Community Communications, Inc.
Financial Statements
September 30, 2025 and 2024
With Independent Auditor's Report

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ADVISORY TAX AUDIT

Community Communications, Inc.
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September 30, 2025 and 2024

Independent Auditor's Report

To the Board of Trustees of
Community Communications, Inc.:

Opinion

We have audited the financial statements of Community Communications, Inc. (the "Organization"), which comprise the statements of financial position as of September 30, 2025 and 2024, and the related statements of activities, cash flows, and functional expenses for the years then ended, and the related notes to the financial statements.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of Community Communications, Inc. as of September 30, 2025 and 2024, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audits in accordance with auditing standards generally accepted in the United States of America ("GAAS"). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Organization and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Organization's ability to continue as a going concern within one year after the date the financial statements are available to be issued.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.

- Obtain an understanding of internal control relevant to the audit 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 the Organization's internal control. Accordingly, no such opinion is expressed.

- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.

- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Organization's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Withum Smith+Brown, PC

February 25, 2026

Community Communications, Inc.
Statements of Financial Position
September 30, 2025 and 2024

	2025	2024
Assets		
Current assets		
Cash and cash equivalents	$ 506,686	$ 367,841
Accounts receivable, net	370,683	290,600
Current portion of donated facilities use	259,929	252,695
Prepaid expenses and other assets	186,153	177,414
Total current assets	1,323,451	1,088,550
Investments, at fair value	3,357,323	3,511,517
Property and equipment, net	328,028	312,048
Donated facilities use, less current portion	5,159,903	5,419,831
Right-use-of asset - operating, net	424,631	451,794
Intangible assets, net	654,300	669,529
Total assets	$ 11,247,636	$ 11,453,269
Liabilities and Net Assets		
Liabilities		
Current liabilities		
Accounts payable	$ 203,261	$ 140,328
Accrued expenses	277,984	318,739
Lease liability - operating, current portion	22,279	19,828
Deferred revenues	37,657	27,739
Total current liabilities	541,181	506,634
Lease liability - operating, net of current portion	495,564	517,842
Total liabilities	1,036,745	1,024,476
Net assets		
Without donor restrictions		
Undesignated	1,750,128	1,513,047
Board designated	1,578,041	1,865,963
	3,328,169	3,379,010
With donor restrictions		
Net assets with donor restrictions	6,882,722	7,049,783
Total net assets	10,210,891	10,428,793
Total liabilities and net assets	$ 11,247,636	$ 11,453,269

The Notes to Financial Statements are an integral part of these statements.

Community Communications, Inc.
Statements of Activities
Years Ended September 30, 2025 and 2024

	2025			2024		
	Without Donor Restrictions	**With Donor Restrictions**	**Total**	**Without Donor Restrictions**	**With Donor Restrictions**	**Total**
Revenues, support, and gains						
Grants	$ 485,962	$ 38,445	$ 524,407	$ 671,428	$ -	$ 671,428
Memberships	2,618,304	-	2,618,304	1,767,001	-	1,767,001
Program underwriting	2,023,647	-	2,023,647	2,087,986	-	2,087,986
Bequests	62,215	-	62,215	90,201	-	90,201
Vehicle contributions	89,802	-	89,802	62,296	-	62,296
Investment gain, net	283,979	97,126	381,105	545,064	153,881	698,945
Donated services	120,371	-	120,371	205,259	-	205,259
Other income	196,999	-	196,999	200,679	-	200,679
	5,881,279	135,571	6,016,850	5,629,914	153,881	5,783,795
Net assets released from restrictions	302,632	(302,632)	-	314,972	(314,972)	-
Total revenues, support, and gains	6,183,911	(167,061)	6,016,850	5,944,886	(161,091)	5,783,795
Expenses						
Program services						
Programming and production	2,698,499	-	2,698,499	2,672,229	-	2,672,229
Broadcasting	427,493	-	427,493	437,613	-	437,613
Program information and promotion	429,409	-	429,409	408,610	-	408,610
Total program services	3,555,401	-	3,555,401	3,518,452	-	3,518,452
Supporting services						
Fundraising and membership development	1,439,422	-	1,439,422	1,416,174	-	1,416,174
Management and general	1,239,929	-	1,239,929	1,209,354	-	1,209,354
Total supporting services	2,679,351	-	2,679,351	2,625,528	-	2,625,528
Total expenses	6,234,752	-	6,234,752	6,143,980	-	6,143,980
Change in net assets	(50,841)	(167,061)	(217,902)	(199,094)	(161,091)	(360,185)
Net assets						
Beginning of year	3,379,010	7,049,783	10,428,793	3,578,104	7,210,874	10,788,978
End of year	$ 3,328,169	$ 6,882,722	$ 10,210,891	$ 3,379,010	$ 7,049,783	$ 10,428,793

The Notes to Financial Statements are an integral part of these statements.

