form 8868.**

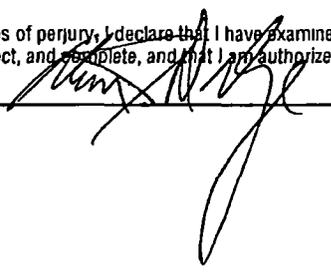
**THE ORGANIZATION**

- The books are in the care of **▶ 23 EMPIRE DRIVE, NO. 100 - ST PAUL, MN 55103**  
 Telephone No. **▶ 651-224-1518**      FAX No. **▶ 651-224-9753**
- If the organization does not have an office or place of business in the United States, check this box
- If this is for a Group Return, enter the organization's four digit Group Exemption Number (GEN) \_\_\_\_\_ . If this is for the whole group, check this box  . If it is for part of the group, check this box  and attach a list with the names and EINs of all members the extension is for.
- 4 I request an additional 3-month extension of time until **MAY 15, 2010**
- 5 For calendar year \_\_\_\_\_ , or other tax year beginning **JUL 1, 2008** , and ending **JUN 30, 2009**
- 6 If this tax year is for less than 12 months, check reason:  Initial return     Final return     Change in accounting period
- 7 State in detail why you need the extension \_\_\_\_\_

<b>8a</b> If this application is for Form 990-BL, 990-PF, 990-T, 4720, or 6069, enter the tentative tax, less any nonrefundable credits. See instructions.	<b>8a</b>	\$
<b>b</b> If this application is for Form 990-PF, 990-T, 4720, or 6069, enter any refundable credits and estimated tax payments made. Include any prior year overpayment allowed as a credit and any amount paid previously with Form 8868.	<b>8b</b>	\$
<b>c</b> <b>Balance Due.</b> Subtract line 8b from line 8a. Include your payment with this form, or, if required, deposit with FTD coupon or, if required, by using EFTPS (Electronic Federal Tax Payment System). See instructions.	<b>8c</b>	\$ <b>N/A</b>

**Signature and Verification**

Under penalties of perjury, I declare that I have examined this form, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete, and that I am authorized to prepare this form.

Signature **▶**  Title **▶** **CPA** Date **▶** **2/8/10**

**MINNESOTA STATE UNIVERSITY  
STUDENT ASSOCIATION, INC.**

**FINANCIAL STATEMENTS AND  
INDEPENDENT AUDITOR'S REPORT**

**June 30, 2009 and 2008**

**MINNESOTA STATE UNIVERSITY STUDENT ASSOCIATION, INC.**  
**June 30, 2009 and 2008**

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## INDEPENDENT AUDITOR'S REPORT

Board of Directors  
Minnesota State University Student Association, Inc.  
St. Paul, Minnesota

We have audited the accompanying statement of financial position of Minnesota State University Student Association, Inc. (MSUSA) as of June 30, 2009 and the related statement of activities and changes in net assets and cash flows for the year then ended. These financial statements are the responsibility of MSUSA's management. Our responsibility is to express an opinion on these financial statements based on our audit. The financial statements of MSUSA as of June 30, 2008 were audited by other auditors whose report dated January 28, 2009, expressed an unqualified opinion on those financial statements.

We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of MSUSA as of June 30, 2009, and the changes in its net assets and its cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.

*Froehling Anderson*

Minneapolis, Minnesota  
January 8, 2010

**MINNESOTA STATE UNIVERSITY  
STUDENT ASSOCIATION, INC.**

**AUDITED FINANCIAL STATEMENTS**

**June 30, 2009 and 2008**

**Part I**

**MINNESOTA STATE UNIVERSITY STUDENT ASSOCIATION, INC.**  
**STATEMENTS OF FINANCIAL POSITION**  
**June 30, 2009 and 2008**

	<b>2009</b>	<b>2008</b>
<b>ASSETS</b>		
<b>CURRENT ASSETS</b>		
Cash and cash equivalents	\$ 98,547	\$ 529,599
Cash - board designated	31,693	176,043
Investments	36,830	-
Accounts receivable	1,674	9,532
<b>Total Current Assets</b>	<b>168,744</b>	<b>715,174</b>
<b>ENDOWMENT INVESTMENTS</b>		
Endowments-restricted:		
Penny Fellowship program - MN community foundation	94,756	130,851
Endowments-board designated:		
Penny Fellowship investment	373,607	209,412
<b>Total Endowment Investments</b>	<b>468,363</b>	<b>340,263</b>
<b>PROPERTY AND EQUIPMENT</b>		
Land	13,500	13,500
Buildings and improvements	141,290	141,290
Office equipment and furniture	23,861	43,798
	178,651	198,588
Less: accumulated depreciation	(78,411)	(95,974)
<b>Property and Equipment - Net</b>	<b>100,240</b>	<b>102,614</b>
<b>OTHER ASSETS</b>		
Investments	428,036	-
<b>Total Other Assets</b>	<b>428,036</b>	<b>-</b>
<b>Total Assets</b>	<b>\$ 1,165,383</b>	<b>\$ 1,158,051</b>

