Southern Oregon Public Television

Financial Statements and Supplemental Information

Years Ended June 30, 2024 and 2023

WIPFLI

WIPFLI

Independent Auditor's Report

To the Board of Directors
Southern Oregon Public Television
Medford, Oregon

Opinion

We have audited the accompanying financial statements of Southern Oregon Public Television (the "Station"), a nonprofit organization, which comprise the statement of financial position as of June 30, 2024, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Southern Oregon Public Television as of June 30, 2024, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America (''GAAP'').

Basis for Opinion

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 Financial Statements section of our report. We are required to be independent of Southern Oregon Public Television and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Prior Period Financial Statements

The financial statements of Southern Oregon Public Television as of June 30, 2023, were audited by other auditors whose report dated January 5, 2024, expressed an unmodified opinion on those financial statements.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with GAAP, 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 Southern Oregon Public Television'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 Southern Oregon Public Television’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 Southern Oregon Public Television'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.

Wipfli LLP

Wipfli LLP

South Portland, Maine
December 20, 2024

Southern Oregon Public Television

Statements of Financial Position

June 30,	2024	2023
ASSETS		
Cash and cash equivalents	$ 1,072,488	$ 1,310,104
Certificates of deposit	867,424	331,430
Accounts receivable	28,428	18,611
Contributions receivable	5,293	8,096
Prepaid expenses and other	190,225	183,721
Investment in partnership	31,108	27,221
Property and equipment, net	725,196	808,218
Right of use asset - operating leases	249,210	313,901
Total assets	$ 3,169,372	$ 3,001,302
LIABILITIES AND NET ASSETS		
Liabilities:		
Accounts payable	$ 37,683	$ 32,675
Accrued expenses	50,008	62,975
Deferred revenue	4,423	2,410
Operating lease liability	249,210	313,901
Total liabilities	341,324	411,961
Net assets		
Without donor restrictions	2,821,610	2,580,100
With donor restrictions	6,438	9,241
Total net assets	2,828,048	2,589,341
Total liabilities and net assets	$ 3,169,372	$ 3,001,302

See accompanying notes to financial statements.

Southern Oregon Public Television
Statement of Activities

Year Ended June 30, 2024	**Without Donor Restrictions**	**With Donor Restrictions**	**Total**
Revenue			
Major contributions	$ 415,928	$ -	$ 415,928
Membership	1,027,178	-	1,027,178
CPB grants	987,776	-	987,776
Other grants	105,700	-	105,700
Underwriting	214,631	-	214,631
Underwriting - trade	33,032	-	33,032
Production revenue	4,000	-	4,000
In-kind contributions	122,210	-	122,210
Other revenue	864	-	864
Investment income	35,349	-	35,349
Net assets released from restrictions	2,803	(2,803)	-
Total revenue	2,949,471	(2,803)	2,946,668
Expenses			
Program services			
Programming and production	1,023,755	-	1,023,755
Technology and operations	224,509	-	224,509
Total program services	1,248,264	-	1,248,264
Development and underwriting	797,045	-	797,045
Management and general	662,652	-	662,652
Total expenses	2,707,961	-	2,707,961
Change in net assets	241,510	(2,803)	238,707
Net assets, beginning of year	2,580,100	9,241	2,589,341
Net assets, end of year	$ 2,821,610	$ 6,438	$ 2,828,048

See accompanying notes to financial statements.

Southern Oregon Public Television
Statement of Activities

Year Ended June 30, 2023	**Without Donor Restrictions**	**With Donor Restrictions**	**Total**
Revenue			
Major contributions	$ 126,966	$ -	$ 126,966
Membership	989,720	9,241	998,961
CPB grants	880,503	-	880,503
Other grants	36,600	-	36,600
Underwriting	185,221	-	185,221
Underwriting - trade	31,234	-	31,234
Production revenue	11	-	11
In-kind contributions	75,139	-	75,139
Other revenue	33,864	-	33,864
Investment income	9,441	-	9,441
Net assets released from restrictions	342,280	(342,280)	-
Total revenue	2,710,979	(333,039)	2,377,940
Expenses			
Program services			
Programming and production	1,074,279	-	1,074,279
Technology and operations	229,642	-	229,642
Total program services	1,303,921	-	1,303,921
Development and underwriting	692,418	-	692,418
Management and general	538,675	-	538,675
Total expenses	2,535,014	-	2,535,014
Change in net assets	175,965	(333,039)	(157,074)
Net assets, beginning of year	2,404,135	342,280	2,746,415
Net assets, end of year	$ 2,580,100	$ 9,241	$ 2,589,341

See accompanying notes to financial statements.

