



Combined Basic Financial Statements

Jefferson Public Radio & The JPR Foundation, Inc.

For the years ending June 30, 2021 and 2020

The accompanying combined basic financial statements represent the financial position of Jefferson Public Radio, a public telecommunications entity owned and operated by Southern Oregon University. These statements include the Jefferson Public Radio related accounts of Southern Oregon University and the JPR related accounts of the JPR Foundation, Inc., a private tax-exempt corporation organized to support Jefferson Public Radio's public service mission.

JEFFERSON PUBLIC RADIO AND JPR FOUNDATION, INC.

FINANCIAL REPORT AND SUPPLEMENTARY INFORMATION

FOR THE YEARS ENDED JUNE 30, 2021 AND 2020

JEFFERSON PUBLIC RADIO AND JPR FOUNDATION, INC.

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October 4, 2021

To JPR Foundation Board of Directors
and Southern Oregon University
Jackson County, Oregon

INDEPENDENT AUDITORS' REPORT

Jefferson Public Radio and JPR Foundation, Inc.
Jackson County, Oregon

Report on the Basic Financial Statements

We have audited the accompanying combined statements of financial position of Jefferson Public Radio (a Department of Southern Oregon University) and JPR Foundation, Inc. (JPR Related Accounts) (collectively known as the Organization), as of June 30, 2021 and 2020, and the combined statements of activities, functional expenses and cash flows, and the related notes to the combined basic financial statements for the years then ended which comprise the combined basic financial statements.

Management's Responsibility for the Basic Financial Statements

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

Auditors' Responsibility

Our responsibility is to express an opinion on these combined basic financial statements based on our audits. 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 audits to obtain reasonable assurance about whether the combined basic financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the basic financial statements. The procedures selected depend on the auditors' judgment, including the assessment of risks of material misstatement of the basic financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the preparation and fair presentation of the basic financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting estimates made by management, as well as evaluating the overall presentation of the combined basic financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Basis for Qualified Opinion

Management chose not to include the combined financial position of Jefferson Live! LLC as of June 30, 2021 and 2020 and the related activities and cash flows for the years then ended, and the related notes to the combined basic financial statements. The JPR Foundation is the sole member of Jefferson Live! LLC; therefore, consolidation is required under the generally accepted accounting principles of the United States of America. At June 30, 2021 and 2020 Jefferson Live! LLCs total assets were about \$9,215,000 and \$9,110,000, total liabilities were about \$1,295,000 and \$1,295,000, and total net assets were \$7,920,000 and \$7,815,000, respectively. For the years ended June 30, 2021 and 2020 total revenues were \$670,000 and \$1,560,000 and total expenses were \$570,000 and \$1,685,000, respectively.

Qualified Opinion

In our opinion, except for the effects on the 2021 and 2020 combined basic financial statements of excluding the Jefferson Live! LLC 2021 and 2020 combined basic financial statements referred to in the Basis for Qualified Opinion paragraph, the combined basic financial statements referred to above present fairly, in all material respects, the financial position of Jefferson Public Radio and JPR Foundation, Inc. as of June 30, 2021 and 2020, and the related statements of activities, functional expenses, and its cash flows for the years then ended in conformity with accounting principles generally accepted in the United States of America.

Other Matters

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise the combined basic financial statements. The supplementary information, as listed in the table of contents, is presented for purposes of additional analysis and is not a required part of the combined basic financial statements. The supplementary information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the combined basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the combined basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the combined basic financial statements or to the combined basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America.

In our opinion, the supplementary information, as listed in the table of contents, is fairly stated, in all material respects, in relation to the combined basic financial statements as a whole.

Hans Graichen

HANS K. GRAICHEN, CPA
PAULY, ROGERS AND CO., P.C.

COMBINED BASIC FINANCIAL STATEMENTS

JEFFERSON PUBLIC RADIO AND JPR FOUNDATION, INC.

Combined Statements of Financial Position

at June 30, 2021 and 2020

	2021	2020
Assets		
Current Assets		
Cash and cash equivalents	\$ 1,989,001	\$ 2,323,829
Investments	2,130,244	231,393
Accounts receivable	25,096	29,383
Prepaid expenses	8,368	14,858
Deposits	1,500	1,500
Total Current Assets	<u>4,154,209</u>	<u>2,600,963</u>
Property and Equipment		
Land	293,906	293,906
Buildings and equipment, net of accumulated depreciation	3,180,886	3,189,225
Total Property and Equipment	<u>3,474,792</u>	<u>3,483,131</u>
Other Assets		
Prepaid expenses, non-current	2,370	2,370
Mt. Baldy Communications, LLC	58,870	93,089
Intangible assets	2,180,461	2,180,461
Total Other Assets	<u>2,241,701</u>	<u>2,275,920</u>
Total Assets	<u>\$ 9,870,702</u>	<u>\$ 8,360,014</u>
Liabilities and Net Assets		
Current Liabilities		
Accounts payable	\$ 19,371	\$ 34,523
Accrued liabilities	150,159	162,289
Accrued vacation	98,206	89,729
Deferred income	-	845
Lease deposits	1,000	1,000
Current portion of long-term debt and obligation	45,000	45,000
Total Current Liabilities	<u>313,736</u>	<u>333,386</u>
Long-term debt, net of current portion	<u>1,443,912</u>	<u>1,221,015</u>
Total Liabilities	<u>1,757,648</u>	<u>1,554,401</u>
Net Assets		
Net assets without donor restrictions	<u>8,113,054</u>	<u>6,805,613</u>
Total Liabilities and Net Assets	<u>\$ 9,870,702</u>	<u>\$ 8,360,014</u>

See accompanying notes to the combined basic financial statements.

JEFFERSON PUBLIC RADIO AND JPR FOUNDATION, INC.

Combined Statements of Activities
for the Years Ended June 30, 2021 and 2020

	Net assets Without Donor Restrictions	Net Assets With Donor Restrictions	2021 Combined Total	2020 Combined Total
Revenues, Support and Other Income				
Revenues and support				
Contributions	\$ 1,281,279	\$ -	\$ 1,281,279	\$ 1,250,463
Program underwriting	563,873	-	563,873	621,537
Southern Oregon University				
General appropriation	266,557	-	266,557	300,940
Indirect administrative support	509,822	-	509,822	601,646
Corporation for Public Broadcasting Grants	769,701	96,385	866,086	654,467
Other grants	106,202	44,778	150,980	155,922
Bequests and planned gifts	203,987	-	203,987	79,536
Donated programs, services and materials	158,408	-	158,408	154,358
Fundraising activities and events	316,522	-	316,522	224,591
Jeffnet internet service royalties	26,000	-	26,000	26,000
Total Revenues and Support	<u>4,202,351</u>	<u>141,163</u>	<u>4,343,514</u>	<u>4,069,460</u>
Other Income				
Interest and dividend income	4,792	-	4,792	28,379
Realized and unrealized gain	100,234	-	100,234	7,436
Change in value of investment in Mt Baldy LLC	10,781	-	10,781	9,029
Net assets released from restriction	141,163	(141,163)	-	-
Total Other Income	<u>256,970</u>	<u>-</u>	<u>115,807</u>	<u>44,844</u>
Total Revenues, Support and Other Income	<u>4,459,321</u>	<u>-</u>	<u>4,459,321</u>	<u>4,114,304</u>
Expenses				
Program services				
Programming and production	1,493,687	-	1,493,687	1,526,294
Broadcasting	1,067,602	-	1,067,602	1,114,604
Program information and promotion	203,508	-	203,508	231,571
Total Program Services	<u>2,764,797</u>	<u>-</u>	<u>2,764,797</u>	<u>2,872,469</u>
Supporting services				
Management and general operating	135,066	-	135,066	204,167
Fundraising, membership and development	268,923	-	268,923	284,935
Underwriting and grant solicitation	174,855	-	174,855	198,421
Depreciation	165,908	-	165,908	148,627
Total Supporting Services	<u>744,752</u>	<u>-</u>	<u>744,752</u>	<u>836,150</u>
Total Expenses	<u>3,509,549</u>	<u>-</u>	<u>3,509,549</u>	<u>3,708,619</u>
Operating Income	949,772	-	949,772	405,685
Non-Operating Income				
Display advertising	18,251	-	18,251	30,688
Rents and royalties	146,857	-	146,857	141,790
Gain (loss) on disposal of assets	191,833	-	191,833	-
Miscellaneous income	728	-	728	4,418
Total Non-Operating Income	<u>357,669</u>	<u>-</u>	<u>357,669</u>	<u>176,896</u>
Change in Net Assets	1,307,441	-	1,307,441	582,581
Net Assets at Beginning of Year	<u>6,805,613</u>	<u>-</u>	<u>6,805,613</u>	<u>6,223,032</u>
Net Assets at End of Year	<u>\$ 8,113,054</u>	<u>\$ -</u>	<u>\$ 8,113,054</u>	<u>\$ 6,805,613</u>

See accompanying notes to the combined basic financial statements.