Community Communications, Inc.
Statements of Cash Flows
Years Ended September 30, 2025 and 2024

	2025	2024
Operating activities		
Change in net assets	$ (217,902)	$ (360,185)
Adjustments to reconcile change in net assets to net cash used in operating activities		
Depreciation and amortization	69,661	68,752
Realized and unrealized gain on investments	(315,497)	(603,194)
Provision for credit losses	15,232	9,377
Donated facilities	409,744	409,744
Amortization of discount - donated facilities use	(157,050)	(164,083)
Amortization of right-of-use asset - operating	27,163	26,586
Changes in operating assets and liabilities		
Accounts receivable	(95,315)	96,802
Grants receivable	-	25,000
Prepaid expenses and other assets	(8,739)	(27,316)
Accounts payable	62,933	(43,328)
Accrued expenses	(40,755)	68,596
Lease liability - operating	(19,826)	(17,536)
Deferred revenues	9,918	20,072
Net cash used in operating activities	(260,433)	(490,713)
Investing activities		
Purchases of investments	(2,797,706)	(3,155,676)
Dividend reinvestments	(65,608)	(95,750)
Proceeds from sale of investments	3,333,004	3,455,229
Purchases of property and equipment	(70,412)	(98,916)
Net cash provided by investing activities	399,278	104,887
Net change in cash and cash equivalents	138,845	(385,826)
Cash and cash equivalents		
Beginning of year	367,841	753,667
End of year	$ 506,686	$ 367,841

The Notes to Financial Statements are an integral part of these statements.

Community Communications, Inc.
Statement of Functional Expenses
Year Ended September 30, 2025

	Programming and Production	Broadcasting	Program Information and Promotion	Total Program Services	Fundraising and Membership Development	Management and General	Total Supporting Services	Total
Bank fees	$ -	$ -	$ -	$ -	$ -	$ 19,230	$ 19,230	$ 19,230
Contracted services	180,246	14,597	89,065	283,908	994,063	157,134	1,151,197	1,435,105
Depreciation and amortization	-	42,821	-	42,821	-	26,840	26,840	69,661
Donated facilities	193,399	40,565	1,639	235,603	41,384	132,757	174,141	409,744
Donated services	11,100	-	5,150	16,250	13,140	90,981	104,121	120,371
Dues and registrations	27,126	5,899	182	33,207	3,036	7,347	10,383	43,590
Employee benefits	34,689	2,394	5,949	43,032	8,520	13,256	21,776	64,808
Entertainment	1,515	-	7,703	9,218	12,400	3,877	16,277	25,495
General insurance	-	30,709	-	30,709	-	122,838	122,838	153,547
Health insurance	216,064	11,749	34,696	262,509	32,252	50,067	82,319	344,828
Payroll	1,141,823	69,079	250,819	1,461,721	257,365	371,558	628,923	2,090,644
Payroll taxes	89,640	5,802	18,278	113,720	19,249	25,804	45,053	158,773
Postage and freight	-	-	-	-	5,670	1,767	7,437	7,437
Printing	-	-	-	-	-	855	855	855
Program acquisition	786,220	-	-	786,220	-	-	-	786,220
Lease	-	43,359	-	43,359	-	2,814	2,814	46,173
Repairs and maintenance	-	8,991	-	8,991	-	69,248	69,248	78,239
Supplies and premiums	1,316	52,759	14,176	68,251	43,859	33,442	77,301	145,552
Telephone	5,840	32,454	1,752	40,046	3,504	14,844	18,348	58,394
Temporary staffing	-	-	-	-	-	556	556	556
Travel	9,521	6,096	-	15,617	4,980	7,597	12,577	28,194
Utilities	-	60,219	-	60,219	-	87,117	87,117	147,336
	$ 2,698,499	$ 427,493	$ 429,409	$ 3,555,401	$ 1,439,422	$ 1,239,929	$ 2,679,351	$ 6,234,752

The Notes to Financial Statements are an integral part of this statement.