Southern Oregon Public Television

Statement of Functional Expenses

Year Ended June 30, 2024	Programming and Production	Technology and Operations	Total Program Services	Development and Underwriting	Management and General	Total Expenses
Salaries	$ 354,570	$ 19,336	$ 373,906	$ 265,632	$ 232,190	$ 871,728
Payroll taxes	37,713	-	37,713	15,414	18,113	71,240
Programming	444,903	-	444,903	-	-	444,903
Contract labor	53,717	71,009	124,726	238,091	-	362,817
Insurance	71,559	-	71,559	35,162	85,567	192,288
Depreciation	22,321	63,654	85,975	-	17,176	103,151
Short-term leases	2,945	15,813	18,758	-	7,438	26,196
Operating lease	-	-	-	-	74,892	74,892
Professional fees	-	-	-	-	93,378	93,378
Premiums	-	-	-	37,500	-	37,500
Utilities	-	18,199	18,199	-	27,233	45,432
Trade expenses	-	-	-	33,110	1,052	34,162
Dues and subscriptions	3,667	6,781	10,448	-	33,891	44,339
Travel	7,966	2,240	10,206	2,299	3,174	15,679
Telephone	729	1,147	1,876	-	17,110	18,986
Printing and production	-	-	-	45,295	804	46,099
Repairs and maintenance	-	-	-	-	10,473	10,473
Postage and shipping	15,911	49	15,960	126	4,706	20,792
Bank fees	-	-	-	21,675	3,979	25,654
In-kind	-	19,957	19,957	98,720	3,533	122,210
Supplies	2,940	6,324	9,264	467	3,677	13,408
Advertising and promotion	4,280	-	4,280	-	5,971	10,251
Other expenses	534	-	534	3,554	18,295	22,383
Total expenses	$ 1,023,755	$ 224,509	$ 1,248,264	$ 797,045	$ 662,652	$ 2,707,961

See accompanying notes to financial statements.

Southern Oregon Public Television

Statement of Functional Expenses

Year Ended June 30, 2023	Programming and Production	Technology and Operations	Total Program Services	Development and Underwriting	Management and General	Total Expenses
Salaries	$ 344,140	$ 13,671	$ 357,811	$ 211,607	$ 269,237	$ 838,655
Payroll taxes	35,317	-	35,317	10,427	21,479	67,223
Programming	411,203	-	411,203	-	-	411,203
Contract labor	47,480	79,623	127,103	230,674	-	357,777
Insurance	74,918	280	75,198	45,185	48,318	168,701
Depreciation	37,623	62,553	100,176	-	16,793	116,969
Short-term leases	8,062	17,711	25,773	4,729	7,120	37,622
Operating lease	33,271	482	33,753	23,437	17,702	74,892
Professional fees	-	-	-	-	84,299	84,299
Premiums	-	-	-	35,003	-	35,003
Utilities	1,036	28,560	29,596	8,585	5,282	43,463
Trade expenses	-	-	-	25,081	5,204	30,285
Dues and subscriptions	3,204	9,535	12,739	2,140	28,984	43,863
Travel	4,371	4,105	8,476	1,800	6,363	16,639
Telephone	9,840	2,258	12,098	227	4,165	16,490
Printing and production	30,591	-	30,591	5,056	323	35,970
Repairs and maintenance	4,057	1,890	5,947	2,769	2,864	11,580
Postage and shipping	15,136	-	15,136	33	4,020	19,189
Bank fees	-	-	-	16,314	5,694	22,008
In-kind	-	-	-	67,920	7,219	75,139
Supplies	2,981	8,953	11,934	398	899	13,231
Advertising and promotion	7,862	-	7,862	-	382	8,244
Other expenses	3,187	21	3,208	1,033	2,328	6,569
Total expenses	$ 1,074,279	$ 229,642	$ 1,303,921	$ 692,418	$ 538,675	$ 2,535,014

See accompanying notes to financial statements.