JEFFERSON PUBLIC RADIO AND JPR FOUNDATION, INC.

Combined Schedule of Functional Expenses by Program Services

for the Year Ended June 30, 2021

	Program Services			Total
	Programing and Production	Broadcasting	Program Information and Promotion	
Salaries and benefits	\$ 813,109	\$ 227,965	\$ 43,035	\$ 1,084,109
Advertising	-	-	85,983	85,983
Dues and subscriptions	4,910	5,277	1,500	11,687
Telephone / data lines	3,401	3,226	-	6,627
Postage	113	-	10,992	11,105
Printing	-	-	23,582	23,582
Insurance	-	6,117	-	6,117
Interest	-	54,897	-	54,897
Programming	423,013	11,982	-	434,995
Professional services / contract labor	184	2,650	7,707	10,541
Legal	-	36,000	-	36,000
Repairs, maintenance and equipment	-	92,990	-	92,990
Property leases	1,800	224,581	-	226,381
Utilities	-	146,580	-	146,580
Property taxes	-	2,093	-	2,093
Service and supplies	7,440	110	-	7,550
Special projects	-	3,103	-	3,103
Travel	2,333	17,997	-	20,330
Donated services and materials	-	71,789	-	71,789
Indirect admin. support	237,384	160,245	30,709	428,338
Total Expenses	\$ 1,493,687	\$ 1,067,602	\$ 203,508	\$ 2,764,797

See accompanying notes to the combined basic financial statements.

JEFFERSON PUBLIC RADIO AND JPR FOUNDATION, INC.

Combined Schedule of Functional Expenses by Program Services

for the Year Ended June 30, 2020

	Program Services			Total
	Programing and Production	Broadcasting	Program Information and Promotion	
Salaries and benefits	\$ 809,531	\$ 243,406	\$ 45,363	\$ 1,098,300
Advertising	271	-	93,265	93,536
Dues and subscriptions	5,554	6,029	1,502	13,085
Telephone / data lines	3,326	3,512	-	6,838
Postage	67	37	11,028	11,132
Printing	-	-	33,147	33,147
Insurance	-	7,394	-	7,394
Interest	-	57,073	-	57,073
Programming	418,018	11,702	-	429,720
Professional services / contract labor	375	3,600	9,271	13,246
Legal	-	36,000	-	36,000
Repairs, maintenance and equipment	-	125,049	-	125,049
Property leases	1,800	225,943	-	227,743
Utilities	-	139,424	-	139,424
Property taxes	-	2,013	-	2,013
Service and supplies	9,855	97	-	9,952
Special projects	318	-	-	318
Travel	8,791	12,695	-	21,486
Donated services and materials	-	51,954	-	51,954
Indirect admin. support	268,388	188,676	37,995	495,059
Total Expenses	\$ 1,526,294	\$ 1,114,604	\$ 231,571	\$ 2,872,469

See accompanying notes to the combined basic financial statements.

JEFFERSON PUBLIC RADIO AND JPR FOUNDATION, INC.
 Combined Statement of Functional Expenses by Supporting Services
 for the Year Ended June 30, 2021

Supporting Services

	Management and General Operating	Fundraising, Membership and Development	Underwriting and Grant Solicitation	Depreciation	Total
Salaries and benefits	\$ 90,094	\$ 100,490	\$ 146,415	\$ -	\$ 336,999
Advertising	-	800	-	-	800
Bank, credit card and transaction fees	889	74,178	-	-	75,067
Dues and subscriptions	1,526	-	-	-	1,526
Telephone / data lines	2,039	1,560	-	-	3,599
Postage	772	11,598	-	-	12,370
Printing	64	10,797	-	-	10,861
Professional services / contract labor	15,350	13,629	3,435	-	32,414
Legal	1,035	-	-	-	1,035
Service and supplies	3,733	18,956	-	-	22,689
Indirect admin. support	19,564	36,915	25,005	-	81,484
Depreciation	-	-	-	165,908	165,908
Total Expenses	\$ 135,066	\$ 268,923	\$ 174,855	\$ 165,908	\$ 744,752

See accompanying notes to the combined basic financial statements.

JEFFERSON PUBLIC RADIO AND JPR FOUNDATION, INC.
 Combined Statement of Functional Expenses by Supporting Services
 for the Year Ended June 30, 2020

Supporting Services

	Management and General Operating	Fundraising, Membership and Development	Underwriting and Grant Solicitation	Depreciation	Total
Salaries and benefits	\$ 141,451	\$ 110,109	\$ 162,229	\$ -	\$ 413,789
Advertising	-	496	-	-	496
Bank, credit card and transaction fees	873	62,269	-	-	63,142
Dues and subscriptions	1,908	-	-	-	1,908
Telephone / data lines	1,999	1,560	-	-	3,559
Postage	1,171	12,864	-	-	14,035
Printing	-	122	-	-	122
Professional services / contract labor	13,850	18,727	4,618	-	37,195
Legal	764	-	-	-	764
Service and supplies	7,564	11,915	-	-	19,479
Special events	-	23,569	-	-	23,569
Travel	2,853	25	-	-	2,878
Indirect admin. support	31,734	43,279	31,574	-	106,587
Depreciation	-	-	-	148,627	148,627
Total Expenses	\$ 204,167	\$ 284,935	\$ 198,421	\$ 148,627	\$ 836,150

See accompanying notes to the combined basic financial statements.

JEFFERSON PUBLIC RADIO AND JPR FOUNDATION, INC.

Combined Statements of Cash Flows
for the Years Ended June 30, 2021 and 2020

	<u>2021</u>	<u>2020</u>
Cash Flows from Operating Activities		
Change in net assets	\$ 1,307,441	\$ 582,581
Adjustments to reconcile change in net assets to net cash provided by operating activities		
Depreciation	165,908	148,627
PPP loan forgiven	(11,015)	-
Non-cash adjustment to capital assets	-	4,647
Gain on disposal of capital assets	(191,833)	-
Realized and unrealized (gain)/loss on investments, net	(111,015)	(7,436)
Change in value of investment in Mt Baldy LLC	34,219	(9,029)
Increase (decrease) in operating assets		
Accounts receivable	4,287	(2,059)
Prepaid expenses	6,490	87
Increase (decrease) in operating liabilities		
Accounts payable	(15,152)	4,945
Accrued liabilities	(12,130)	14,342
Accrued vacation	8,477	(3,471)
Deferred income	(845)	(2,730)
Net Cash Provided (Used) by Operating Activities	<u>1,184,832</u>	<u>730,504</u>
Cash Flows from Investing Activities		
Net sales / purchases of investments	(1,787,836)	(125,037)
Purchase of KWCA license	-	(216,000)
Cash receipt from disposals of capital assets	194,828	-
Purchase of property and equipment	<u>(160,564)</u>	<u>(64,604)</u>
Net Cash Provided (Used) by Investing Activities	<u>(1,753,572)</u>	<u>(405,641)</u>
Cash Flows from Financing Activities		
Payments on long-term debt	(45,000)	(45,000)
Proceeds from long-term debt	<u>278,912</u>	<u>11,015</u>
Net Cash Provided (Used) by Financing Activities	<u>233,912</u>	<u>(33,985)</u>
Net Increase (Decrease) in Cash and Cash Equivalents	(334,828)	290,878
Cash and Cash Equivalents at Beginning of Year	<u>2,323,829</u>	<u>2,032,951</u>
Cash and Cash Equivalents at End of Year	<u>\$ 1,989,001</u>	<u>\$ 2,323,829</u>
Supplemental disclosure of cash flow information:		
Cash paid for interest	<u>\$ 56,107</u>	<u>\$ 58,157</u>

See accompanying notes to the combined basic financial statements.

