CSU San Marcos Interest Earnings Allocation Procedures

Updated July 1, 2025

Overview:

On an annual basis, the Chancellor's Office distributes CSUSM's share of earnings via an Inter-Agency Financial Transaction (IFT). CSUSM records the earnings in accordance with the IFT's accounting instructions provided. Account 508001, Income from CSU Consolidated Investment Pool, is to record the distribution of undesignated earnings via IFT in the Pooled Investment Fund to the campus. Net earnings should then be re-distributed from Fund 54101 to the earning funds within state fund 0948 according to the campus's investment distribution allocation (IDA) procedure.

Authority:

The President shall have sole authority over the use and allocation of discretionary and non-discretionary interest income that is generated by cash balances within SCO Fund 0948.

Cash Management Program Interest Fund:

Fund 54101 – TF Pooled Investment Fund is used to record all investment earnings distributed to the campus prior to internal distribution within the campus's 0948 funds in accordance with the campus's allocation procedure. At the discretion of the President, available funds are transferred to other CSUSM Funds.

Cash Management Program Expenditures:

Expenditures incurred for administering the investment program are permitted and subject to the approval of the President or designee. Qualifying expenditures recorded in the fund will be offset against gross interest earnings to determine the amount of funds available for discretionary distribution.

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Distribution of Trust Fund Project Interest Earnings:

The President or designee shall approve the distribution of non-discretionary and discretionary interest income. Certain interest earnings are required by policy and may be added to this list. Non-discretionary interest will be allocated to the following programs:

1. CSU Fund 403 - Perkins Loan
2. CSU Fund 434 - Long Term Loan Funds
3. CSU Fund 461 - Associated Student Body Trust
4. CSU Fund 462 - Campus Union Operating Revenue
5. CSU Fund 465 - CSU Contracts and Grants
6. CSU Fund 471 - Parking Fines and Forfeitures
7. CSU Fund 472 - Parking Fee Revenue Fund
8. CSU Fund 473 - Parking Construction Fund
9. CSU Fund 485 - University Operating Fund
10. CSU Fund 534 - Campus Union Fund

Interest Allocation Process:

CSUSM utilizes CFS' Investment Distribution Allocation (IDA) functionality, which calculates the average daily balance of funds to allocate interest.