Southern Oregon Public Television
Statements of Cash Flows

Years Ended June 30,	2024	2023
Change in cash and cash equivalents:		
Cash flows from operating activities:		
Change in net assets	$ 238,707	$ (157,074)
Adjustments to reconcile change in net assets to cash flows from operating activities:		
Depreciation	103,151	116,969
Loss on investments		13
Investment in partnership	(3,887)	(4,280)
Changes in operating assets and liabilities:		
Accounts receivable	(9,817)	(6,797)
Contributions receivable	2,803	(3,109)
Prepaid expenses and other	(6,504)	19,134
Accounts payable	5,008	(79,197)
Accrued expenses	(12,967)	(26,592)
Deferred revenues	2,013	283
Net cash flows from operating activities	318,507	(140,650)
Cash flows from investing activities:		
Purchase of investments	-	(13)
Purchase of certificates of deposit	(535,994)	(331,430)
Purchase of property and equipment	(20,129)	(377,878)
Net cash flows from investing activities	(556,123)	(709,321)
Net changes in cash and cash equivalents	(237,616)	(849,971)
Cash and cash equivalents, beginning of year	1,310,104	2,160,075
Cash and cash equivalents, end of year	$ 1,072,488	$ 1,310,104
Supplemental disclosure of noncash investing and financing activities:		
Right of use assets obtained in exchange for operating lease obligations	$ -	$ 379,793

See accompanying notes to financial statements.

Note 1: Summary of Significant Accounting Policies

Nature of Activities

Southern Oregon Public Television (the Station), a not-for-profit corporation, commercial-free, educational, telecommunications organization located in Medford, Oregon that works with various partners to provide diverse cultural and informational programming and services. The Station's activities are for the benefit of the communities served and strive to foster an informed and active citizenry: make knowledge and the creative life of the arts, sciences and humanities available to the widest possible public; reflect positively the diversity of the community and audience, invite a sense of inclusion and better understanding of each other; improve, for all people, access to public media; be a trusted partner to parents and educators providing programming and services which promote the healthy development of children; serve the individual, not just as a spectator, but as a participant able and willing to learn new skills through the Station's programs and services; and work with educators to effectively use the telecommunications resources and capabilities to positively address educational needs of the region.

The Station receives significant funding from federal and state governments/agencies as well as from the Corporation for Public Broadcasting ("CPB"). Reductions in such support have and could have a significant effect on the Station's activities and financial position.

Basis of Accounting

The financial statements of the Station are prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America (GAAP).

Net Assets

Net assets, revenue, gains, and losses are classified based on the existence or absence of donor or grantor-imposed restrictions. Accordingly, net assets and changes therein are classified and reported as follows:

Net assets without donor restrictions: Net assets available for use in general operations and not subject to donor (or certain grantor) restrictions.

Net assets with donor restrictions: Net assets subject to donor (or certain grantor) imposed restrictions. Some donor-imposed restrictions are temporary in nature, such as those that will be met by the passage of time or other events specified by the donor. Other donor-imposed restrictions are perpetual in nature, where the donor stipulates that resources be maintained in perpetuity. Contributions restricted by donors are reported as increases in net assets without donor restrictions if the restriction expires within the same reporting period in which the contribution is received. Donor-imposed restrictions are released when a restriction expires, that is, when the stipulated time has elapsed, when the stipulated purpose for which the resource was restricted has been fulfilled, or both.

Note 1: Summary of Significant Accounting Policies (Continued)

Use of Estimates

The preparation of financial statements in conformity with GAAP, requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of revenue, support, and expenses during the reporting period. Actual results could differ from those estimates.

Cash and Cash Equivalents

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

Certificates of Deposit

Certificates of deposit are carried at cost.

Accounts Receivable

Accounts receivable consist primarily of underwriting and other various receivables. The carrying amount of accounts receivable are reduced by an allowance that reflects management's best estimate of the current expected credit losses. The estimate of the allowance for credit losses is based on an analysis of historical loss experience, current receivables aging, and management's assessment of current conditions and expected changes during a reasonable and supportable forecast period. The Station uses an aging method to estimate allowances for credit losses. Management assesses collectability by pooling receivables with similar risk characteristics and evaluates receivables individually when specific customer balances no longer share those risk characteristics. At June 30, 2024 and 2023, the allowance for credit losses was $2,084 and $954, respectively.