NOTES TO THE
COMBINED BASIC FINANCIAL STATEMENTS

Jefferson Public Radio and JPR Foundation, Inc.
Notes to the Combined Basic Financial Statements
June 30, 2021 and 2020

1. NATURE OF OPERATIONS

Jefferson Public Radio (JPR) is operated by Southern Oregon University (SOU) as an outreach program of its regional educational mission. SOU is a State of Oregon public university governed by a Board of Trustees. JPR provides public broadcasting services to listeners in Southern Oregon and Northern California.

The JPR Foundation, Inc. (the Foundation) was established in 1997 to support JPR's educational and public service mission. The Foundation is an Oregon nonprofit, tax-exempt organization governed by a Board of Directors.

Jefferson Public Radio and JPR Foundation will collectively be referred to as the Organization.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

BASIS OF ACCOUNTING

The combined basic financial statements have been prepared on the accrual basis of accounting in conformity with accounting principles generally accepted in the United States of America. Under the accrual basis of accounting, revenues are recorded in the period they are earned and expenses are reported in the period in which the related liability is incurred.

PRINCIPLES OF COMBINATION

The combined basic financial statements of the Organization include the Foundation and SOU accounts related to JPR. Though not required under generally accepted accounting principles, the Foundation has been combined with JPR to provide full disclosure of JPR's activities. All intercompany accounts and transactions have been eliminated. The combined basic financial statements do not include the financial activities of the Foundation's wholly owned limited liability company Jefferson Live!, LLC.

USE OF ESTIMATES

Preparation of the combined basic 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 basic financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Jefferson Public Radio and JPR Foundation, Inc.
Notes to the Combined Basic Financial Statements
June 30, 2021 and 2020

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

BASIS OF PRESENTATION

The accompanying basic financial statements were prepared in accordance with the Financial Accounting Standards Board (FASB) Accounting Standards Update (ASU) 2016-14. Under FASB ASU 2016-14, information regarding financial position and activities are reported according to two classes of net assets (net assets without donor restrictions and net assets with donor restrictions) based upon the existence or absence of donor-imposed restrictions. Accordingly, net assets and changes there in are classified and reported as follows:

Net Assets Without Donor Restrictions – Receipts, gains and other support that have no external restrictions on their use or purpose and can be used for any purpose consistent with bylaws are reported as net assets without donor restrictions. Net assets without donor restrictions include all assets available for general purposes.

Net Assets With Donor Restrictions – Contributions that are received with donor stipulation or by law that limit their use are recorded as net assets with donor restrictions. Some donors impose restrictions that are temporary in nature, for example, stipulating that resources be used after a specified date, for particular programs or services, or to acquire buildings or equipment. Other donors impose restrictions that are perpetual in nature, for example, stipulation that resources be maintained in perpetuity. Laws may extend those limits to investment returns from those resources and to other enhancements (diminishments) of those resources. Thus, those laws extend donor imposed restrictions.

The Board of Directors have interpreted Oregon's enacted Uniform Prudent Management of Institutional Funds Act (UPMIFA) as requiring the preservation of the fair value of the original gift as of the gift date of donations to be held in perpetuity absent explicit donor stipulations to the contrary. As a result of this interpretation, donations to be held in perpetuity are recorded as (a) the original value of gifts donated, (b) the original value of subsequent gifts, and (c) accumulations to the net assets with donor restrictions be made in accordance with the direction of the applicable donor gift instrument at the time the accumulation as added to net assets with donor restrictions to be held for perpetuity. Generally, the donors of these assets permit the Organization to use all or part of the investment return on these assets.

CONTRIBUTIONS

Contributions are recorded in accordance with FASB ASU 2016-14. Contributions received are recorded either with donor restriction or without donor restriction depending on the existence of donor or legal restrictions. Contributions with donor restrictions received and released in the same year are recorded as contributions with donor restrictions. Contributions are recorded as revenue in the year received. Uncollected pledges for unrestricted operating support are not shown as assets on the statement of financial position because these types of pledges are considered revocable and are not documented by enforceable pledge agreements.

Jefferson Public Radio and JPR Foundation, Inc.
Notes to the Combined Basic Financial Statements
June 30, 2021 and 2020

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

NONCASH CONTRIBUTIONS

Noncash contributions are recorded as revenue at their estimated fair value at the date of receipt.

Noncash contributions of \$158,408 and \$154,358 consisting of donated programs, promotions, services and materials were received during the years ended June 30, 2021 and 2020, respectively.

CASH AND CASH EQUIVALENTS

For purpose of the statement of cash flows, all highly liquid investments with an original maturity of three months or less from the date of purchase are considered to be cash equivalents.

PREPAID EXPENSES

Costs incurred for programs that have not been broadcasted, leases paid for rent after June 30, and deposits with the US Postal Service are recorded as prepaid expenses.

INDIRECT ADMINISTRATIVE SUPPORT

A portion of the general overhead costs of SOU relates to and benefits JPR. Such items include administrative costs, utilities, maintenance and repairs. These services were provided without cost. The fair value of these services have been allocated to JPR and reported as revenue and expense in the accompanying combined statement of activities.

ADVERTISING EXPENSE

Advertising costs are expensed as they are incurred. Advertising expenses for the years ended June 30, 2021 and 2020 were \$86,783 and \$94,032 respectively.

FAIR VALUE MEASUREMENTS

FASB ACS 820-10 establishes a framework for measuring fair value. The framework provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in an active market for identical assets or liabilities (level 1 measurements) and the lowest priority to unobservable inputs (level 3 measurement). The three levels of the fair value hierarchy under FASB ASC 820-10 are described as follows:

Level 1 – quoted prices in active markets for identical securities

Level 2 – other significant, observable inputs (including quoted prices for similar securities, interest rates, prepayment spreads, credit risk, and others)

Level 3 – significant unobservable inputs

Jefferson Public Radio and JPR Foundation, Inc.
Notes to the Combined Basic Financial Statements
June 30, 2021 and 2020

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

FAIR VALUE MEASUREMENTS (CONTINUED)

The asset or liability's fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques used need to maximize the use of observable inputs and minimize the use of unobservable inputs.

Investments in equity mutual funds traded on a national securities exchange are valued at the last reported sales price on the last business day of the year. Investments in bond mutual funds are valued using a matrix pricing model that considered quoted prices for similar securities, if available, interest rates, prepayment spreads and credit risks.

The preceding methods described may produce a fair value calculation that may not be indicative of net realizable value or reflective of future fair values. Furthermore, although management believes its valuation methods are appropriate and consistent with other market participants, the use of different methodologies or assumptions to determine fair value of certain investments could result in a different fair value measurement at the reporting date.

INVESTMENT VALUATION AND INCOME RECOGNITION

Investments are reported at fair value. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

Purchases and sales of securities are recorded on a trade-basis. Interest income is recorded on the accrual basis. Net appreciation includes the gain and losses on investments bought and sold during the year, as well as market gain or loss on investments held during the year. Dividends are recorded on the ex-dividend date. Expenses related to investment revenue, including custodial fees and advisory fees have been netted against investment revenues in the accompanying combined statements of activities.

