



# Combined Basic Financial Statements

Jefferson Public Radio & The JPR Foundation, Inc.

**For the years ending June 30, 2022 and 2021**

*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, 2022 AND 2021**

# JEFFERSON PUBLIC RADIO AND JPR FOUNDATION, INC.

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September 26, 2022

To Board of Directors  
Jefferson Public Radio and JPR Foundation, Inc.  
Ashland, Oregon

### INDEPENDENT AUDITORS' REPORT

#### **Qualified Opinion**

We have audited the accompanying combined basic financial statements of Jefferson Public Radio (a Department of Southern Oregon University) and JPR Foundation, Inc. (JPR Related Accounts) (collectively known as the Organization), which comprise the combined statements of financial position as of June 30, 2022 and 2021, and the combined statements of activities, functional expenses, and cash flows for the years then ended, and the related notes to the combined basic financial statements.

In our opinion, except for the effects of the matter described in the Basis for Qualified Opinion section of our report, the combined basic financial statements referred to above present fairly, in all material respects, the financial position of the Organization as of June 30, 2022 and 2021, and the changes in net assets and cash flows for the years then ended, in conformity with accounting principles generally accepted in the United States of America.

#### **Basis for Qualified Opinion**

In order to satisfy grant reporting requirements of the Corporation for Public Broadcasting, this audit does not include the consolidated financial position of Jefferson Live! LLC. The JPR Foundation, Inc. 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, 2022 and 2021 Jefferson Live! LLCs total assets were about \$9,655,000 and \$9,215,000, total liabilities were about \$1,165,000 and \$1,295,000, and total net assets were \$8,490,000 and \$7,920,000, respectively. For the years ended June 30, 2022 and 2021 total revenues were \$1,990,000 and \$670,000 and total expenses were \$1,740,000 and \$570,000, respectively.

We conducted our audit 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 Combined Basic 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 Combined Basic Financial Statements**

Management is responsible for the preparation and fair presentation of these combined basic financial statements in accordance with the 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 combined basic financial statements that are free from material misstatement, whether due to fraud or error.

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

## **Auditor's Responsibility for the Audit of the Combined Basic Financial Statements**

Our objectives are to obtain reasonable assurance as to whether the combined basic financial statements as a whole are free from material misstatement, whether due to error or fraud, 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, including omissions, 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 combined basic 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 combined basic 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 combined basic 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 combined basic 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.

### **Supplementary Information**

Our audit was conducted for the purpose of forming an opinion on the combined basic financial statements as a whole. The supplementary information, as presented in the table of contents, is presented for purposes of additional analysis and is not a required part of the combined basic financial statements. Such 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. The 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 information 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, 2022 and 2021

	<u>2022</u>	<u>2021</u>
Assets		
Current Assets		
Cash and cash equivalents	\$ 1,938,342	\$ 1,989,001
Investments	2,415,308	2,130,244
Accounts receivable	15,889	25,096
Prepaid expenses	8,144	8,368
Deposits	1,500	1,500
Total Current Assets	<u>4,379,183</u>	<u>4,154,209</u>
Property and Equipment		
Land	293,906	293,906
Buildings and equipment, net of accumulated depreciation	<u>3,025,210</u>	<u>3,180,886</u>
Total Property and Equipment	<u>3,319,116</u>	<u>3,474,792</u>
Other Assets		
Prepaid expenses, non-current	2,370	2,370
Mt. Baldy Communications, LLC	68,822	58,870
Intangible assets	<u>2,180,461</u>	<u>2,180,461</u>
Total Other Assets	<u>2,251,653</u>	<u>2,241,701</u>
Total Assets	<u>\$ 9,949,952</u>	<u>\$ 9,870,702</u>
Liabilities and Net Assets		
Current Liabilities		
Accounts payable	\$ 22,820	\$ 19,371
Accrued liabilities	144,564	150,159
Accrued vacation	83,383	98,206
Lease deposits	1,000	1,000
Current portion of long-term debt and obligation	<u>50,000</u>	<u>45,000</u>
Total Current Liabilities	<u>301,767</u>	<u>313,736</u>
Long-term debt, net of current portion	<u>1,115,000</u>	<u>1,443,912</u>
Total Liabilities	<u>1,416,767</u>	<u>1,757,648</u>
Net Assets		
Net assets without donor restrictions	<u>8,533,185</u>	<u>8,113,054</u>
Total Liabilities and Net Assets	<u>\$ 9,949,952</u>	<u>\$ 9,870,702</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, 2022 and 2021