Community Communications, Inc.
Statement of Functional Expenses
Year Ended September 30, 2024

	Programming and Production	Broadcasting	Program Information and Promotion	Total Program Services	Fundraising and Membership Development	Management and General	Total Supporting Services	Total
Bank fees	$ -	$ -	$ -	$ -	$ -	$ 17,889	$ 17,889	$ 17,889
Contracted services	196,579	15,727	74,104	286,410	1,003,265	158,642	1,161,907	1,448,317
Depreciation and amortization	-	52,717	-	52,717	-	16,035	16,035	68,752
Donated facilities	193,399	40,565	1,639	235,603	41,384	132,757	174,141	409,744
Donated services	25,866	3,266	46,766	75,898	34,266	95,095	129,361	205,259
Dues and registrations	36,395	6,670	1,522	44,587	4,660	6,002	10,662	55,249
Employee benefits	23,265	2,179	2,516	27,960	5,420	13,860	19,280	47,240
Entertainment	2,406	283	2,522	5,211	18,854	1,843	20,697	25,908
General insurance	-	30,939	-	30,939	-	123,758	123,758	154,697
Health insurance	180,359	12,035	27,100	219,494	25,567	54,870	80,437	299,931
Payroll	1,123,111	81,865	220,745	1,425,721	208,954	362,099	571,053	1,996,774
Payroll taxes	89,814	6,503	17,400	113,717	16,845	27,132	43,977	157,694
Postage and freight	-	547	-	547	2,865	5,044	7,909	8,456
Printing	-	-	-	-	1,501	581	2,082	2,082
Program acquisition	783,686	-	-	783,686	-	-	-	783,686
Lease	-	43,219	-	43,219	-	2,563	2,563	45,782
Repairs and maintenance	-	16,684	-	16,684	-	71,305	71,305	87,989
Supplies and premiums	3,820	26,667	13,764	44,251	28,151	23,686	51,837	96,088
Telephone	3,252	30,420	97	33,769	3,374	10,121	13,495	47,264
Temporary staffing	253	-	-	253	18,050	-	18,050	18,303
Travel	10,024	8,148	435	18,607	3,018	11,295	14,313	32,920
Utilities	-	59,179	-	59,179	-	74,777	74,777	133,956
	$ 2,672,229	$ 437,613	$ 408,610	$ 3,518,452	$ 1,416,174	$ 1,209,354	$ 2,625,528	$ 6,143,980

The Notes to Financial Statements are an integral part of this statement.

1. Nature of Organization

Community Communications, Inc. (the "Organization") is a nonprofit Florida corporation that currently operates a noncommercial public radio station, WMFE-FM 90.7, broadcasting to the Central and East Central Florida service areas. Effective January 4, 2018, the Organization acquired the assets of a noncommercial educational radio station, WMFV-FM 89.5 ("WMFV"), broadcasting to the Villages and Ocala, Florida, service areas.

2. Summary of Significant Accounting Policies

a. Basis of Presentation

The accompanying financial statements have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America ("U.S. GAAP"). In accordance with U.S. GAAP, the Organization is required to report information regarding its financial position and activities according to two classes of net assets: net assets with donor restrictions and net assets without donor restrictions. The net assets of the Organization and changes therein are classified and are reported as follows:

Net Assets Without Donor Restrictions: Net assets that are not subject to donor-imposed restrictions. Net assets may, however, be subject to Board of Trustees (the "Board") designation. At September 30, 2025 and 2024, net assets without donor restrictions include funds designated by the Board for reserves and other purposes in the amount of $1,578,041 and $1,865,963, respectively. At September 30, 2025 and 2024, undesignated net assets totaled $1,750,128 and $1,513,047, respectively.