PROPERTY AND EQUIPMENT

Purchases of property and equipment are recorded at cost. Purchases exceeding \$5,000 for equipment, property and buildings with a useful life in excess of one year are capitalized. Costs of repairs and maintenance are expensed as incurred. Expenditures for property, equipment and major repairs that extend useful lives or add function are capitalized. When items of property and equipment are sold or retired, the related costs and accumulated depreciation are removed from the accounts and any gain or loss is included in the results of operations.

Donated property and equipment is recorded at estimated fair value at the date of donation. Such donations are reported as without donor restriction unless the donor has restricted the donated asset to a specific purpose. Assets donated with explicit restrictions regarding their use and contributions of cash that must be used to acquire property and equipment are reported as with donor restriction. Absent donor stipulations regarding how long those donated assets must be maintained, expirations of donor restrictions are reported when the donated or acquired assets are placed in service.

Jefferson Public Radio and JPR Foundation, Inc.
Notes to the Combined Basic Financial Statements
June 30, 2021 and 2020

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

PROPERTY AND EQUIPMENT (CONTINUED)

Property and equipment is depreciated using the straight-line method over estimated useful lives ranging from three to thirteen years for equipment and ten to forty years for buildings.

PROGRAM UNDERWRITING

Collected revenue from program underwriting is recorded as revenue in the year received. Collected revenue for program underwriting to be performed in a future fiscal year is not shown as a liability on the statements of financial position because program underwriting is defined as a contribution by the Federal Communications Commission.

3. TAX STATUS

JPR is a department of SOU and is exempt from federal and state income tax as a governmental entity. The Foundation is exempt from federal and state income tax under Section 501(c)(3) of the Internal Revenue Code.

Revenue from sales of advertising in the Foundation's Jefferson Journal publication is subject to tax on unrelated business income. At June 30, 2021 and 2020 no tax was due from this activity because the revenue does not exceed the expense of production and distribution of the publication.

U.S. Generally Accepted Accounting Principles require management to evaluate tax positions taken and recognize a tax liability (or asset) if an uncertain position has been taken that more likely than not would not be sustained upon examination by the Internal Revenue Service. The entity is subject to routine audits by taxing jurisdictions; however, there are currently no audits for any tax periods in process. Management believes it is no longer subject to income tax examinations for years prior to 2017.

4. FUNCTIONAL EXPENSES

The statements of functional expenses report certain categories of expenses that are attributable to more than one program or supporting function. Therefore, these expenses require allocation on a reasonable basis that is consistently applied. Expenses are allocated across program services and supporting services based on estimated time and effort.

Jefferson Public Radio and JPR Foundation, Inc.
Notes to the Combined Basic Financial Statements
June 30, 2021 and 2020

5. LIQUIDITY

Financial assets available within one year of the balance sheet date for general expenditures are as follows at June 30, 2021 and 2020:

	2021	2020
Cash and cash equivalents	\$ 1,989,001	\$ 2,323,829
Accounts receivable	25,096	29,383
Financial assets, at year end	2,014,097	2,353,212
Less those unavailable for general expenditures within one year, due to:		
Board designations:		
Amounts set aside for operating reserves	(850,000)	(850,000)
Amounts set aside for capital reserves	(300,000)	(300,000)
Financial assets available to meet cash needs for general expenditures within one year	\$ 864,097	\$ 1,203,212

Some support is from restricted grants and contributions. Because a grantor's / donor's restriction requires resources to be used in a particular manner, sufficient resources must be maintained to meet those responsibilities. However, all restrictions were met in the same year the grants and contributions were received. As part of liquidity management, there is a policy to structure the Organization's financial assets to be available as its general expenses, liabilities and other obligations come due. Operating reserves are intended for use if the operations bank account is reduced to the point of being in danger of becoming overdrawn. Capital reserves are intended for emergency situations related to capital assets. In addition, cash in excess of daily requirements is invested in short term investments, such as money markets.

6. CONCENTRATIONS OF CREDIT RISK

The Organization maintains accounts at multiple banks. In the case of deposits, there is a risk that in the event of a bank failure, the deposits may not be returned. As of June 30, 2021 and 2020 the uninsured bank balances were \$1,253,307 and \$71,612 respectively.

The Foundation maintains a brokerage account for its long-term investments. The brokerage account is insured by the Securities Investors Protection Corporation (SIPC) to a maximum amount of \$500,000 with a limit of \$250,000 for cash. The SIPC covers the account in the event of investment firm failure, but not for market fluctuations in the value of the account. The value of the equity and bond fund securities in the account was \$2,130,244 and \$231,393 at June 30, 2021 and 2020, respectively. The value of money markets in the account was \$1,151,970 and \$1,857,857 at June 30, 2021 and 2020, respectively, which are included on the combined statements of net position as part of cash and cash equivalents. Money market balances above \$250,000 are not insured by SIPC. Money markets are tier 1 within the fair value hierarchy.

Jefferson Public Radio and JPR Foundation, Inc.
Notes to the Combined Basic Financial Statements
June 30, 2021 and 2020

7. PLEDGES RECEIVABLE

In May of 2017, the Foundation entered into an Agreement to Exchange Services and Support with SOU. As part of this agreement, the Foundation agreed to provide \$2,053,914 over a 20-year period to SOU to support construction of a new broadcast facility for JPR on the SOU campus. These payments reimburse SOU for its portion of debt service associated with 2017 Series 1 General Obligation Bonds issued by the State of Oregon expressly for this project. The total support was discounted utilizing SOU's estimated earnings rate on the Public University Fund investment pool of 2%. The discounted obligation as of June 30, 2021 and 2020 was \$1,465,499 and \$1,537,739, respectively. SOU elected to account for this receivable within its JPR department. Since the Foundation and JPR SOU accounts are combined, the pledge receivable associated with the Foundation's contribution was eliminated in the combined basic financial statements.

8. INVESTMENT IN LIMITED LIABILITY COMPANY

During the year ended June 30, 2004, the Foundation contributed \$33,750 to the capital of Mt. Baldy Communications, LLC in exchange for a 15% ownership interest in the Limited Liability Company. Mt. Baldy Communications, LLC owns and operates a communication site on Baldy Mountain in Jackson County, Oregon. The investment is recorded at 15% of the LLC's value. At June 30, 2021 and 2020 the Foundation's interest in Mt. Baldy Communications, LLC was \$58,870 and \$93,089, respectively.

9. INVESTMENTS

Long-term investments are stated at fair market value and are summarized as follows on June 30:

Assets at Fair Value as of June 30, 2021				
	Level 1	Level 2	Level 3	Total
Equity mutual funds	\$ 2,105,309	\$ -	\$ -	\$ 2,105,309
Bond fund	-	24,935	-	24,935
	\$ 2,105,309	\$ 24,935	\$ -	\$ 2,130,244
Assets at Fair Value as of June 30, 2020				
	Level 1	Level 2	Level 3	Total
Equity mutual funds	\$ 208,954	\$ -	\$ -	\$ 208,954
Bond fund	-	22,439	-	22,439
	\$ 208,954	\$ 22,439	\$ -	\$ 231,393

Jefferson Public Radio and JPR Foundation, Inc.
Notes to the Combined Basic Financial Statements
June 30, 2021 and 2020

10. PROPERTY AND EQUIPMENT

The following is a summary of property and equipment, less accumulated depreciation, on June 30:

	<u>July 1, 2020</u>	<u>Additions</u>	<u>Deletions</u>	<u>June 30, 2021</u>
Capital Assets, Non-Depreciable				
Land	\$ 293,906	\$ -	\$ -	\$ 293,906
Capital Assets, Depreciable				
Building	\$ 2,745,353	\$ -	\$ -	\$ 2,745,353
Equipment	3,353,856	160,564	(93,438)	3,420,982
Total Capital Assets, Depreciable	<u>6,099,209</u>	<u>160,564</u>	<u>(93,438)</u>	<u>6,166,335</u>
Building	130,372	68,967	-	199,339
Equipment	2,779,612	96,941	(90,443)	2,786,110
Total Accumulated Depreciation	<u>2,909,984</u>	<u>165,908</u>	<u>(90,443)</u>	<u>2,985,449</u>
Total Net Capital Assets, Depreciable	<u>\$ 3,189,225</u>			<u>\$ 3,180,886</u>
Total Property and Equipment	<u>\$ 3,483,131</u>			<u>\$ 3,474,792</u>

Deletions represent broadcasting equipment that was destroyed in a wildfire. The assets had a remaining net book value of \$2,995. Insurance proceeds of \$194,828 were received, resulting in a gain on disposal of \$191,833.