	Net assets Without Donor Restrictions	Net Assets With Donor Restrictions	2022 Combined Total	2021 Combined Total
Revenues, Support and Other Income				
Revenues and support				
Contributions	\$ 1,321,525	\$ -	\$ 1,321,525	\$ 1,281,279
Program underwriting	580,099	-	580,099	563,873
Southern Oregon University				
General appropriation	302,033	-	302,033	266,557
Indirect administrative support	602,914	-	602,914	509,822
Corporation for Public Broadcasting Grants	319,744	98,045	417,789	866,086
Other grants	405,981	44,859	450,840	150,980
Bequests and planned gifts	103,553	-	103,553	203,987
Donated programs, services and materials	168,683	-	168,683	158,408
Fundraising activities and events	333,643	-	333,643	316,522
Jeffnet internet service royalties	26,000	-	26,000	26,000
Total Revenues and Support	<u>4,164,175</u>	<u>142,904</u>	<u>4,307,079</u>	<u>4,343,514</u>
Other Income				
Interest and dividend income	37,190	-	37,190	4,792
Realized and unrealized gain	(351,391)	-	(351,391)	100,234
Change in value of investment in Mt Baldy LLC	9,952	-	9,952	10,781
Net assets released from restriction	142,904	(142,904)	-	-
Total Other Income	<u>(161,345)</u>	<u>-</u>	<u>(304,249)</u>	<u>115,807</u>
Total Revenues, Support and Other Income	<u>4,002,830</u>	<u>-</u>	<u>4,002,830</u>	<u>4,459,321</u>
Expenses				
Program services				
Programming and production	1,545,472	-	1,545,472	1,493,687
Broadcasting	1,047,220	-	1,047,220	1,067,602
Program information and promotion	240,355	-	240,355	203,508
Total Program Services	<u>2,833,047</u>	<u>-</u>	<u>2,833,047</u>	<u>2,764,797</u>
Supporting services				
Management and general operating	160,036	-	160,036	135,066
Fundraising, membership and development	377,497	-	377,497	268,923
Underwriting and grant solicitation	211,580	-	211,580	174,855
Depreciation	162,660	-	162,660	165,908
Total Supporting Services	<u>911,773</u>	<u>-</u>	<u>911,773</u>	<u>744,752</u>
Total Expenses	<u>3,744,820</u>	<u>-</u>	<u>3,744,820</u>	<u>3,509,549</u>
Operating Income	258,010	-	258,010	949,772
Non-Operating Income				
Display advertising	15,180	-	15,180	18,251
Rents and royalties	146,367	-	146,367	146,857
Gain (loss) on disposal of assets	-	-	-	191,833
Miscellaneous income	574	-	574	728
Total Non-Operating Income	<u>162,121</u>	<u>-</u>	<u>162,121</u>	<u>357,669</u>
Change in Net Assets	420,131	-	420,131	1,307,441
Net Assets at Beginning of Year	8,113,054	-	8,113,054	6,805,613
Net Assets at End of Year	<u>\$ 8,533,185</u>	<u>\$ -</u>	<u>\$ 8,533,185</u>	<u>\$ 8,113,054</u>

See accompanying notes to the combined basic financial statements.

**JEFFERSON PUBLIC RADIO AND JPR FOUNDATION, INC.**  
 Combined Statement of Functional Expenses by Program Services  
 for the Year Ended June 30, 2022

	<b>Program Services</b>			<b>Total</b>
	<b>Programing and Production</b>	<b>Broadcasting</b>	<b>Program Information and Promotion</b>	
Salaries and benefits	\$ 815,831	\$ 208,603	\$ 50,381	\$ 1,074,815
Advertising	2,837	-	97,555	100,392
Dues and subscriptions	3,843	5,477	-	9,320
Telephone / data lines	790	2,939	-	3,729
Postage	29	-	12,313	12,342
Printing	-	-	30,960	30,960
Insurance	-	6,754	-	6,754
Interest	-	52,735	-	52,735
Programming	433,983	13,341	-	447,324
Professional services / contract labor	851	9,400	8,155	18,406
Legal	-	36,000	-	36,000
Repairs, maintenance and equipment	606	36,094	-	36,700
Property leases	1,800	257,801	-	259,601
Utilities	-	153,657	-	153,657
Property taxes	-	2,095	-	2,095
Service and supplies	9,173	-	-	9,173
Special events	7,561	-	-	7,561
Special projects	-	894	-	894
Travel	1,491	14,284	-	15,775
Donated services and materials	-	69,463	-	69,463
Indirect admin. support	266,677	177,683	40,991	485,351
<b>Total Expenses</b>	<b>\$ 1,545,472</b>	<b>\$ 1,047,220</b>	<b>\$ 240,355</b>	<b>\$ 2,833,047</b>

See accompanying notes to the combined basic financial statements.