See Accompanying Notes to Financial Statements

	<u>2009</u>	<u>2008</u>
<b>LIABILITIES AND NET ASSETS</b>		
<b>CURRENT LIABILITIES</b>		
Accounts payable	\$ 184	\$ -
Accrued liabilities	14,164	5,622
Deferred revenue	1,362	3,705
<b>Total Current Liabilities</b>	<u>15,710</u>	<u>9,327</u>
<b>NET ASSETS</b>		
Unrestricted		
Undesignated	640,630	577,501
Designated for Penny Fellowship program	405,300	385,455
	<u>1,045,930</u>	<u>962,956</u>
Temporarily Restricted		
Student Voice Program	-	54,917
Jared Stene Scholarship	8,987	-
Penny Fellowship Endowment	27,756	63,851
	<u>36,743</u>	<u>118,768</u>
Permanently Restricted - Penny Fellowship	67,000	67,000
<b>Total Net Assets</b>	<u>1,149,673</u>	<u>1,148,724</u>
<b>Total Liabilities and Net Assets</b>	<u>\$ 1,165,383</u>	<u>\$ 1,158,051</u>

**MINNESOTA STATE UNIVERSITY STUDENT ASSOCIATION, INC.**  
**STATEMENTS OF ACTIVITIES**  
**For the Years Ended June 30, 2009 and 2008**

	Unrestricted	Temporary Restricted	Permanently Restricted	2009	2008
<b>REVENUE AND SUPPORT</b>					
Association fees	\$ 693,831	\$ -	\$ -	\$ 693,831	\$ 693,126
Conference fees	1,709	-	-	1,709	3,094
Penny Fellowship contributions	31,782	9,561	-	41,343	24,625
Jared Stene scholarship contributions	-	9,577	-	9,577	-
Grant revenue	-	-	-	-	57,700
Interest and dividend income	18,924	8,857	-	27,781	28,354
Reimbursements	8,122	-	-	8,122	3,088
Investment gain (loss)	388	(32,404)	-	(32,016)	(7,155)
Net assets released from restriction	77,616	(77,616)	-	-	-
<b>TOTAL REVENUE AND SUPPORT</b>	<b>832,372</b>	<b>(82,025)</b>	<b>-</b>	<b>750,347</b>	<b>802,832</b>
<b>EXPENSES</b>					
Program services	434,896	-	-	434,896	287,690
Management and general	256,255	-	-	256,255	293,681
Fundraising	58,247	-	-	58,247	74,023
<b>TOTAL EXPENSES</b>	<b>749,398</b>	<b>-</b>	<b>-</b>	<b>749,398</b>	<b>655,394</b>
<b>CHANGE IN NET ASSETS</b>	<b>82,974</b>	<b>(82,025)</b>	<b>-</b>	<b>949</b>	<b>147,438</b>
<b>NET ASSETS - BEGINNING OF YEAR</b>	<b>962,956</b>	<b>118,768</b>	<b>67,000</b>	<b>1,148,724</b>	<b>1,001,286</b>
<b>NET ASSETS - END OF YEAR</b>	<b>\$ 1,045,930</b>	<b>\$ 36,743</b>	<b>\$ 67,000</b>	<b>\$ 1,149,673</b>	<b>\$ 1,148,724</b>

See Accompanying Notes to Financial Statements

**MINNESOTA STATE UNIVERSITY STUDENT ASSOCIATION, INC.**  
**STATEMENTS OF FUNCTIONAL EXPENSES**  
For the Years Ended June 30, 2009 and 2008