Net Assets With Donor Restrictions: Net assets subject to donor-imposed stipulations that can be fulfilled by the actions of the Organization or by passage of time, or endowments which neither expire by the passage of time or can be fulfilled or removed by actions of the Organization. If a restriction is fulfilled in the same period in which the contribution is received, the Organization reports the support as net assets without donor restrictions. Amounts received that are to be maintained by the Organization in perpetuity are reported as net assets with donor restrictions. At September 30, 2025 and 2024, net assets with donor restrictions totaled $6,882,722 and $7,049,783, respectively.

b. Use of Estimates

The preparation of financial statements in conformity with U.S. GAAP requires management to make estimates and assumptions that affect certain reported amounts in the statements of financial position, statements of activities, and related footnote disclosures. Actual results could differ from those estimates.

c. Cash and Cash Equivalents

The Organization considers all highly liquid debt instruments purchased with an original maturity of three months or less to be cash equivalents.

d. Accounts Receivable

Accounts receivable represent amounts due from program underwriting contracts and are recognized at the amount that management expects to be collected based on an assessment of historical collection activity, review of individual balances, and consideration of current and forecasted economic and financial factors. As of September 30, 2025 and 2024, the Organization has recorded an allowance for credit losses of $26,277 and $11,693, respectively. The beginning balance of accounts receivable, net of allowance was $396,799 at October 1, 2023.

e. Investments

Investments are recorded at fair value based upon quoted market prices. Interest and dividend income, and realized and unrealized gains and losses are included in investment gain on the statements of activities. Dividend revenue is recognized on the ex-dividend date. Investment expenses are netted against investment income.

f. Property and Equipment

Property and equipment are recorded at cost less accumulated depreciation, if purchased, and at fair market value on the date received, if donated. Depreciation is computed using the straight-line method over the estimated useful lives of the assets which range between 3-10 years. Expenditures that substantially increase estimated useful lives are capitalized. Maintenance, repairs, and minor renewals are expensed as incurred. When assets are retired or otherwise disposed of, their costs and related accumulated depreciation are removed from the accounts and the resulting gains or losses are included in operations

g. Donated Facilities

The Organization receives the use of facilities at no cost to support its program and administrative activities under a long-term lease agreement. In accordance with U.S. GAAP for not-for-profit entities, an asset for future donated facility use is recorded when a legally enforceable agreement exists that conveys the right to use the space for a specified period.

Contribution revenue is recorded in the year of lease execution at the lesser of 1) present-value of the total market rental rates for comparable properties in the Organization's geographic area, or 2) estimated fair value of the property. Corresponding lease expense is incurred on a straight-line basis over the term of the lease.

The contribution is originally reported as donor-restricted support due to time restriction, and is released from restriction over the term of the lease as the facilities are used.

h. Intangible Assets

Purchased intangible assets consist of broadcasting rights and tower leases purchased in connection with the acquisition of the WMFV station. Intangible assets determined to have definite lives are amortized over their estimated lives, which is 15 years. The Organization does not amortize intangible assets deemed to have indefinite lives, which consists of the Federal Communications Commission ("FCC") license as described in Note 5.

i. Impairment of Long-Lived Assets

The Organization reviews its long-lived assets, including intangible assets, for impairment whenever events or changes in circumstances indicate that the carrying amount of the asset may not be recoverable. Recoverability of assets to be held and used is measured by a comparison of the carrying amount of an asset to future undiscounted cash flows expected to be generated by the asset. If such assets are considered to be impaired, the impairment to be recognized is measured by the amount by which the carrying amount of the assets exceeds the fair value of the assets. There were no impairments of long-lived assets during fiscal years ended 2025 or 2024.

j. Grants, Bequests, Memberships and Vehicle Contributions

Revenue from grants designated for use in specific activities is recognized in the period in which the expenditures have been incurred in compliance with grantor's restrictions. Revenue from these grants is recognized only to the extent of expenditures incurred under the terms of the grant. Grants received in excess of revenue recognized are recorded as refundable advances.

Bequests, individual donations, and vehicle contributions consist primarily of unconditional promises to give and are recorded as made. All contributions are reported as an increase in net assets without donor restrictions, unless specifically restricted by the donor. All donor-restricted support is reported as an increase in net assets with donor restrictions. Unconditional promises to give due within one year are recorded at their net realizable value. Unconditional promises to give due after one year are reported at the present value of their net realizable value, using risk-free interest rates applicable to the years in which the promises are received. Conditional promises to give are recognized when the conditions on which they depend are substantially met. There were no promises to give at September 30, 2025 and 2024.