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

	<b>Program Services</b>			<b>Total</b>
	<b>Programing and Production</b>	<b>Broadcasting</b>	<b>Program Information and Promotion</b>	
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
	<u>\$ 1,493,687</u>	<u>\$ 1,067,602</u>	<u>\$ 203,508</u>	<u>\$ 2,764,797</u>
Total Expenses	<u>\$ 1,493,687</u>	<u>\$ 1,067,602</u>	<u>\$ 203,508</u>	<u>\$ 2,764,797</u>

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, 2022

	<b>Supporting Services</b>				Total
	Management and General Operating	Fundraising, Membership and Development	Underwriting and Grant Solicitation	Depreciation	
Salaries and benefits	\$ 104,422	\$ 111,994	\$ 174,600	\$ -	\$ 391,016
Advertising	-	360	-	-	360
Bank, credit card and transaction fees	557	141,016	-	-	141,573
Dues and subscriptions	1,888	-	-	-	1,888
Telephone / data lines	456	260	-	-	716
Postage	325	11,918	-	-	12,243
Printing	-	6,056	-	-	6,056
Professional services / contract labor	15,663	16,303	4,138	-	36,104
Legal	1,024	-	-	-	1,024
Service and supplies	5,460	31,244	-	-	36,704
Special events	-	1,155	-	-	1,155
Travel	2,507	204	-	-	2,711
Indirect admin. support	27,734	56,987	32,842	-	117,563
Depreciation	-	-	-	162,660	162,660
<b>Total Expenses</b>	<b>\$ 160,036</b>	<b>\$ 377,497</b>	<b>\$ 211,580</b>	<b>\$ 162,660</b>	<b>\$ 911,773</b>

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

	<b>Supporting Services</b>				Total
	Management and General Operating	Fundraising, Membership and Development	Underwriting and Grant Solicitation	Depreciation	
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
<b>Total Expenses</b>	<b>\$ 135,066</b>	<b>\$ 268,923</b>	<b>\$ 174,855</b>	<b>\$ 165,908</b>	<b>\$ 744,752</b>

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, 2022 and 2021

	2022	2021
Cash Flows from Operating Activities		
Change in net assets	\$ 420,131	\$ 1,307,441
Adjustments to reconcile change in net assets to net cash provided by operating activities		
Depreciation	162,660	165,908
PPP loan forgiven	(278,912)	(11,015)
Gain on disposal of capital assets	-	(191,833)
Realized and unrealized (gain) loss on investments, net	351,391	(111,015)
Change in value of investment in Mt Baldy LLC	(9,952)	34,219
(Increase) decrease in operating assets		
Accounts receivable	9,207	4,287
Prepaid expenses	224	6,490
Increase (decrease) in operating liabilities		
Accounts payable	3,449	(15,152)
Accrued liabilities	(5,595)	(12,130)
Accrued vacation	(14,823)	8,477
Deferred income	-	(845)
Net Cash Provided (Used) by Operating Activities	<u>637,780</u>	<u>1,184,832</u>
Cash Flows from Investing Activities		
Net sales (purchases) of investments	(636,455)	(1,787,836)
Cash receipt from disposals of capital assets	-	194,828
Purchase of property and equipment	(6,984)	(160,564)
Net Cash Provided (Used) by Investing Activities	<u>(643,439)</u>	<u>(1,753,572)</u>
Cash Flows from Financing Activities		
Payments on long-term debt	(45,000)	(45,000)
Proceeds from long-term debt	-	278,912
Net Cash Provided (Used) by Financing Activities	<u>(45,000)</u>	<u>233,912</u>
Net Increase (Decrease) in Cash and Cash Equivalents	(50,659)	(334,828)
Cash and Cash Equivalents at Beginning of Year	<u>1,989,001</u>	<u>2,323,829</u>
Cash and Cash Equivalents at End of Year	<u>\$ 1,938,342</u>	<u>\$ 1,989,001</u>
Supplemental disclosure of cash flow information:		
Cash paid for interest	<u>\$ 53,604</u>	<u>\$ 56,107</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, 2022 and 2021**

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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, 2022 and 2021**

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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, 2022 and 2021**

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**2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**NONCASH CONTRIBUTIONS**

Noncash contributions are recorded in accordance with FASB ASU 2020-02 *Presentation and Disclosures by Not-for-Profit Entities for Contributed Nonfinancial Assets*. In-kind contributions are reported as ‘donated programs, services and materials’ in the combined statements of activities.