<b>FUNCTIONAL EXPENSES</b>	<b>Program Services</b>	<b>Management and General</b>	<b>Fund- raising</b>	<b>2009</b>	<b>2008</b>
Salaries - staff	\$ 132,726	\$ 155,387	\$ 35,609	\$ 323,722	\$ 316,760
Travel	105,462	-	-	105,462	89,163
Employee benefits	20,801	24,352	5,581	50,733	36,779
Campus project	35,473	-	-	35,473	9,189
Scholarships	32,016	-	-	32,016	16,880
Rent	10,522	13,153	2,631	26,306	27,816
Payroll taxes	8,217	9,620	2,205	20,041	24,560
Pension	7,799	9,131	2,093	19,023	24,397
Stipends	16,000	-	-	16,000	12,600
Administrative fees	14,022	-	-	14,022	13,807
Public relations	11,025	-	2,756	13,781	9,608
Scholarship development	11,923	-	-	11,923	13,220
Telephone	7,739	1,451	484	9,674	10,574
Other fees	8,384	685	-	9,069	854
Unemployment taxes	-	7,422	-	7,422	-
Bookkeeping	-	6,400	-	6,400	1,250
Audit fees	-	6,027	-	6,027	6,550
Consultant fees	2,291	1,144	2,290	5,730	1,140
Insurance	-	5,411	-	5,411	5,799
Equipment rental	4,324	811	270	5,405	5,508
Printing and publishing	2,235	-	2,235	4,469	1,754
Depreciation	2,181	1,091	1,091	4,362	5,615
Staff development	-	3,696	-	3,696	3,472
Office expense	-	3,632	-	3,632	7,608
Building expense	-	2,331	-	2,331	5,006
Postage and shipping	401	601	1,002	2,003	1,658
Legal fees	-	1,788	-	1,788	-
Advertising	-	1,510	-	1,510	-
Awards	696	-	-	696	251
Dues and memberships	-	612	-	612	430
Investment expense	549	-	-	549	1,469
Membership fees	110	-	-	110	-
<b>TOTAL FUNCTIONAL EXPENSES</b>	<b>\$ 434,896</b>	<b>\$ 256,255</b>	<b>\$ 58,247</b>	<b>\$ 749,398</b>	<b>\$ 653,717</b>

See Accompanying Notes to Financial Statements

**MINNESOTA STATE UNIVERSITY STUDENT ASSOCIATION, INC.**  
**STATEMENTS OF CASH FLOWS**  
**For the Years Ended June 30, 2009 and 2008**

	2009	2008
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Change in net assets	\$ 949	\$ 147,438
Adjustments to reconcile change in net assets to net cash flows from operating activities:		
Depreciation	4,362	5,615
Loss on disposal of assets	8,343	-
Unrealized loss on investments	32,016	7,155
Contributions restricted for endowments	(35,522)	(19,961)
Changes in assets and liabilities:		
Accounts receivable	7,858	(4,931)
Prepaid expenses	-	227
Accounts payable	184	-
Accrued liabilities	8,542	527
Deferred revenue	(2,343)	3,705
<b>NET CASH FLOWS FROM OPERATING ACTIVITIES</b>	<b>24,389</b>	<b>139,775</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchase of property and equipment	(10,331)	-
Purchase of investments	(464,478)	-
Sale of investments	-	28,068
Purchase of endowment investments	(616,900)	(9,548)
Sale of endowment investments	456,396	7,778
<b>NET CASH FLOWS FROM INVESTING ACTIVITIES</b>	<b>(635,313)</b>	<b>26,298</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Contributions restricted for endowments	35,522	19,961
<b>NET CASH FLOWS FROM INVESTING ACTIVITIES</b>	<b>35,522</b>	<b>19,961</b>
<b>NET CHANGE IN CASH</b>	<b>(575,402)</b>	<b>186,034</b>
<b>CASH AND CASH EQUIVALENTS - BEGINNING OF YEAR</b>	<b>705,642</b>	<b>519,608</b>
<b>CASH AND CASH EQUIVALENTS - END OF YEAR</b>	<b>\$ 130,240</b>	<b>\$ 705,642</b>

See Accompanying Notes to Financial Statements

**MINNESOTA STATE UNIVERSITY STUDENT ASSOCIATION, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
**June 30, 2009 and 2008**

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**Associational Purpose**

The purpose of the Minnesota State University Student Association, Inc. (the Association) is to provide students with an Association to represent and act on their behalf at the state level as well as to serve as a clearinghouse for information and research concerning on-campus issues and problems. The goals of the Association are to stabilize tuition and minimize any tuition increases, to support and enhance instructional and educational quality, to maintain the availability of quality higher education to all socioeconomic groups, to ensure effective communication of student views to the MnSCU ( Minnesota State Colleges and Universities) Board of Trustees, Higher Education Services Office, legislature, federal agencies and representatives, and the governor's office and to provide a vehicle by which students actively participate in statewide political processes.