	<u>July 1, 2019</u>	<u>Adjustments</u>	<u>Additions</u>	<u>Deletions</u>	<u>June 30, 2020</u>
Capital Assets, Non-Depreciable					
Land	\$ 293,906	\$ -	\$ -	\$ -	\$ 293,906
Capital Assets, Depreciable					
Building	\$ 2,750,000	\$ (4,647)	\$ -	\$ -	\$ 2,745,353
Equipment	3,289,252	-	64,604	-	3,353,856
Total Capital Assets, Depreciable	<u>6,039,252</u>	<u>(4,647)</u>	<u>64,604</u>	<u>-</u>	<u>6,099,209</u>
Building	67,794	-	62,578	-	130,372
Equipment	2,693,563	-	86,049	-	2,779,612
Total Accumulated Depreciation	<u>2,761,357</u>	<u>-</u>	<u>148,627</u>	<u>-</u>	<u>2,909,984</u>
Total Net Capital Assets, Depreciable	<u>\$ 3,277,895</u>				<u>\$ 3,189,225</u>
Total Property and Equipment	<u>\$ 3,571,801</u>				<u>\$ 3,483,131</u>

Adjustments represent a corrective adjustment to reconcile capital assets with Southern Oregon University's records.

Jefferson Public Radio and JPR Foundation, Inc.
Notes to the Combined Basic Financial Statements
June 30, 2021 and 2020

11. INTANGIBLE ASSETS

On June 30, 2021 and 2020, intangible assets consisted of purchased and donated licenses for radio stations. The purchased licenses covered the following radio stations: KNHT, KTBR, KOOZ, KMJC, KSYC, KJPR, KWCA and KNHM, and the FM broadcast translator K272FC. The donated licenses covered the following stations: KSJK, KPMO, and KAGI. Purchased licenses are recorded at cost, and donated licenses are recorded at the fair market value at the time of donation. Under generally accepted accounting principles, the carrying amount of these licenses is not amortized but is reduced if management determines that its implied fair value has been impaired.

On June 30, 2021 and 2020, intangible assets consist of the following:

	2021	2020
Purchased licenses recorded at cost	\$ 1,881,959	\$ 1,881,959
Donated licenses recorded at fair market value	298,502	298,502
Total intangible assets	\$ 2,180,461	\$ 2,180,461

Twelve FM stations were established on frequencies awarded by the Federal Communications Commission. Broadcasting equipment used to operate the stations is included in these combined basic financial statements. No value was recorded for radio licenses when awarded. Awarded station licenses include: KSOR, KSRG, KSRS, KNYR, KLMF, KSMF, KSBA, KSKF, KNCA, KNSQ, KLDD and KZBY.

12. LONG-TERM DEBT AND OBLIGATIONS

OBLIGATIONS OF JPR TO SOU

In May of 2017, JPR entered into a \$1,330,000 long-term obligation with SOU Internal Bank. JPR effectively contributed support to SOU that will be financed over a 20 year term. Interest installments commenced on June 1, 2017 and are payable semi-annually on June 1st and December 1st of each year. Principal installments commenced on July 1, 2018 and continue annually through July 1, 2037 (maturity date). The contributed funds support SOU's debt service associated with 2017 Series 1 General Obligation Bonds issued to build a new facility for JPR. There is also a \$5,000 equipment bond, which can't be paid off until maturity, which is August 1, 2034.

Jefferson Public Radio and JPR Foundation, Inc.
Notes to the Combined Basic Financial Statements
June 30, 2021 and 2020

12. LONG-TERM DEBT AND OBLIGATIONS (CONTINUED)

OBLIGATIONS OF THE FOUNDATION

In May of 2017, the Foundation entered into an Agreement to Exchange Services and Support with SOU. The Foundation agreed to provide \$2,053,914 in support to SOU that will be paid over a 20 year period to SOU to support construction of a new broadcast facility for JPR on the SOU campus. The total support was discounted utilizing SOU's estimated earnings rate on the Public University Fund investment pool of 2%. The discounted obligation as of June 30, 2021 and 2020 was \$1,465,499 and \$1,537,739, respectively. These payments reimburse SOU's debt service associated with 2017 Series 1 General Obligation Bonds issued to build the new facility. This amount was eliminated in the combined financial statements as SOU elected to account for its receivable in its JPR department. As a result, the future required minimum payment will not be shown in the future minimum payment schedule below.

In April of 2020, the Foundation received a Paycheck Protection Program (PPP) Loan of \$11,015 from People's Bank, a U.S. Small Business Administration (SBA) Participating Lender, to cover payroll costs, and most mortgage interest, rent, and utility costs. The Foundation received full forgiveness on this loan during the year ended June 30, 2021.

OBLIGATIONS OF JPR TO SBA

In February 2021, JPR received a PPP Loan of \$278,912 from SBA to cover payroll costs, and most mortgage interest, rent, and utility costs. JPR received full forgiveness on this loan in September 2021; therefore, the balance of the loan is not included in the future maturities shown on the next page.

The balance of long-term debt and obligations as of June 30, 2021 and 2020 are as follows:

	<u>2021</u>	<u>2020</u>
Note payable with Southern Oregon University Internal Bank	\$ 5,000	\$ 5,000
Long-term obligation with Southern Oregon University Internal Bank	1,205,000	1,250,000
Paycheck Protection Program loan payable to U.S. Small Business Administration	<u>278,912</u>	<u>11,015</u>
Subtotal	1,488,912	1,266,015
Less current portion	(45,000)	(45,000)
Total	<u>\$ 1,443,912</u>	<u>\$ 1,221,015</u>

Jefferson Public Radio and JPR Foundation, Inc.
Notes to the Combined Basic Financial Statements
June 30, 2021 and 2020

12. LONG-TERM DEBT AND OBLIGATIONS (CONTINUED)

OBLIGATIONS OF THE FOUNDATION

Future maturities of long-term debt and obligations as of June 30, 2021 are as follows:

Year ending June 30,	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2022	\$ 45,000	\$ 53,725	\$ 98,725
2023	50,000	51,350	101,350
2024	50,000	48,850	98,850
2025	55,000	46,225	101,225
2026	55,000	43,475	98,475
2027-2031	335,000	170,375	505,375
2032-2036	425,000	82,975	507,975
2037-2038	195,000	7,900	202,900
Total	<u>\$ 1,210,000</u>	<u>\$ 504,875</u>	<u>\$ 1,714,875</u>

13. NET ASSETS RELEASED FROM RESTRICTIONS

Net assets were released from restrictions for the following purposes as of June 30:

	<u>2021</u>	<u>2020</u>
CPB Grant, Radio Program and Broadcast	\$ 96,385	\$ 102,274
Okie Trust Endowment, Radio Operations	44,778	44,118
Total net assets released from restriction	<u>\$ 141,163</u>	<u>\$ 146,392</u>

14. CONTINGENT LIABILITIES

There are recorded liens on equipment paid with grants from NTIA, U.S. Department of Commerce. These liens provide the Federal government with rights to recover its share of the cost of the equipment purchased under NTIA grants during ten-year periods. In the event the station, during those periods, ceases to use said equipment for public radio purposes, it must return the grant funds reported by NTIA. Total liens at June 30, 2021 and 2020 were \$192,831 for both years. These liens expired on August 31, 2021. These are properly not reported in the basic combined financial statements.