In-kind contributions included in the combined statement of activities are comprised of the following:

	<u>2022</u>	<u>2021</u>
Advertising	\$ 97,555	\$ 86,620
Rents	69,463	70,175
Professional services	<u>1,665</u>	<u>1,613</u>
	<u>\$ 168,683</u>	<u>\$ 158,408</u>

Fair value techniques – Advertising is based on current rates for services per signed in-kind donations certification of goods and services delivered form. Rents are based on the current rental rates charged by lessors. Professional services are based on current rates for graphic design services provided by Impact Publications.

Donor restrictions and use – All in-kind contributions are not restricted. All in-kind contributions are used by the Organization and not monetized in any way. Donated advertising, rents and professional services are used to support radio broadcasting services.

**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, 2022 and 2021 were \$100,752 and \$86,783 respectively.

**Jefferson Public Radio and JPR Foundation, Inc.**  
**Notes to the Combined Basic Financial Statements**  
**June 30, 2022 and 2021**

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2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

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.

**Jefferson Public Radio and JPR Foundation, Inc.**  
**Notes to the Combined Basic Financial Statements**  
**June 30, 2022 and 2021**

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2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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.

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, 2022 and 2021 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 2018.

**Jefferson Public Radio and JPR Foundation, Inc.**  
**Notes to the Combined Basic Financial Statements**  
**June 30, 2022 and 2021**

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**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.

**5. LIQUIDITY**

Financial assets available within one year of the balance sheet date for general expenditures are as follows at June 30, 2022 and 2021:

	2022	2021
Cash and cash equivalents	\$ 1,938,342	\$ 1,989,001
Accounts receivable	15,889	25,096
Financial assets, at year end	1,954,231	2,014,097
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	\$ 804,231	\$ 864,097

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.

**Jefferson Public Radio and JPR Foundation, Inc.**  
**Notes to the Combined Basic Financial Statements**  
**June 30, 2022 and 2021**

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**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, 2022 and 2021, the uninsured bank balances were \$470,836 and \$1,253,307 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 \$2,415,308 and \$2,130,244 at June 30, 2022 and 2021, respectively. The value of money markets in the account was \$1,167,422 and \$1,151,970 at June 30, 2022 and 2021, 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.

**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, 2022 and 2021 was \$1,394,109 and \$1,465,499, 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, 2022 and 2021 the Foundation's interest in Mt. Baldy Communications, LLC was \$68,822 and \$58,870, respectively.

**Jefferson Public Radio and JPR Foundation, Inc.**  
**Notes to the Combined Basic Financial Statements**  
**June 30, 2022 and 2021**

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**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, 2022				
	Level 1	Level 2	Level 3	Total
Equity mutual funds	\$ 2,393,452	\$ -	\$ -	\$ 2,393,452
Bond fund	-	21,856	-	21,856
	\$ 2,393,452	\$ 21,856	\$ -	\$ 2,415,308
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

**Jefferson Public Radio and JPR Foundation, Inc.**  
**Notes to the Combined Basic Financial Statements**  
**June 30, 2022 and 2021**

**10. PROPERTY AND EQUIPMENT**

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

	<u>July 1, 2021</u>	<u>Additions</u>	<u>Deletions</u>	<u>June 30, 2022</u>
Capital Assets, Non-Depreciable				
Land	\$ 293,906	\$ -	\$ -	\$ 293,906
Capital Assets, Depreciable				
Building	\$ 2,745,353	\$ -	\$ -	\$ 2,745,353
Equipment	3,420,982	6,984	-	3,427,966
Total Capital Assets, Depreciable	<u>6,166,335</u>	<u>6,984</u>	<u>-</u>	<u>6,173,319</u>
Building	199,339	68,967	-	268,306
Equipment	2,786,110	93,693	-	2,879,803
Total Accumulated Depreciation	<u>2,985,449</u>	<u>162,660</u>	<u>-</u>	<u>3,148,109</u>
Total Net Capital Assets, Depreciable	<u>\$ 3,180,886</u>			<u>\$ 3,025,210</u>
Total Property and Equipment	<u>\$ 3,474,792</u>			<u>\$ 3,319,116</u>
	<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.