**Basis of Accounting**

The accompanying financial statements have been prepared on the accrual basis of accounting in accordance with generally accepted accounting principles in the United States of America and the principles of fund accounting. Fund accounting is the procedure by which resources for various purposes are classified for accounting purposes in accordance with activities or objectives specified by donors.

**Tax-Exempt Status**

The Association has been granted tax-exempt status under Section 501(c)(3) of the Internal Revenue Code. It has been classified as an association that is not a private foundation under the Internal Revenue Code and charitable contributions by donors are deductible as permitted by law.

**Basis of Presentation**

The School has adopted the provisions of Statement of Financial Accounting Standards (SFAS) No. 116, *Accounting for Contributions Received and Contributions Made*, and SFAS No. 117, *Financial Statements of Not-for-Profit Organizations*. Under these provisions, net assets and all balances and transactions are presented based on the existence or absence of donor-imposed restrictions. Accordingly, the net assets of the School and changes therein are classified and reported as follows:

**MINNESOTA STATE UNIVERSITY STUDENT ASSOCIATION, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
**June 30, 2009 and 2008**

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

**Basis of Presentation (continued)**

**Unrestricted** - Resources over which the Board of Directors has discretionary control. Designated amounts represent those revenues which the Board has set aside for a particular purpose as follows:

**Penny Fellowship Program** - A scholarship program which provides assistance to students who choose low-paying or voluntary community and public service internships. The Penny Fellowship Program is sponsored by the Association and is funded through the generous contributions of private individuals and foundations.

**Temporarily Restricted** - Resources subject to donor imposed restrictions which will be satisfied by actions of the Association or passage of time.

**Permanently Restricted** - Resources subject to a donor imposed restriction that they be maintained permanently by the Association. The donors of these resources permit the Association to use all or part of the income earned, including capital appreciation or related investments for unrestricted or temporarily restricted purposes.

Revenues that are restricted by donors are reported as increases in unrestricted net assets if the restrictions expire in the reporting period in which the revenues are recognized. All other donor-restricted revenues are reported as increases in temporarily or permanently restricted net assets, depending on the nature of the restrictions. Expenses are reported as decreases in unrestricted net assets. Gains and losses on investments and other assets or liabilities are reported as increases or decreases in unrestricted net assets unless their use is restricted by explicit donor stipulation or by law. Expirations of temporary restrictions on net assets (i.e. the donor-stipulated purpose has been fulfilled and/or the stipulated time period has elapsed) are reported as net assets released from restrictions.

**Use of Estimates**

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expense during the reporting period. Actual results could differ from those estimates.

**MINNESOTA STATE UNIVERSITY STUDENT ASSOCIATION, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
**June 30, 2009 and 2008**

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

**Fair Value Measurements**

The Association complies with the provisions on SFAS No. 157, Fair Value Measurements. SFAS No. 157 defines fair value, establishes framework for measuring fair value and expands disclosure about fair value measurements.

Under SFAS No. 157, fair value is determined using assumptions that market participants would use to determine the price of the asset or liability as opposed to measurements determined based upon information specific to the entity holding those assets and liabilities. Valuation techniques used need to maximize the use of observable inputs and minimize the use of unobservable inputs. To determine those market participant assumptions, SFAS No. 157 established a hierarchy of inputs that the entity must consider including both independent market data inputs and the entities' assumptions about the market participant assumptions. This hierarchy is summarized as follows:

- Level 1:** Unadjusted quoted prices in active markets for identical assets and liabilities.
- Level 2:** Quoted prices in markets that are not active, as those quoted market prices included in Level 1, or inputs that are observable, either directly or indirectly, for substantially the full term of the asset or liability.
- Level 3:** Unobservable inputs, used when there is little or no market activity, for the asset or liability at the measurement date. These inputs represent the entity's own assumptions about the assumptions that market participants would use to price the asset or liability.

The Association uses the best available information in measuring fair value. Financial assets and liabilities are classified in their entirety based on the lowest level of input that is significant to the fair value measurement.