Jefferson Public Radio and JPR Foundation, Inc.
Notes to the Combined Basic Financial Statements
June 30, 2021 and 2020

15. GUARANTEES

There is a Corporate Guarantee and Pledge of Assets agreement between the Foundation and U.S. Bank in which the Foundation guaranteed payment of all present and future indebtedness, obligations, and liabilities owed to U.S. Bank by Holly Theatre LLC and Cascade Theatre. The Holly Theatre, LLC loan was paid off on September 30, 2020 through a refinance; therefore, the Foundation no longer has guarantee associated with this loan. The Foundation's maximum potential amount of future payments under the remaining guarantee are as follows:

- As of June 30, 2021, Cascade Theatre owed U.S. Bank \$678,028 associated with its purchase of the Cascade Theatre. Total remaining debt service (principal and interest) is \$929,966 and the obligation matures on February 6, 2032. The obligation is secured by real property known as 1725 Market St., Redding, California, of which the proceeds associated with the liquidation of such assets would be utilized to offset amounts owed to U.S. Bank.

As of June 30, 2021 and 2020, in accordance with applicable accounting standards, the Foundation has not recorded a liability associated with the guarantees.

16. OPERATING LEASES

EXPENSE

There are various leases for transmitter and translator sites. The leases expire at various dates ranging from October 6, 2021 to September 30, 2029. For the years ended June 30, 2021 and 2020, rental expense was \$226,381 and \$233,479 respectively. As of June 30, 2021, minimum annual lease payments for leases with terms in excess of one year are as follows:

2022	\$	124,068
2023		69,872
2024		57,612
2025		53,669
2026		36,274
2027-2030		65,377
Total	\$	<u>406,872</u>

Jefferson Public Radio and JPR Foundation, Inc.
Notes to the Combined Basic Financial Statements
June 30, 2021 and 2020

16. OPERATING LEASES (CONTINUED)

INCOME

There are also sublease sites to other parties. For the years ended June 30, 2021 and 2020, rental income totaled \$146,857 and \$141,790, respectively. Subleases expire on dates ranging from December 31, 2021 to September 30, 2033. As of June 30, 2021, minimum annual future receipts for subleases with terms in excess of one year are as follows:

2021	\$	133,229
2022		123,158
2023		110,401
2024		105,531
2025		97,226
2026-2030		343,313
2030-2034		45,846
Total	\$	<u>958,704</u>

17. SUBSEQUENT EVENTS

Subsequent events have been evaluated for the year ended June 30, 2021 through October 4, 2021, the issuance date of the combined basic financial statements. No subsequent events were noted by management that required note disclosure except for subsequent forgiveness of the SBA loan as indicated in Note 12 and the subsequent expiration of liens as indicated in Note 14.

SUPPLEMENTARY INFORMATION

JEFFERSON PUBLIC RADIO AND JPR FOUNDATION, INC.

Combining Schedule of Financial Position

at June 30, 2021

	JPR-SOU	JPR Foundation	Eliminations	Total
Assets				
Current Assets				
Cash and cash equivalents	\$ 396,988	\$ 1,592,013	\$ -	\$ 1,989,001
Investments	-	2,130,244	-	2,130,244
Accounts receivable	24,267	829	-	25,096
Prepaid expenses	5,484	2,884	-	8,368
Deposits	-	1,500	-	1,500
Total Current Assets	<u>426,739</u>	<u>3,727,470</u>	<u>-</u>	<u>4,154,209</u>
Property and Equipment				
Land	-	293,906	-	293,906
Buildings and equipment, net of accumulated depreciation	3,171,425	9,461	-	3,180,886
Total Property and Equipment	<u>3,171,425</u>	<u>303,367</u>	<u>-</u>	<u>3,474,792</u>
Other Assets				
Prepaid expenses, non-current	2,370	-	-	2,370
Related party receivable	1,465,499	-	(1,465,499)	-
Mt. Baldy Communications, LLC	-	58,870	-	58,870
Intangible assets	2,180,461	-	-	2,180,461
Total Other Assets	<u>3,648,330</u>	<u>58,870</u>	<u>(1,465,499)</u>	<u>2,241,701</u>
Total Assets	<u><u>\$ 7,246,494</u></u>	<u><u>\$ 4,089,707</u></u>	<u><u>\$ (1,465,499)</u></u>	<u><u>\$ 9,870,702</u></u>
Liabilities and Net Assets				
Current Liabilities				
Accounts payable	\$ 15,377	\$ 3,994	\$ -	\$ 19,371
Accrued liabilities	141,771	8,388	-	150,159
Accrued vacation	89,987	8,219	-	98,206
Lease deposits	-	1,000	-	1,000
Current portion of long-term debt	45,000	-	-	45,000
Total Current Liabilities	<u>292,135</u>	<u>21,601</u>	<u>-</u>	<u>313,736</u>
Long-Term Liabilities				
Related party payable	-	1,465,499	(1,465,499)	-
Long-term debt, net of current portion	1,443,912	-	-	1,443,912
Total Long-Term Liabilities	<u>1,443,912</u>	<u>1,465,499</u>	<u>(1,465,499)</u>	<u>1,443,912</u>
Total Liabilities	<u>1,736,047</u>	<u>1,487,100</u>	<u>(1,465,499)</u>	<u>1,757,648</u>
Net Assets				
Without donor restrictions	4,044,948	2,602,607	1,465,499	8,113,054
With donor restrictions	1,465,499	-	(1,465,499)	-
Total Net Assets	<u>5,510,447</u>	<u>2,602,607</u>	<u>-</u>	<u>8,113,054</u>
Total Liabilities and Net Assets	<u><u>\$ 7,246,494</u></u>	<u><u>\$ 4,089,707</u></u>	<u><u>\$ (1,465,499)</u></u>	<u><u>\$ 9,870,702</u></u>

JEFFERSON PUBLIC RADIO AND JPR FOUNDATION, INC.

Combining Schedule of Financial Position

at June 30, 2020

	JPR-SOU	JPR Foundation	Eliminations	Total
Assets				
Current Assets				
Cash and cash equivalents	\$ (4,508)	\$ 2,328,337	\$ -	\$ 2,323,829
Investments	-	231,393	-	231,393
Accounts receivable	23,971	5,412	-	29,383
Prepaid expenses	10,481	4,377	-	14,858
Deposits	-	1,500	-	1,500
Total Current Assets	<u>29,944</u>	<u>2,571,019</u>	<u>-</u>	<u>2,600,963</u>
Property and Equipment				
Land	-	293,906	-	293,906
Buildings and equipment, net of accumulated depreciation	3,174,019	15,206	-	3,189,225
Total Property and Equipment	<u>3,174,019</u>	<u>309,112</u>	<u>-</u>	<u>3,483,131</u>
Other Assets				
Prepaid expenses, non-current	2,370	-	-	2,370
Related party receivable	1,537,739	-	(1,537,739)	-
Mt. Baldy Communications, LLC	-	93,089	-	93,089
Intangible assets	2,180,461	-	-	2,180,461
Total Other Assets	<u>3,720,570</u>	<u>93,089</u>	<u>(1,537,739)</u>	<u>2,275,920</u>
Total Assets	<u>\$ 6,924,533</u>	<u>\$ 2,973,220</u>	<u>\$ (1,537,739)</u>	<u>\$ 8,360,014</u>
Liabilities and Net Assets				
Current Liabilities				
Accounts payable	\$ 25,722	\$ 8,801	\$ -	\$ 34,523
Accrued liabilities	154,075	8,214	-	162,289
Accrued vacation	81,811	7,918	-	89,729
Deferred income	845	-	-	845
Lease deposits	-	1,000	-	1,000
Current portion of long-term debt	45,000	-	-	45,000
Total Current Liabilities	<u>307,453</u>	<u>25,933</u>	<u>-</u>	<u>333,386</u>
Long-Term Liabilities				
Related party payable	-	1,537,739	(1,537,739)	-
Long-term debt, net of current portion	1,210,000	11,015	-	1,221,015
Total Long-Term Liabilities	<u>1,210,000</u>	<u>1,548,754</u>	<u>(1,537,739)</u>	<u>1,221,015</u>
Total Liabilities	<u>1,517,453</u>	<u>1,574,687</u>	<u>(1,537,739)</u>	<u>1,554,401</u>
Net Assets				
Without donor restrictions	3,869,341	1,398,533	1,537,739	6,805,613
With donor restrictions	1,537,739	-	(1,537,739)	-
Total Net Assets	<u>5,407,080</u>	<u>1,398,533</u>	<u>-</u>	<u>6,805,613</u>
Total Liabilities and Net Assets	<u>\$ 6,924,533</u>	<u>\$ 2,973,220</u>	<u>\$ (1,537,739)</u>	<u>\$ 8,360,014</u>

JEFFERSON PUBLIC RADIO AND JPR FOUNDATION, INC.