**Jefferson Public Radio and JPR Foundation, Inc.**  
**Notes to the Combined Basic Financial Statements**  
**June 30, 2022 and 2021**

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**11. INTANGIBLE ASSETS**

On June 30, 2022 and 2021, 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, 2022 and 2021, intangible assets consist of the following:

	2022	2021
Purchased licenses recorded at cost	\$ 1,806,959	\$ 1,806,959
Donated licenses recorded at fair market value	373,502	373,502
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 1<sup>st</sup> and December 1<sup>st</sup> 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, 2022 and 2021**

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, 2022 and 2021 was \$1,394,109 and \$1,465,499, 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.

OBLIGATIONS OF JPR TO SBA

In February 2021, JPR received a Paycheck Protection Program (PPP) Loan of \$278,912 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. JPR received full forgiveness on this loan in September 2021.

The balance of long-term debt and obligations as of June 30, 2022 and 2021 are as follows:

	<u>2022</u>	<u>2021</u>
Note payable with Southern Oregon University Internal Bank	\$ 5,000	\$ 5,000
Long-term obligation with Southern Oregon University Internal Bank	1,160,000	1,205,000
Paycheck Protection Program loan payable to U.S. Small Business Administration	<u>-</u>	<u>278,912</u>
Subtotal	1,165,000	1,488,912
Less current portion	(50,000)	(45,000)
Total	<u>\$ 1,115,000</u>	<u>\$ 1,443,912</u>

Future maturities of long-term debt and obligations as of June 30, 2022 are as follows:

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
Year ending June 30,			
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	60,000	40,600	100,600
2028-2032	350,000	153,250	503,250
2033-2037	445,000	65,400	510,400
2038	100,000	2,000	102,000
Total	<u>\$ 1,165,000</u>	<u>\$ 451,150</u>	<u>\$ 1,616,150</u>

**Jefferson Public Radio and JPR Foundation, Inc.**  
**Notes to the Combined Basic Financial Statements**  
**June 30, 2022 and 2021**

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**13. NET ASSETS RELEASED FROM RESTRICTIONS**

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

	<u>2022</u>	<u>2021</u>
CPB Grant, Radio Program and Broadcast	\$ 98,045	\$ 96,385
Okie Trust Endowment, Radio Operations	44,859	44,778
Total net assets released from restriction	<u>\$ 142,904</u>	<u>\$ 141,163</u>

**14. GUARANTEE**

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 Cascade Theatre. The Foundation's maximum potential amount of future payments under this guarantee are as follows:

- As of June 30, 2022, Cascade Theatre owed U.S. Bank \$631,993 associated with its purchase of the Cascade Theatre. Total remaining debt service (principal and interest) is \$844,376 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, 2022 and 2021, in accordance with applicable accounting standards, the Foundation has not recorded a liability associated with this guarantee.

**15. OPERATING LEASES**

**EXPENSE**

There are various leases for transmitter and translator sites. The leases expire at various dates ranging from December 31, 2022 to September 30, 2029. For the years ended June 30, 2022 and 2021, rental expense was \$259,601 and \$226,381 respectively. As of June 30, 2022, minimum annual lease payments for leases with terms in excess of one year are as follows:

2023	\$ 146,998
2024	108,717
2025	105,807
2026	86,350
2027	36,738
2028-2030	40,426
Total	<u>\$ 525,036</u>

**Jefferson Public Radio and JPR Foundation, Inc.**  
**Notes to the Combined Basic Financial Statements**  
**June 30, 2022 and 2021**

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15. OPERATING LEASES (CONTINUED)

INCOME

There are also sublease sites to other parties. For the years ended June 30, 2022 and 2021, rental income totaled \$146,368 and \$146,857, respectively. Subleases expire on dates ranging from December 31, 2023 to September 30, 2033. As of June 30, 2022, minimum annual future receipts for subleases with terms in excess of one year are as follows:

2023	\$	139,855
2024		128,373
2025		123,603
2026		123,791
2027		106,860
2028-2032		275,000
2033-2034		26,535
Total	\$	<u>924,017</u>

16. SUBSEQUENT EVENTS

Subsequent events have been evaluated for the year ended June 30, 2022 through September 26, 2022, the issuance date of the combined basic financial statements. No subsequent events were noted by management that required note disclosure.