**Concentration of Credit Risk**

The Association maintains its cash in bank deposit accounts that, at times, may exceed federally insured limits. Accounts are guaranteed by the Federal Deposit Insurance Corporation (FDIC) up to \$250,000 per federal identification number per financial institution. The Association has not experienced any losses in such accounts.

**Cash and Cash Equivalents**

Cash and cash equivalents include all cash balances, highly liquid investments and unrestricted and undesignated debt instruments with an original maturity value of three months or less. Cash and cash equivalents are classified as Level 1 in the fair value hierarchy. The carrying value of these instruments approximates fair value.

**MINNESOTA STATE UNIVERSITY STUDENT ASSOCIATION, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
**June 30, 2009 and 2008**

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

**Investments**

The Association complies with the provisions of FASB Statement No. 124, "Accounting for Certain Investments held by Not-for-Profit Organizations." FASB 124 establishes guidance for reporting certain investments at fair value.

Marketable securities are recorded at fair value, with realized and unrealized gains and losses included in the statements of activities. Fair values are determined primarily based on quoted market prices. Investment income and gains restricted by the donors are reported as increases in unrestricted net assets if the restrictions are met (either a stipulated time period ends or a purpose restriction is accomplished) in the reporting period in which the income and gains are recognized.

**Receivables**

Receivables are reported at the amount the Association expects to collect on balances outstanding at year-end. The Association monitors outstanding balances and periodically writes off balances that are determined to be uncollectible using the direct write-off method. The Association has concluded that losses on balances outstanding at year-end will not be significant.

**Property and Depreciation**

All major expenditures for property and equipment are capitalized at cost. Contributed items are recorded at fair market value at date of donation. If donors stipulate how long the assets must be used, the contributions are recorded as restricted support. In the absence of such stipulation, contributions of property and equipment are recorded as unrestricted. Depreciation is provided using the straight-line method, based on the useful lives of the assets, as follows:

Building and Improvements	40 Years
Office Equipment and Furniture	5-10 Years

**MINNESOTA STATE UNIVERSITY STUDENT ASSOCIATION, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
**June 30, 2009 and 2008**

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

**Association Fees**

Association fees revenue are recognized when earned. Fees are assessed to state university students based upon credit hours per semester and submitted to the Association by a member university.

Effective July 1, 1998 and agreement between the MnSCU Board of Trustees, the Minnesota State Universities and the Association established a 2% administration fee for the collection of association fees. This administrative fee is retained by the member university.

**Contributions**

Contributions are recognized when the donor makes a promise to give to the Association that is, in substance, unconditional. Contributions that are restricted by the donor are reported as increases in unrestricted net assets only if the restrictions expire or are satisfied during the year in which the contributions are recognized. All other donor-restricted contributions are reported as increases in temporarily or permanently restricted net assets, depending on the nature of restrictions. Contributed materials or investments are recorded at fair market value when received.

**Functional Allocation of Expense**

The cost of providing various program and other activities have been summarized on a functional basis in the Statement of Activities. Salaries and related expenses are allocated based on the best estimates of management. Expenses, other than salaries and related expenses, which are not directly identifiable by program or support service, are allocated based on best estimates of management.

**Comparative Information**

The financial statements include certain comparative information in total but not by net asset class. Such information does not include sufficient detail to constitute a presentation in conformity with accounting principles generally accepted in the United States of America. Accordingly, such information should be read in conjunction with the Association's financial statements for the year ended June 30, 2008, from which the information was derived.

**Subsequent Events**

Management evaluates events occurring subsequent to the date of the balance sheet in determining the accounting for and disclosure of transactions and events that affect the financial statements. Subsequent events have been evaluated through January 8, 2010 which is the date the financial statements were available to be issued.

**MINNESOTA STATE UNIVERSITY STUDENT ASSOCIATION, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
**June 30, 2009 and 2008**

**NOTE 3 – INVESTMENTS**

At June 30, 2009, cash and investments consist of the following:

	General Operations	Penny Fellowship Program	Total
Cash and cash equivalents	\$ 554,426	\$ 414,287	\$ 968,713
MN Community Foundations funds	-	94,756	94,756
Total	<u>\$ 554,426</u>	<u>\$ 509,043</u>	<u>\$ 1,063,469</u>

These funds are classified as follows:

	General Operations	Penny Fellowship Program	Total
Cash & investments	\$ 554,426	\$ -	\$ 554,426
Cash - board designated	-	40,680	40,680
Endowments - restricted:			
Penny Fellowship - Minnesota Community Foundation	-	94,756	94,756
Endowments - board designated:			
Penny Fellowship investments	-	373,607	373,607
Total	<u>\$ 554,426</u>	<u>\$ 509,043</u>	<u>\$ 1,063,469</u>

**Minnesota Community Foundation Endowment**

The Association keeps a portion of its Penny Fellowship Endowment Funds with the Minnesota Community Foundation. Under the terms of the endowment, the Association is not permitted to draw down on the principal. Earnings from investments can be withdrawn bi-annually. This endowment consists of two funds: a non profit fund and a designated fund. Contributions from individuals have been put into the designated fund, and transfers from the Association have been put into the non-profit fund.

During 2008, the Association discovered that it had been recognizing the investment and related investment income and expenses in the designated fund, for which variance power was held by the Minnesota Community Foundation and the balance at June 30, 2009 was \$59,881. Therefore, the investment in the designated fund should not have been recognized in the Association's statement of financial position. The financial statements for 2007 and net assets as of June 30, 2006 have been restated to correct this error.

The balance in the non-profit fund at June 30, 2009 was \$94,756, and is included in the financial statements of the Association since they retain variance power in the distribution of these funds. The allocation of temporarily restricted and permanently restricted net assets related to these funds was also restated to reclassify the total net appreciation on the original contribution to the nonprofit fund as temporarily restricted net assets.

**MINNESOTA STATE UNIVERSITY STUDENT ASSOCIATION, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
**June 30, 2009 and 2008**

**NOTE 3 – RESTRICTIONS ON NET ASSETS**

**Temporarily Restricted**

As of June 30, temporarily restricted net assets are restricted to:

	<u>2009</u>	<u>2008</u>
Scholarships	<u>\$ 36,743</u>	<u>\$ 118,786</u>

**Permanently Restricted**

As of June 30, permanently restricted net assets are restricted to:

	<u>2009</u>	<u>2008</u>
Penny Fellowship endowment - scholarships	<u>\$ 67,000</u>	<u>\$ 67,000</u>

**NOTE 4 – RETIREMENT PLAN**

The employees of the Association participate in a defined contribution retirement plan. The Association's contribution is equal to 15% of the salary of participating employees that were employed by the Association prior to April 2006. The Association's contribution is equal to 7.5% of the salary of participating employees that were employed during or after April 2006. Employees become eligible for participation after 6 months of full-time service. Employees are fully vested in the program after two years of employment. The Association's contribution to the plan totaled \$19,023 and \$24,397, for the years ending June 30, 2009 and 2008, respectively. Subsequent to year end the plan was amended.

**NOTE 5 – OPERATING LEASE COMMITMENT**

The Association entered into a lease agreement for office space on January 1, 2007. The Association pays annual rent based on square footage of the office space. The lease expires April 30, 2010. Rent expense was \$26,306 and \$27,816 for the years ending June 30, 2009 and 2008, respectively.

Future minimum lease payments for the years ending June 30, are as follows:

Commitment	
2010	<u>\$ 24,438</u>
Total Commitment	<u>\$ 24,438</u>

**MINNESOTA STATE UNIVERSITY STUDENT ASSOCIATION, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
**June 30, 2009 and 2008**

**NOTE 6 – ENDOWMENT**

Effective July 1, 2008, the Association adopted the provisions of FASB Staff Position FSP 117-1, Endowments of Not-for-Profit Organizations: Net Asset Classifications of Funds Subject to an Enacted Version of the Uniform Prudent Management of Institutional Funds Act, and Enhanced Disclosures for all Endowment Funds. The FSP provides guidance on classifying net assets associated with donor-restricted endowment funds held by organizations that are subject to an enacted version of Uniform Prudent Management of Institutional Funds Act (UPMIFA). A key component of the FSP is a requirement to classify the portion of a donor-restricted endowment fund that is not classified as permanently restricted net assets as temporarily restricted net assets until appropriated for expenditure. Another key component of the FSP is a requirement for expanded disclosures about all endowment funds. The State of Minnesota adopted a version of UPMIFA effective August 1, 2008.

The Association's endowment consists of funds established for a variety of purposes. Its endowment includes both donor-restricted endowment funds and funds designated by the governing board to function as endowments. As required by GAAP, net assets associated with endowment funds, including funds designated by the governing board to function as endowments, are classified and reported based on the existence or absence of donor-imposed restrictions.

