

ASSOCIATED STUDENTS, INC. Club Banking Proposal

Proposal:

It is hereby proposed that ASI assume the responsibility for Club Banking at Cal State LA. The staff have carefully considered the additional work required and believe the existing staff can manage the duties and responsibilities of managing the club accounts. Furthermore, clubs will greatly benefit from a streamlined process to access their funds through the same department and process they get ASI funding for their events.

With the recommendation of the Finance Committee and the approval of the Board of Directors, ASI shall notify the U-SU and the University of the willingness and intent to provide Club Banking, which could be implemented immediately, and procedures would be developed over the summer, and clubs would access their accounts with ASI at the start of Fall semester.

What is Club Banking:

A club account is a type of bank account that is used by a group of people, such as a club or association, to manage their collective funds. This type of account is typically used to manage the group's finances, pay bills, and collect membership dues.

Currently club banking for Cal State LA is managed by the University Student Union. All financial statements, donations, and all check and purchase order requests are processed by the University Student Union.

Why Club Banking?

University policy [CSU Administrative Policy 3141.01](#) requires that registered student organizations deposit all funds in their Cal State LA bank account. The purpose of this policy is to ensure the integrity of the funds from year to year.

All recognized Cal State LA student organizations must have a financial account with the university. Clubs are not permitted to have off-campus bank accounts and may be subject to disciplinary action if they do. Requests for checks or transfers to any club account held off-campus will not be processed, in accordance with CSU policy.

Pros and Cons for ASI:

Pros

- This would help to streamline the process for supporting Clubs and Orgs because their club account and ASI funding would all be under one department with a simplified process.
- Reimbursement would be faster.
- New opportunities to teach financial literacy.
- Strengthening collaboration and ASI's support of Clubs through increased communication and services.

- Additional funding to support clubs through University GI2025 Grant and funds from inactive clubs.

Cons

- Added work in the beginning Guidelines and processes would need to be established.
- Additional staff time required to process club RPP's, deposits, and account statements.