## SUPPLEMENTARY INFORMATION

**JEFFERSON PUBLIC RADIO AND JPR FOUNDATION, INC.**

Combining Schedule of Financial Position

at June 30, 2022

	JPR-SOU	JPR Foundation	Eliminations	Total
<b>Assets</b>				
<b>Current Assets</b>				
Cash and cash equivalents	\$ (9,663)	\$ 1,948,005	\$ -	\$ 1,938,342
Investments	-	2,415,308	-	2,415,308
Accounts receivable	15,889	-	-	15,889
Prepaid expenses	3,296	4,848	-	8,144
Deposits	-	1,500	-	1,500
Total Current Assets	<u>9,522</u>	<u>4,369,661</u>	<u>-</u>	<u>4,379,183</u>
<b>Property and Equipment</b>				
Land	-	293,906	-	293,906
Buildings and equipment, net of accumulated depreciation	3,021,312	3,898	-	3,025,210
Total Property and Equipment	<u>3,021,312</u>	<u>297,804</u>	<u>-</u>	<u>3,319,116</u>
<b>Other Assets</b>				
Prepaid expenses, non-current	2,370	-	-	2,370
Related party receivable	1,394,109	-	(1,394,109)	-
Mt. Baldy Communications, LLC	-	68,822	-	68,822
Intangible assets	2,180,461	-	-	2,180,461
Total Other Assets	<u>3,576,940</u>	<u>68,822</u>	<u>(1,394,109)</u>	<u>2,251,653</u>
<b>Total Assets</b>	<u>\$ 6,607,774</u>	<u>\$ 4,736,287</u>	<u>\$ (1,394,109)</u>	<u>\$ 9,949,952</u>
<b>Liabilities and Net Assets</b>				
<b>Current Liabilities</b>				
Accounts payable	\$ 13,969	\$ 8,851	\$ -	\$ 22,820
Accrued liabilities	134,358	10,206	-	144,564
Accrued vacation	75,420	7,963	-	83,383
Lease deposits	-	1,000	-	1,000
Current portion of long-term debt	50,000	-	-	50,000
Total Current Liabilities	<u>273,747</u>	<u>28,020</u>	<u>-</u>	<u>301,767</u>
<b>Long-Term Liabilities</b>				
Related party payable	-	1,394,109	(1,394,109)	-
Long-term debt, net of current portion	1,115,000	-	-	1,115,000
Total Long-Term Liabilities	<u>1,115,000</u>	<u>1,394,109</u>	<u>(1,394,109)</u>	<u>1,115,000</u>
Total Liabilities	<u>1,388,747</u>	<u>1,422,129</u>	<u>(1,394,109)</u>	<u>1,416,767</u>
<b>Net Assets</b>				
Without donor restrictions	3,824,918	3,314,158	1,394,109	8,533,185
With donor restrictions	1,394,109	-	(1,394,109)	-
Total Net Assets	<u>5,219,027</u>	<u>3,314,158</u>	<u>-</u>	<u>8,533,185</u>
<b>Total Liabilities and Net Assets</b>	<u>\$ 6,607,774</u>	<u>\$ 4,736,287</u>	<u>\$ (1,394,109)</u>	<u>\$ 9,949,952</u>

**JEFFERSON PUBLIC RADIO AND JPR FOUNDATION, INC.**

Combining Schedule of Financial Position

at June 30, 2021

	JPR-SOU	JPR Foundation	Eliminations	Total
<b>Assets</b>				
<b>Current Assets</b>				
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>
<b>Property and Equipment</b>				
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>
<b>Other Assets</b>				
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>
<b>Total Assets</b>	<u>\$ 7,246,494</u>	<u>\$ 4,089,707</u>	<u>\$ (1,465,499)</u>	<u>\$ 9,870,702</u>
<b>Liabilities and Net Assets</b>				
<b>Current Liabilities</b>				
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>
<b>Long-Term Liabilities</b>				
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>
<b>Total Liabilities</b>	<u>1,736,047</u>	<u>1,487,100</u>	<u>(1,465,499)</u>	<u>1,757,648</u>
<b>Net Assets</b>				
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>
<b>Total Liabilities and Net Assets</b>	<u>\$ 7,246,494</u>	<u>\$ 4,089,707</u>	<u>\$ (1,465,499)</u>	<u>\$ 9,870,702</u>