Revenues and support from bequests, memberships and vehicle contributions are considered to be available for unrestricted use unless specifically restricted by the donor. Amounts received that are designated for future periods or are restricted by the donor for specific purposes are reported as donor-restricted support that increases the with donor restriction net asset class.

k. Program Underwriting

Revenues are recognized when the earnings process is substantially complete, and goods have been delivered or services performed at an amount expected to be collected. Revenues from program underwriting are recognized as pro rata over the broadcast period in accordance with the underwriting agreement. Revenues from program underwriting received but not yet earned are reported as deferred revenue.

l. Donated Services

Donated services included in the accompanying financial statements consist primarily of accounting and consulting services and are recorded at their fair market value at the date donated. The donated services are utilized within the Organization's program and supporting services in the year of donation, and are included within donated services expense on the accompanying statements of functional expenses. There are no donor-imposed restrictions associated with donated services.

Donated services are only recorded if the services received create or enhance nonfinancial assets or require specialized skills and would typically need to be purchased if not provided by donation. No amounts have been recorded for nonspecialized services; however, a number of volunteers have donated their time to the operations of the Organization.

Donated amounts received and recognized in the statements of activities consist of the following for the years ended September 30:

	2025	2024
Donated services	$ 120,371	$ 205,259

m. Functional Allocation of Expenses

The costs of providing the various programs and other activities have been summarized on a functional basis in the accompanying statements of activities. Salaries and related payroll expenses are allocated among functional categories based on the estimated proportion of time spent relative to each function. Other indirect costs such as donated facilities and utility expenses are allocated based on number of employees per function.

n. Income Taxes

The Organization is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code and from state income taxes under similar provisions of the Florida statutes.

The Organization identifies and evaluates uncertain tax positions, if any, and recognizes the impact of uncertain tax positions for which there is a less than more-likely-than-not probability of the position being upheld when reviewed by the relevant taxing authority. Such positions are deemed to be unrecognized tax benefits, and a corresponding liability is established on the statements of financial position. The Organization has not recognized a liability for uncertain tax positions. If there were an unrecognized tax benefit, the Organization would recognize interest accrued related to unrecognized tax benefits in interest expense and penalties in operating expenses. The Organization's open tax years subject to examination by the Internal Revenue Service generally remain open for three years from the date of filing.

o. Leases

The Organization categorizes leases with contractual terms longer than 12 months as either operating or finance. Finance leases are generally those leases that allow the Organization to substantially utilize or pay for the entire asset over its estimated life. All other leases are categorized as operating leases. Leases with contractual terms of 12 months or less are not recorded on the statements of financial position.

Lease liabilities are recognized at the present value of the fixed lease payments using a discount rate based on the rate implicit in the lease. Right-of-use ("ROU") assets are recognized based on the initial present value of the fixed lease payments, plus any direct costs from executing the leases. Lease assets are tested for impairment in the same manner as long-lived assets used in operations.

Options to extend lease terms, terminate lease terms, terminate leases before the contractual expiration date, or purchase the leased assets are evaluated for their likelihood of exercise. If it is reasonably certain that the option will be exercised, the option is considered in determining the classification and measurement of the lease.

Costs associated with operating lease assets are recognized on a straight-line basis over the shorter of the estimated useful lives of the assets or the lease term. The interest component of a finance lease is included in interest expense and recognized using the effective interest method over the lease term. During the years ended September 30, 2025 and 2024, the Organization had no finance leases.

p. Fair Value of Financial Instruments

The Organization reports its financial assets and liabilities using a three-tier hierarchy, which prioritizes the inputs used in measuring fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements).

The three levels of the fair value hierarchy are described below:

Level 1 - Unadjusted quoted prices in active markets that are accessible at the measurement date for identical, unrestricted assets or liabilities.

Level 2 - Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly, including quoted prices for similar assets or liabilities in active markets; quoted prices for identical or similar assets or liabilities in markets that are not active; inputs other than quoted prices that are observable for the asset or liability (e.g., interest rates); and inputs that are derived principally from or corroborated by observable market data by correlation or other means.

Level 3 - Inputs that are both significant to the fair value measurement and unobservable.