Combining Schedule of Activities
for the Year Ended June 30, 2021

	JPR			Total
	JPR-SOU	Foundation	Eliminations	
Revenues, Support and Other Income				
Revenues and support				
Contributions	\$ 492	\$ 1,280,787	\$ -	\$ 1,281,279
Program underwriting	-	563,873	-	563,873
Southern Oregon University:				
General appropriation	266,557	-	-	266,557
Indirect administrative support	509,822	-	-	509,822
Corporation for Public Broadcasting Grants	866,086	-	-	866,086
Other grants	1,020	149,960	-	150,980
Bequests and planned gifts	1,000	202,987	-	203,987
Donated programs, services and materials	70,175	88,233	-	158,408
Fundraising activities and events	-	316,522	-	316,522
Jeffnet internet service royalties	-	26,000	-	26,000
Total Revenues and Support	<u>1,715,152</u>	<u>2,628,362</u>	<u>-</u>	<u>4,343,514</u>
Other Income				
Interest and dividend income	8	4,784	-	4,792
Realized and unrealized gain	-	100,234	-	100,234
Change in value of investment in Mt Baldy LLC	-	10,781	-	10,781
Total Other Income	<u>8</u>	<u>115,799</u>	<u>-</u>	<u>115,807</u>
Total Revenues, Support, and Other Income	<u>1,715,160</u>	<u>2,744,161</u>	<u>-</u>	<u>4,459,321</u>
Expenses				
Program Services				
Programming and production	1,492,598	1,089	-	1,493,687
Broadcasting	1,011,358	56,244	-	1,067,602
Program information and promotion	25,293	178,215	-	203,508
Total Program Services	<u>2,529,249</u>	<u>235,548</u>	<u>-</u>	<u>2,764,797</u>
Supporting Services				
Management and general operating	130,079	4,987	-	135,066
Fundraising, membership and development	136,596	132,327	-	268,923
Underwriting and grant solicitation	120,577	54,278	-	174,855
Depreciation	160,163	5,745	-	165,908
Change in value of related party payable	72,240	-	(72,240)	-
Total Supporting Services	<u>619,655</u>	<u>197,337</u>	<u>(72,240)</u>	<u>744,752</u>
Total Expenses	<u>3,148,904</u>	<u>432,885</u>	<u>(72,240)</u>	<u>3,509,549</u>
Operating Income/(Loss)	<u>(1,433,744)</u>	<u>2,311,276</u>	<u>72,240</u>	<u>949,772</u>
Non-Operating Income				
Display advertising	-	18,251	-	18,251
Rents and royalties	103,622	43,235	-	146,857
Gain (loss) on disposal of assets	191,833	-	-	191,833
Miscellaneous income	177	551	-	728
Change in value of related party receivable	-	72,240	(72,240)	-
Total Non-Operating Income	<u>295,632</u>	<u>134,277</u>	<u>(72,240)</u>	<u>357,669</u>
Transfers in (out)	<u>1,241,479</u>	<u>(1,241,479)</u>	<u>-</u>	<u>-</u>
Change in Net Assets	103,367	1,204,074	-	1,307,441
Net Assets at Beginning of Year	<u>5,407,080</u>	<u>1,398,533</u>	<u>-</u>	<u>6,805,613</u>
Net Assets at End of Year	<u>\$ 5,510,447</u>	<u>\$ 2,602,607</u>	<u>\$ -</u>	<u>\$ 8,113,054</u>

JEFFERSON PUBLIC RADIO AND JPR FOUNDATION, INC.

Combining Schedule of Activities
for the Year Ended June 30, 2020

	JPR-SOU	JPR Foundation	Eliminations	Total
Revenues, Support and Other Income				
Revenues and support				
Contributions	\$ 492	\$ 1,249,971	\$ -	\$ 1,250,463
Program underwriting	-	621,537	-	621,537
Southern Oregon University:				
General appropriation	300,940	-	-	300,940
Indirect administrative support	601,646	-	-	601,646
Corporation for Public Broadcasting Grants	654,467	-	-	654,467
Other grants	-	155,922	-	155,922
Bequests and planned gifts	-	79,536	-	79,536
Donated programs, services and materials	56,056	98,302	-	154,358
Fundraising activities and events	-	224,591	-	224,591
Jeffnet internet service royalties	-	26,000	-	26,000
Total Revenues and Support	1,613,601	2,455,859	-	4,069,460
Other Income				
Interest and dividend income	7	28,372	-	28,379
Realized and unrealized gain	-	7,436	-	7,436
Change in value of investment in Mt Baldy LLC	-	9,029	-	9,029
Total Other Income	7	44,837	-	44,844
Total Revenues, Support, and Other Income	1,613,608	2,500,696	-	4,114,304
Expenses				
Program Services				
Programming and production	1,520,839	5,455	-	1,526,294
Broadcasting	1,067,413	47,191	-	1,114,604
Program information and promotion	74,912	156,659	-	231,571
Total Program Services	2,663,164	209,305	-	2,872,469
Supporting Services				
Management and general operating	156,159	48,008	-	204,167
Fundraising, membership and development	192,250	92,685	-	284,935
Underwriting and grant solicitation	141,238	57,183	-	198,421
Depreciation	141,473	7,154	-	148,627
Change in value of related party payable	73,073	-	(73,073)	-
Total Supporting Services	704,193	205,030	(73,073)	836,150
Total Expenses	3,367,357	414,335	(73,073)	3,708,619
Operating Income/(Loss)	(1,753,749)	2,086,361	73,073	405,685
Non-Operating Income				
Display advertising	-	30,688	-	30,688
Rents and royalties	104,913	36,877	-	141,790
Miscellaneous income	2,400	2,018	-	4,418
Change in value of related party receivable	-	73,073	(73,073)	-
Total Non-Operating Income	107,313	142,656	(73,073)	176,896
Transfers in (out)	1,741,370	(1,741,370)	-	-
Change in Net Assets	94,934	487,647	-	582,581
Net Assets at Beginning of Year (Restated)	5,312,146	910,886	-	6,223,032
Net Assets at End of Year	\$ 5,407,080	\$ 1,398,533	\$ -	\$ 6,805,613

JEFFERSON PUBLIC RADIO AND JPR FOUNDATION, INC.