**JEFFERSON PUBLIC RADIO AND JPR FOUNDATION, INC.**

Combining Schedule of Activities  
for the Year Ended June 30, 2022

	JPR-SOU	JPR Foundation	Eliminations	Total
Revenues, Support and Other Income				
Revenues and support				
Contributions	\$ 405	\$ 1,321,120	\$ -	\$ 1,321,525
Program underwriting	-	580,099	-	580,099
Southern Oregon University:				
General appropriation	302,033	-	-	302,033
Indirect administrative support	602,914	-	-	602,914
Corporation for Public Broadcasting Grants	417,789	-	-	417,789
Other grants	-	450,840	-	450,840
Bequests and planned gifts	-	103,553	-	103,553
Donated programs, services and materials	69,463	99,220	-	168,683
Fundraising activities and events	-	333,643	-	333,643
Jeffnet internet service royalties	-	26,000	-	26,000
Total Revenues and Support	<u>1,392,604</u>	<u>2,914,475</u>	<u>-</u>	<u>4,307,079</u>
Other Income				
Interest and dividend income	2	37,188	-	37,190
Realized and unrealized loss	-	(351,391)	-	(351,391)
Change in value of investment in Mt Baldy LLC	-	9,952	-	9,952
Total Other Income	<u>2</u>	<u>(304,251)</u>	<u>-</u>	<u>(304,249)</u>
Total Revenues, Support, and Other Income	<u>1,392,606</u>	<u>2,610,224</u>	<u>-</u>	<u>4,002,830</u>
Expenses				
Program Services				
Programming and production	1,544,140	1,332	-	1,545,472
Broadcasting	974,237	72,983	-	1,047,220
Program information and promotion	25,361	214,994	-	240,355
Total Program Services	<u>2,543,738</u>	<u>289,309</u>	<u>-</u>	<u>2,833,047</u>
Supporting Services				
Management and general operating	157,192	2,844	-	160,036
Fundraising, membership and development	165,816	211,681	-	377,497
Underwriting and grant solicitation	153,829	57,751	-	211,580
Depreciation	157,097	5,563	-	162,660
Change in value of related party payable	71,390	-	(71,390)	-
Total Supporting Services	<u>705,324</u>	<u>277,839</u>	<u>(71,390)</u>	<u>911,773</u>
Total Expenses	<u>3,249,062</u>	<u>567,148</u>	<u>(71,390)</u>	<u>3,744,820</u>
Operating Income/(Loss)	<u>(1,856,456)</u>	<u>2,043,076</u>	<u>71,390</u>	<u>258,010</u>
Non-Operating Income				
Display advertising	-	15,180	-	15,180
Rents and royalties	106,023	40,344	-	146,367
Miscellaneous income	100	474	-	574
Change in value of related party receivable	-	71,390	(71,390)	-
Total Non-Operating Income	<u>106,123</u>	<u>127,388</u>	<u>(71,390)</u>	<u>162,121</u>
Transfers in (out)	<u>1,458,913</u>	<u>(1,458,913)</u>	<u>-</u>	<u>-</u>
Change in Net Assets	<u>(291,420)</u>	<u>711,551</u>	<u>-</u>	<u>420,131</u>
Net Assets at Beginning of Year	<u>5,510,447</u>	<u>2,602,607</u>	<u>-</u>	<u>8,113,054</u>
Net Assets at End of Year	<u>\$ 5,219,027</u>	<u>\$ 3,314,158</u>	<u>\$ -</u>	<u>\$ 8,533,185</u>

**JEFFERSON PUBLIC RADIO AND JPR FOUNDATION, INC.**

Combining Schedule of Activities

for the Year Ended June 30, 2021

	JPR-SOU	JPR Foundation	Eliminations	Total
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	5,407,080	1,398,533	-	6,805,613
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.**