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.

Fair value estimates discussed herein are based upon certain market assumptions and pertinent information available to management. The respective carrying value of certain financial instruments approximates their fair values due to the short-term nature of these instruments.

The Organization's Level 1 financial assets consist of exchange-traded funds and money market funds as disclosed in Note 3 and are valued based on quoted market prices. There are no Level 2 or 3 financial instruments held by the Organization.

q. Subsequent Events

The Organization has evaluated subsequent events through February 25, 2026, the date which the financial statements were available to be issued. Based on this evaluation, the Organization has determined that no subsequent events have occurred, which would require adjustment to or disclose in the financial statements.

3. Investments

The fair values of investments consist of the following at September 30, 2025 and 2024:

	2025	2024
Stock exchange traded funds	$ 2,528,821	$ 2,169,548
Bond exchange traded funds	788,803	1,060,316
Money market funds	39,699	281,653
	$ 3,357,323	$ 3,511,517

Investment gain, net consists of the following for the years ended September 30, 2025 and 2024:

	2025	2024
Unrealized gains	$ 191,348	$ 27,478
Realized gains	124,149	575,716
Interest and dividends, net of fees	65,608	95,751
	$ 381,105	$ 698,945

4. Property and Equipment, Net

Property and equipment, net consists of the following at September 30, 2025 and 2024:

	2025	2024
Land	$ 82,671	$ 82,671
Engineering equipment	1,543,398	1,472,986
Programming and production equipment	113,952	113,952
Office furniture and equipment	101,159	101,159
Computer equipment	137,222	137,222
	1,978,402	1,907,990
Less: Accumulated depreciation	(1,650,374)	(1,595,942)
	$ 328,028	$ 312,048

Depreciation expense was $54,432 and $53,523 for the years ended September 30, 2025 and 2024, respectively.

5. Intangible Assets, Net

Intangible assets, net consist of the following at September 30, 2025 and 2024:

	2025	2024
FCC license	$ 620,035	$ 620,035
Tower leases	152,289	152,289
	772,324	772,324
Less: Accumulated amortization	(118,024)	(102,795)
	$ 654,300	$ 669,529

Amortization expense was $15,229 for each of the years ended September 30, 2025 and 2024.

Future amortization expense for tower leases is as follows:

2026	$ 15,229
2027	15,229
2028	3,807
	$ 34,265

6. Net Assets With Donor Restrictions

Net assets with donor restrictions are restricted for the following purposes:

	2025	2024
Humanities programming	$ 412,903	$ 346,647
Fundraising personnel	19,377	-
Endowment funds restricted in perpetuity	1,030,610	1,030,610
Donated facilities use	5,419,832	5,672,526
	$ 6,882,722	$ 7,049,783

Net assets released from restrictions were as follows during the years ended September 30, 2025 and 2024:

	2025	2024
Release of purpose restriction - humanities programming	$ 30,870	$ 69,311
Release of purpose restriction - fundraising personnel	19,067	-
Release of time restriction - donated facilities use	252,695	245,661
	$ 302,632	$ 314,972

7. Donor-Restricted Endowment Funds

The Organization has donor-restricted endowment funds that are restricted to investment in perpetuity and are recorded as net assets with donor restrictions. The endowment funds include a General Endowment Fund, the earnings from which are unrestricted, and a Humanities Endowment Fund, the earnings from which are restricted for humanities programming. The Board of Trustees of the Organization has interpreted the Florida Uniform Prudent Management of Institutional Funds Act ("FUPMIFA") as requiring the preservation of the fair value of an 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 Organization classifies as net assets with donor restrictions: (a) the original value of the gift donated to the permanent endowment, (b) the original value of the 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. In accordance with FUPMIFA, the Organization considers the following factors in making a determination to appropriate or accumulate donor-restricted endowment funds:

- The duration and preservation of the fund
- The purposes of the Organization 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 Organization
- The investment policies of the Organization

The corpus of donor-restricted endowments is as follows:

	2025	2024
Humanities Endowment Fund	$ 468,884	$ 468,884
General Endowment Fund	561,726	561,726
	$ 1,030,610	$ 1,030,610

The earnings on the Humanities Endowment Fund are restricted by the donor for humanities programming and are classified as net assets with donor restrictions until those amounts are appropriated for expenditure by the Organization in a manner consistent with the standard of prudence prescribed by FUPMIFA. Earnings on the General Endowment Fund are expendable for general operating purposes and are classified as net assets without donor restrictions.