**Interpretation of Relevant Law**

The Association's governing board has interpreted the Uniform Prudent Management of Institutional Funds Act (UPMIFA) enacted in the State of Minnesota as requiring the preservation of the fair value of the original gift as of the gift date of the donor-restricted endowment funds absent explicit donor stipulations to the contrary. As a result of this interpretation, the Association classifies as permanently restricted net assets (a) the original value of the gifts donated to the permanent endowment, (b) the original value of subsequent gifts to the permanent endowment, and (c) accumulations to the permanent endowment made in accordance with the direction of the applicable donor gift instrument at the time the accumulation is added to the fund.

The remaining portion of the donor-restricted endowment fund that is not classified as permanently restricted net assets is classified as temporarily restricted net assets until those amounts are appropriated for expenditure by the Association in a manner consistent with the standard of prudence prescribed by UPMIFA. In accordance with UPMIFA, the Association considers the following factors in making a determination to appropriate or accumulate donor-restricted endowment funds:

**MINNESOTA STATE UNIVERSITY STUDENT ASSOCIATION, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
**June 30, 2009 and 2008**

**NOTE 6 – ENDOWMENT** (continued)

**Interpretation of Relevant Law (continued)**

- The duration and preservation of the fund
- The purposes of the Association and the donor-restricted endowment fund
- General economic conditions
- The possible effect of inflation and deflation
- The expected total return from income and the appreciation of investments
- Other resources of the Association
- The investment policies of the Association

Endowment net asset composition by type of fund consists of the following as of June 30, 2009:

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Permanently Restricted</u>	<u>Total</u>
Donor-restricted endowment funds	\$ -	\$ 27,756	\$ 67,000	\$ 94,756
Board-designated endowment funds	405,300	-	-	405,300
<b>Total Funds</b>	<b>\$ 405,300</b>	<b>\$ 27,756</b>	<b>\$ 67,000</b>	<b>\$ 500,056</b>

Endowment net asset composition by type of fund consists of the following as of June 30, 2008:

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Permanently Restricted</u>	<u>Total</u>
Donor-restricted endowment funds	\$ -	\$ 63,851	\$ 67,000	\$ 130,851
Board-designated endowment funds	385,455	-	-	385,455
<b>Total Funds</b>	<b>\$ 385,455</b>	<b>\$ 63,851</b>	<b>\$ 67,000</b>	<b>\$ 516,306</b>

**MINNESOTA STATE UNIVERSITY STUDENT ASSOCIATION, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
**June 30, 2009 and 2008**

**NOTE 6 – ENDOWMENT (continued)**

Changes in endowment net assets are as follows:

	Board Designated	Temporarily Restricted	Permanently Restricted	Total
Endowment net assets, July 1, 2007	\$ 367,233	\$ 75,391	\$ 67,000	509,624
Investment return:				
(Loss) on investment	-	(7,155)	-	(7,155)
Interest and dividends	14,426	3,393	-	17,819
Total investment return	14,426	(3,762)	-	10,664
Contributions	24,625	-	-	24,625
Donor/Board release of endowment assets for expenditure	(20,829)	(7,778)	-	(28,607)
Endowment net assets, June 30, 2008	385,455	63,851	67,000	516,306
Investment return:				
(Loss) on investment	-	(32,404)	-	(32,404)
Interest and dividends	8,165	8,857	-	17,022
Total investment return	8,165	(23,547)	-	(15,382)
Contributions	31,782	9,561	-	41,343
Donor/Board release of endowment assets for expenditure	(20,102)	(22,109)	-	(42,211)
Endowment net assets, June 30, 2009	<u>\$ 405,300</u>	<u>\$ 27,756</u>	<u>\$ 67,000</u>	<u>\$ 500,056</u>

**Funds with Deficiencies**

From time to time, the fair value of assets associated with individual donor-restricted endowment funds may fall below the level that the donor or UPMIFA requires the Association to retain as a fund of perpetual duration.

**Return Objectives and Risk Parameters**

The Association has adopted investment and spending policies for endowment assets that attempt to provide a predictable stream of funding to programs supported by its endowment while seeking to maintain the purchasing power of the endowment assets. Endowment assets include those assets of donor-restricted funds that the Association must hold in perpetuity or for a donor-specified period(s) as well as board-designated funds. Under this policy, as approved by the board, the endowment assets are invested in a manner that is intended to produce results while assuming a moderate level of investment risk.