Schedule of Expenses by Entity  
for the Year Ended June 30, 2022

	<u>JPR-SOU</u>	<u>JPR Foundation</u>	<u>Total</u>
Salaries and benefits	\$ 1,349,707	\$ 116,124	\$ 1,465,831
Advertising	3,124	97,628	100,752
Bank, credit card and transaction fees	20	141,553	141,573
Dues and subscriptions	4,246	6,962	11,208
Telephone / data lines	4,445	-	4,445
Postage	446	24,139	24,585
Printing	-	37,016	37,016
Insurance	3,060	3,694	6,754
Interest	52,735	-	52,735
Programming	447,324	-	447,324
Professional services / contract labor	25,566	28,944	54,510
Legal	36,015	1,009	37,024
Repairs, maintenance and equipment	36,700	-	36,700
Property leases	211,162	48,439	259,601
Utilities	145,294	8,363	153,657
Property taxes	1,845	250	2,095
Service and supplies	20,452	25,425	45,877
Special events	-	8,716	8,716
Special projects	894	-	894
Travel	6,826	11,660	18,486
Donated services and materials	67,800	1,663	69,463
Depreciation	157,097	5,563	162,660
Change in value of related party receivable	71,390	(71,390)	-
Indirect admin. support	602,914	-	602,914
<b>Total Expenses</b>	<b>\$ 3,249,062</b>	<b>\$ 495,758</b>	<b>\$ 3,744,820</b>

**JEFFERSON PUBLIC RADIO AND JPR FOUNDATION, INC.**

Schedule of Expenses by Entity  
for the Year Ended June 30, 2021

	<u>JPR-SOU</u>	<u>JPR Foundation</u>	<u>Total</u>
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
	<u>\$ 3,148,904</u>	<u>\$ 360,645</u>	<u>\$ 3,509,549</u>

**JEFFERSON PUBLIC RADIO AND JPR FOUNDATION, INC.**

Combining Schedule of Activities

for the Year Ended June 30, 2022

	KSOR-FM	KNCA-FM	Total
Revenues, Support and Other Income			
Revenues and support			
Contributions	\$ 1,091,305	\$ 230,220	\$ 1,321,525
Program underwriting	524,258	55,841	580,099
Southern Oregon University:			
General appropriation	252,278	49,755	302,033
Indirect administrative support	470,668	132,246	602,914
Corporation for Public Broadcasting Grants	284,162	133,627	417,789
Other grants	450,520	320	450,840
Bequests and planned gifts	103,553	-	103,553
Donated programs, services and materials	102,363	66,320	168,683
Fundraising activities and events	299,353	34,290	333,643
Jeffnet internet service royalties	26,000	-	26,000
Total Revenues and Support	<u>3,604,460</u>	<u>702,619</u>	<u>4,307,079</u>
Other Income			
Interest and dividend income	37,190	-	37,190
Realized and unrealized gain	(351,391)	-	(351,391)
Change in value of investment in Mt Baldy LLC	9,952	-	9,952
Total Other Income	<u>(304,249)</u>	<u>-</u>	<u>(304,249)</u>
Total Revenues, Support, Other Income and Transfers	<u>3,300,211</u>	<u>702,619</u>	<u>4,002,830</u>
Expenses			
Program Services			
Programming and production	1,143,618	401,854	1,545,472
Broadcasting	796,651	250,569	1,047,220
Program information and promotion	181,333	59,022	240,355
Total Program Services	<u>2,121,602</u>	<u>711,445</u>	<u>2,833,047</u>
Supporting Services			
Management and general	117,565	42,471	160,036
Fundraising and membership development	338,014	39,483	377,497
Underwriting and grant solicitation	182,961	28,619	211,580
Depreciation	158,606	4,054	162,660
Total Supporting Services	<u>797,146</u>	<u>114,627</u>	<u>911,773</u>
Total Expenses	<u>2,918,748</u>	<u>826,072</u>	<u>3,744,820</u>
Operating Income/(Loss)	<u>381,463</u>	<u>(123,453)</u>	<u>258,010</u>
Non-Operating Income			
Display advertising	15,180	-	15,180
Rents and royalties	68,279	78,088	146,367
Miscellaneous income	574	-	574
Total Non-Operating Income	<u>84,033</u>	<u>78,088</u>	<u>162,121</u>
Change in Net Assets	465,496	(45,365)	420,131
Net Assets at Beginning of Year	<u>8,085,352</u>	<u>27,702</u>	<u>8,113,054</u>
Net Assets at End of Year	<u>\$ 8,550,848</u>	<u>\$ (17,663)</u>	<u>\$ 8,533,185</u>

**JEFFERSON PUBLIC RADIO AND JPR FOUNDATION, INC.**

Combining Schedule of Activities

for the Year Ended June 30, 2021

	KSOR-FM	KNCA-FM	Total
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>