Schedule of Expenses by Entity

for the Year Ended June 30, 2021

	JPR-SOU	JPR Foundation	Total
Salaries and benefits	\$ 1,318,382	\$ 102,726	\$ 1,421,108
Advertising	800	85,983	86,783
Bank, credit card and transaction fees	77	74,990	75,067
Dues and subscriptions	6,212	7,001	13,213
Telephone / data lines	9,906	320	10,226
Postage	258	23,217	23,475
Printing	791	33,652	34,443
Insurance	2,076	4,041	6,117
Interest	54,897	-	54,897
Programming	434,995	-	434,995
Professional services / contract labor	15,650	27,305	42,955
Legal	36,015	1,020	37,035
Repairs, maintenance and equipment	92,990	-	92,990
Property leases	195,569	30,812	226,381
Utilities	137,006	9,574	146,580
Property taxes	280	1,813	2,093
Service and supplies	15,649	14,590	30,239
Special projects	3,103	-	3,103
Travel	11,848	8,482	20,330
Donated services and materials	70,175	1,614	71,789
Depreciation	160,163	5,745	165,908
Change in value of related party receivable	72,240	(72,240)	-
Indirect admin. support	509,822	-	509,822
Total Expenses	<u>\$ 3,148,904</u>	<u>\$ 360,645</u>	<u>\$ 3,509,549</u>

JEFFERSON PUBLIC RADIO AND JPR FOUNDATION, INC.

Schedule of Expenses by Entity

for the Year Ended June 30, 2020

	JPR-SOU	JPR Foundation	Total
Salaries and benefits	\$ 1,449,576	\$ 62,513	\$ 1,512,089
Advertising	629	93,403	94,032
Bank, credit card and transaction fees	-	63,142	63,142
Dues and subscriptions	14,993	-	14,993
Telephone / data lines	10,232	165	10,397
Postage	130	25,037	25,167
Printing	-	33,269	33,269
Insurance	2,964	4,430	7,394
Interest	57,073	-	57,073
Programming	429,720	-	429,720
Professional services / contract labor	16,165	34,276	50,441
Legal	36,764	-	36,764
Repairs, maintenance and equipment	125,049	-	125,049
Property leases	203,157	24,586	227,743
Utilities	131,160	8,264	139,424
Property taxes	294	1,719	2,013
Service and supplies	10,618	18,813	29,431
Special events	1,343	22,226	23,569
Special projects	-	318	318
Travel	10,972	13,392	24,364
Donated services and materials	50,326	1,628	51,954
Depreciation	141,473	7,154	148,627
Change in value of related party receivable	73,073	(73,073)	-
Indirect admin. support	601,646	-	601,646
	<u>601,646</u>	<u>-</u>	<u>601,646</u>
 Total Expenses	 <u>\$ 3,367,357</u>	 <u>\$ 341,262</u>	 <u>\$ 3,708,619</u>

JEFFERSON PUBLIC RADIO AND JPR FOUNDATION, INC.

Combining Schedule of Activities

for the Year Ended June 30, 2021

	<u>KSOR-FM</u>	<u>KNCA-FM</u>	<u>Total</u>
Revenues, Support and Other Income			
Revenues and support			
Contributions	\$ 1,058,855	\$ 222,424	\$ 1,281,279
Program underwriting	508,782	55,091	563,873
Southern Oregon University:			
General appropriation	220,377	46,180	266,557
Indirect administrative support	415,881	93,941	509,822
Corporation for Public Broadcasting Grants	529,557	336,529	866,086
Other grants	150,580	400	150,980
Bequests and planned gifts	203,987	-	203,987
Donated programs, services and materials	98,970	59,438	158,408
Fundraising activities and events	273,357	43,165	316,522
Jeffnet internet service royalties	26,000	-	26,000
Total Revenues and Support	<u>3,486,346</u>	<u>857,168</u>	<u>4,343,514</u>
Other Income			
Interest and dividend income	4,792	-	4,792
Realized and unrealized gain	100,234	-	100,234
Change in value of investment in Mt Baldy LLC	10,781	-	10,781
Total Other Income	<u>115,807</u>	<u>-</u>	<u>115,807</u>
Total Revenues, Support, Other Income and Transfers	<u>3,602,153</u>	<u>857,168</u>	<u>4,459,321</u>
Expenses			
Program Services			
Programming and production	1,020,508	473,179	1,493,687
Broadcasting	825,893	241,709	1,067,602
Program information and promotion	155,759	47,749	203,508
Total Program Services	<u>2,002,160</u>	<u>762,637</u>	<u>2,764,797</u>
Supporting Services			
Management and general	111,745	23,321	135,066
Fundraising and membership development	235,320	33,603	268,923
Underwriting and grant solicitation	147,958	26,897	174,855
Depreciation	160,983	4,925	165,908
Total Supporting Services	<u>656,006</u>	<u>88,746</u>	<u>744,752</u>
Total Expenses	<u>2,658,166</u>	<u>851,383</u>	<u>3,509,549</u>
Operating Income/(Loss)	<u>943,987</u>	<u>5,785</u>	<u>949,772</u>
Non-Operating Income			
Display advertising	18,251	-	18,251
Gain (loss) on disposal of assets	191,833	-	191,833
Rents and royalties	71,842	75,015	146,857
Miscellaneous income	728	-	728
Total Non-Operating Income	<u>282,654</u>	<u>75,015</u>	<u>357,669</u>
Change in Net Assets	1,226,641	80,800	1,307,441
Net Assets at Beginning of Year	<u>6,858,711</u>	<u>(53,098)</u>	<u>6,805,613</u>
Net Assets at End of Year	<u>\$ 8,085,352</u>	<u>\$ 27,702</u>	<u>\$ 8,113,054</u>

JEFFERSON PUBLIC RADIO AND JPR FOUNDATION, INC.

Combining Schedule of Activities

for the Year Ended June 30, 2020

	<u>KSOR-FM</u>	<u>KNCA-FM</u>	<u>Total</u>
Revenues, Support and Other Income			
Revenues and support			
Contributions	\$ 1,048,092	\$ 202,371	\$ 1,250,463
Program underwriting	581,597	39,940	621,537
Southern Oregon University:			
General appropriation	236,315	64,625	300,940
Indirect administrative support	495,339	106,307	601,646
Corporation for Public Broadcasting Grants	408,161	246,306	654,467
Other grants	154,297	1,625	155,922
Bequests and planned gifts	79,536	-	79,536
Donated programs, services and materials	96,162	58,196	154,358
Fundraising activities and events	195,176	29,415	224,591
Jeffnet internet service royalties	26,000	-	26,000
Total Revenues and Support	<u>3,320,675</u>	<u>748,785</u>	<u>4,069,460</u>
Other Income			
Interest and dividend income	28,379	-	28,379
Realized and unrealized gain	7,436	-	7,436
Change in value of investment in Mt Baldy LLC	9,029	-	9,029
Total Other Income	<u>44,844</u>	<u>-</u>	<u>44,844</u>
Total Revenues, Support, Other Income and Transfers	<u>3,365,519</u>	<u>748,785</u>	<u>4,114,304</u>
Expenses			
Program Services			
Programming and production	1,048,877	477,417	1,526,294
Broadcasting	836,576	278,028	1,114,604
Program information and promotion	185,426	46,145	231,571
Total Program Services	<u>2,070,879</u>	<u>801,590</u>	<u>2,872,469</u>
Supporting Services			
Management and general	180,512	23,655	204,167
Fundraising and membership development	261,656	23,279	284,935
Underwriting and grant solicitation	168,361	30,060	198,421
Depreciation	144,049	4,578	148,627
Total Supporting Services	<u>754,578</u>	<u>81,572</u>	<u>836,150</u>
Total Expenses	<u>2,825,457</u>	<u>883,162</u>	<u>3,708,619</u>
Operating Income/(Loss)	<u>540,062</u>	<u>(134,377)</u>	<u>405,685</u>
Non-Operating Income			
Display advertising	30,688	-	30,688
Rents and royalties	68,538	73,252	141,790
Miscellaneous income	4,418	-	4,418
Total Non-Operating Income	<u>103,644</u>	<u>73,252</u>	<u>176,896</u>
Change in Net Assets	643,706	(61,125)	582,581
Net Assets at Beginning of Year (Restated)	<u>6,215,005</u>	<u>8,027</u>	<u>6,223,032</u>
Net Assets at End of Year	<u>\$ 6,858,711</u>	<u>\$ (53,098)</u>	<u>\$ 6,805,613</u>