**MINNESOTA STATE UNIVERSITY STUDENT ASSOCIATION, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
**June 30, 2009 and 2008**

**NOTE 6 – ENDOWMENT** (continued)

**Strategies Employed for Achieving Objectives**

To satisfy its long-term rate-of-return objectives, the Association relies on a total return strategy in which investment returns are achieved through both capital appreciation (realized and unrealized) and current yield (interest and dividends). The Association targets a diversified asset allocation that places a greater emphasis on equity-based and fixed-income investments to achieve its long-term return objectives within prudent risk constraints.

**Spending Policy and How the Investment Objectives Relate to Spending Policy**

The Association has no formal policy for distributing its endowment funds. The Association has established an investment board to oversee the disbursement of endowment funds. The Association has not spent any of the endowment corpus during fiscal 2009.

**MINNESOTA STATE UNIVERSITY STUDENT ASSOCIATION, INC.**

**SUPPLEMENTAL INFORMATION**

**June 30, 2009 and 2008**

**Part II**



**INDEPENDENT AUDITOR'S REPORT ON SUPPLEMENTARY INFORMATION**

Board of Directors  
Minnesota State University Student Association, Inc.  
St. Paul, Minnesota

Our audit was made for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

*Froehling Anderson*

Minneapolis, Minnesota  
January 8, 2010

**MINNESOTA STATE UNIVERSITY STUDENT ASSOCIATION, INC.**  
**PENNY FELLOWSHIP PROGRAM – LISTING OF INVESTMENTS**  
**June 30, 2009 and 2008**

	2009	2008
<b>PENNY FELLOWSHIP PROGRAM INVESTMENTS</b>		
Cash - board designated	\$ 40,680	\$ 176,043
Investments - board designated	373,607	-
Endowment - Minnesota Community Foundation	94,756	130,851
Endowment - (2 Year)	-	20,427
Endowment - (4 Year)	-	188,895
<b>Total Penny Fellowship Program Investments</b>	<b>\$ 509,043</b>	<b>\$ 516,216</b>

See Accompanying Notes to Financial Statements

**MINNESOTA STATE UNIVERSITY STUDENT ASSOCIATION, INC.**  
**PENNY FELLOWSHIP PROGRAM – SCHEDULE OF ACTIVITIES**  
**For the Years Ended June 30, 2009 and 2008**

	<b>2009</b>	<b>2008</b>
<b>REVENUE AND SUPPORT</b>		
Penny Fellowship Contributions:		
Golf scramble	\$ 30,581	\$ 14,827
Dinner	7,333	9,748
Silent auction	1,040	-
Donations, grants, miscellaneous	2,389	50
Interst and dividend income	17,022	17,819
Investment (losses) - MN Foundation	(32,404)	(7,155)
<b>TOTAL REVENUE AND SUPPORT</b>	<b>25,961</b>	<b>35,289</b>
<b>EXPENSES</b>		
Investment expense	549	1,469
Scholarship development	11,923	13,220
Scholarships	24,159	16,880
<b>TOTAL EXPENSES</b>	<b>36,631</b>	<b>31,569</b>
<b>REVENUE LESS EXPENSES</b>	<b>\$ (10,670)</b>	<b>\$ 3,720</b>

See Accompanying Notes to Financial Statements

**MINNESOTA STATE UNIVERSITY STUDENT ASSOCIATION, INC.**  
**SCHEDULES OF ASSOCIATION FEES**  
**For The Years Ended June 30, 2009 and 2008**

	<u>Summer</u>	<u>Fall</u>	<u>Spring</u>	<u>2009 Total</u>	<u>2008 Total</u>
<b>ASSOCIATION FEES</b>					
Bemidji	\$ 4,245	\$ 20,820	\$ 24,219	\$ 49,284	\$ 53,200
Mankato	11,537	83,048	77,480	172,065	170,084
Metro	10,326	25,890	27,172	63,388	60,080
Moorhead	3,068	40,777	37,660	81,505	82,074
St Cloud	15,688	87,048	78,586	181,322	181,535
Southwest	1,846	21,989	19,678	43,513	46,216
Winona	5,610	50,213	46,931	102,754	99,937
<b>TOTAL ASSOCIATION FEES</b>	<u>\$ 52,320</u>	<u>\$ 329,785</u>	<u>\$ 311,726</u>	<u>\$ 693,831</u>	<u>\$ 693,126</u>

See Accompanying Notes to Financial Statements