Spending from the endowment funds each year is based on 3.00% of the total market value of the investment, subject to prior recommendation of the Organization’s Finance Committee and approval by the Board of Trustees.

The endowment funds are invested in accordance with the investment policies of the Organization in order to protect the principal of the fund, while obtaining a reasonable stable current return and a reasonable long-term growth of capital. The investments shall be so diversified as to minimize the risk of large losses, unless under the circumstances it is clearly prudent not to do so. The portion invested in fixed income shall meet the objectives of preservation of capital, liquidity to fund distributions over three to five years and optimal investment return within these constraints.

Changes in the endowment funds are as follows:

	Without Donor Restrictions	With Donor Restrictions	Total
Endowment Balance, September 30, 2023	$ 182,359	$ 1,292,686	$ 1,475,045
Interest and dividends	22,201	21,823	44,024
Unrealized gain	28,218	20,706	48,924
Appropriations	-	(69,310)	(69,310)
Realized gains, net of fees	35,520	111,351	146,871
Endowment Balance, September 30, 2024	268,298	1,377,256	1,645,554
Interest and dividends	23,034	22,613	45,647
Unrealized gain	39,547	36,766	76,313
Appropriations	-	(30,870)	(30,870)
Realized gains (loss), net of fees	(7,857)	50,485	42,628
Endowment Balance, September 30, 2025	$ 323,022	$ 1,456,250	$ 1,779,272

8. Board-Designated Net Assets

The Organization maintains a board-designated reserve fund established in 2012, which is included in net assets without donor restrictions. The reserve fund is a pool of funds from various sources that the Board of Trustees has designated to set aside for future use on general operations. As of September 30, 2025 and 2024, the Board had designated $1,578,041 and $ 1,865,963, respectively, of the Organization’s net assets without donor restrictions for general operations. Annual spending from the designated funds each year is based on 4.00% of the prior-year board-designated balance, subject to approval by the Board of Trustees.

9. Grant Revenues

Grant revenues consist of the following for the years ended September 30, 2025 and 2024:

	2025	2024
Without donor restrictions		
Community service grants:		
Corporation for Public Broadcasting	$ 304,626	$ 531,460
Florida Department of Education	75,000	100,000
Program production grants	106,336	39,968
Total without donor restrictions	$ 485,962	$ 671,428

Grant revenues with donor restrictions consist of funding for fundraising personnel totaling $38,445 and zero for the years ended September 30, 2025 and 2024, respectively.

10. Employee Benefits

On April 1, 2001, the Organization adopted a 401(k) plan (the “Plan”). Employees who are at least 21 years of age and have completed 90 days of service with the Organization are eligible to participate in the Plan. The Organization matches 100% of contributions by employees up to 3% of gross compensation plus 50% of contributions by employees from 3% to 5% of gross compensation. Employer contributions were $64,808 and $47,240 for the years ended September 30, 2025 and 2024, respectively.

11. Operating Leases and Radio Tower Agreement

The Organization has a lease agreement for a nonexclusive license to use the tower space, including access to the building and tower, in connection with the Organization's continued operations of its radio broadcasting activities. The Organization operated on a month-to-month basis until the license agreement was renewed in October 2023 for a term of six years, expiring in March 2038. The lease provides for three additional five-year renewal options, which the Organization intends to exercise. The Organization also rents miscellaneous office equipment under operating lease agreements expiring at various dates through November 2039.

The weighted-average discount rate associated with the operating lease is 3.08%. At September 30, 2025 and 2024, the weighted-average remaining life of the Organization's operating lease is 12.5 years and 13.5 years, respectively.

The following is a maturity analysis of the annual discounted cash flows of the operating lease liability as of September 30, 2025:

2026	$ 37,825
2027	39,716
2028	41,702
2029	43,787
2030	45,976
Thereafter	426,190
	635,196
Less: Imputed Interest	(117,353)
	517,843
Right-of-use liability - operating, current portion	(22,279)
Right-of-use liability - operating, net of current portion	$ 495,564

Operating lease expense for both years ended September 30, 2025 and 2024 totaled $43,359 and is included in lease expense in the accompanying statements of functional expenses.

Cash paid for amounts included in the measurement of operating leases totaled $36,023 and $34,308 for the years ended September 30, 2025 and 2024, respectively.

12. Lease With State of Florida Department of Education

In 1977, the Organization and the Department of Education ("DOE") entered into an agreement, which provided that the DOE would purchase public broadcast facilities for $1,555,536 for use by and lease to the Organization for a term of 40 years at $1 per year. As part of the agreement, the Organization has sole and exclusive control over the use of the leased assets and is responsible for all costs of accounting, maintaining and insuring such assets. During fiscal year 2009, renovations were completed to upgrade the radio studio facilities to accommodate digital broadcasting, as well as additional upgrades to the facilities, both inside and out.

In April 2022, the Organization executed a new 20-year in-kind lease with the DOE for use of the broadcasting and office space through April 2042. As the Organization entered into a new lease, the total amount of the value was recognized in the year of execution. Accordingly, a noncash contribution of $6,254,550 was recorded, net of discount of $1,940,327, which represents the discounted fair value of the property at the lease execution date. The discount is being amortized over the life of the lease.

At September 30, 2025 and 2024, the carrying value of the donated facilities from this lease was as follows:

	2025	2024
Donated facility use, gross	$ 8,194,877	$ 8,194,877
Less: Discount to present value	(1,940,327)	(1,940,327)
Total donated facilities use	6,254,550	6,254,550
Less: Accumulated amortization	(834,718)	(582,024)
Less: Current portion of donated facilities use	(259,929)	(252,695)
Donated facilities use, less current portion	$ 5,159,903	$ 5,419,831

Amortization of the discount amounted to $157,050 and $164,083 for the years ended September 30, 2025 and 2024, respectively, which is included in other income on the accompanying statements of activities.

The future amortization of the discount is as follows:

2026	$ 149,815
2027	142,373
2028	134,845
2029	126,845
2030	118,746
Thereafter	702,588
	$ 1,375,212

The annual fair rental value of the facilities, as determined by appraisal, has been recorded as donated facilities expense and is allocated among the various program and supporting services expenses in the accompanying statements of activities.

13. Concentration of Credit Risk

The Organization has significant cash balances at financial institutions which throughout the year can exceed the federally insured limit of $250,000. Any loss incurred or a lack of access to such funds could have a significant adverse impact on the Organization's financial condition, results of operations, and cash flows.

Investments consist primarily of stock and bond exchange traded funds and money market funds. Although the market value of investments is subject to fluctuations on a day-to-day basis, management believes the current investment strategy is prudent for the long-term welfare of the Organization. In addition, the organization maintains investments at a major investment firm. Investments are protected by the Securities Investor Protection Corporation ("SIPC"). This coverage protects assets in the event that a broker-dealer fails to meet their obligations but does not protect against a decline in market conditions. Maximum SIPC coverage is $500,000 for covered accounts and up to $100,000 for cash balances awaiting reinvestment, which is included in the $500,000.

14. Financial Assets And Liquidity Resources

Financial assets and liquidity resources available within one year for general expenditure were as follows at September 30, 2025 and 2024:

	2025	2024
Cash and cash equivalents	$ 506,686	$ 367,841
Investments, at fair value	3,357,323	3,511,517
Accounts receivable, net	370,683	290,600
Total financial assets available within one year	4,234,692	4,169,958
Less:		
Net assets with donor restrictions subject to expenditure or specific purpose	(432,280)	(346,647)
Investments held in perpetuity by restricted endowment	(1,030,610)	(1,030,610)
Board-designated net assets	(1,578,041)	(1,865,963)
Net financial assets available within one year	$ 1,193,761	$ 926,738

As part of the Organization’s liquidity management, it has a policy to structure its financial assets to be available as its general expenditures, liabilities and other obligations come due. The Organization’s endowment funds consist of a humanities and general endowment. The Board has approved a spending formula that addresses the manner in which endowment funds shall be used to fund operations. In addition, as discussed in Note 8, the Organization maintains a board-designated reserve fund available for general operations pending approval by the Board of Trustees and annual spending is intended to be 4% of the prior three-year average reserve fund balance.