Contributions receivable

Unconditional promises to give are recorded as receivables in the year pledged. Conditional promises to give are recognized only when the conditions on which they depend are substantially met. Promises to give whose eventual uses are restricted by the donors are recorded as increases in net assets with donor restrictions. Unrestricted promises to give to be collected in future periods are also recorded as an increase to net assets with donor restrictions and reclassified to net assets without restrictions when received, unless the donor’s intention is to support current-period activities.

Promises to give expected to be collected in less than one year are reported at net realizable value. Promises to give that are expected to be collected in future years are recorded at the present value of estimated future cash flows on a discounted basis applicable to the years in which the promises were received. The amortization of the discount is recognized as contribution income over the duration of the pledge.

Note 1: Summary of Significant Accounting Policies (Continued)

Contributions receivable (Continued)

Management individually reviews all past due promises to give balances and estimates the portion, if any, of the balance that will not be collected. The carrying amounts of promises to give are reduced by allowances that reflect management's estimate of uncollectible amounts.

Investments

The Station's carry investments in marketable securities with readily determined fair values and all investments in debt securities at their fair values in the statement of financial position. Quoted market prices in active markets are used as the basis of measurement. Unrealized gains and losses are included in the change in net assets in the accompanying statements of activities.

Investment in partnership represents an approximate five-percent interest in a limited partnership, Mt. Baldy Communication, LLC, which is engaged in broadcasting related activities. The investment is accounted for using the equity method. Under the equity method, the investment was recorded initially at cost, and subsequent adjustments are run through the statement of activities annually for the Station’s share of post- acquisition profits and losses.

Property and Equipment

Purchased property and equipment are recorded at cost and donated equipment are recorded at fair value at the date of donation. Maintenance and repairs, which do not improve or extend the lives of the respective assets, are expensed. Depreciation is provided on a straight-line basis over the estimated lives of the respective assets ranging from three to thirty years.

Grant Revenue

Grants are either recorded as contributions or exchange transactions based on criteria contained in the grant award.

- **Grant Awards That Are Contributions** - Grants awards that are contributions are evaluated for conditions and recognized as revenue when conditions in the award are satisfied. Unconditional awards are recognized as revenue when the award is received. Amounts received in which conditions have not been met are reported as a refundable advance liability.

- **Grant Awards That Are Exchange Transactions** - Exchange transactions are those in which the resource provider or grantor receives a commensurate value in exchange for goods or services transferred. Revenue is recognized when control of the promised goods or services is transferred to the customer (grantor) in an amount that reflects the consideration to which the entity expects to be entitled in exchange for those goods or services. Amounts received in excess of recognized revenue are reflected as a contract liability.

Note 1: Summary of Significant Accounting Policies (Continued)

Revenue and Revenue Recognition

Revenues from production and other services are recognized in the period earned or stipulated in the agreement, as performance obligations are satisfied over time.

Contribution Revenue

Contributions, including promises to give, are considered conditional or unconditional, depending on the nature and existence of any donor or grantor conditions. A contribution or promise to give contains a donor or grantor condition when both of the following are present:

- An explicit barrier, that is more than trivial, that must be overcome before the revenue can be earned and recognized.

- An implicit right of return of assets transferred or a right of release of a donor or grantor's obligation to transfer assets promised, if the condition is not met.

Conditional contributions are recognized when the barrier(s) to entitlement are overcome. Unconditional contributions are recognized as revenue when received.

Unconditional contributions or conditional contributions in which the conditions have been substantially met or explicitly waived by the donor are recorded as support with or without donor restrictions, depending on the existence and nature of any donor restrictions. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statement of activities as net assets released from restrictions. Contributions that are restricted by the donor are reported as increases in net assets without donor restrictions if the restrictions expire in the fiscal year in which the contributions are recognized.

Underwriting revenues are contributions to the Station to support its programming or activities in the form of underwriting credit. Nothing of commensurate value is exchanged for underwriting credit, and the Station provides refunds for any underwriting revenues collected if the spots are not aired. Therefore, underwriting revenues contain a barrier to overcome and a right of return or a right of release of the obligation, and are recognized as revenue when the related underwriting credits are aired.

Donated services are recognized as contributions if the services (a) create or enhance nonfinancial assets or (b) require specialized skills, are performed by people with those skills and would otherwise be purchased by the Station. Contributed advertising and promotion are recorded at the fair value of the contribution portion of the total value received.

Contributed materials, supplies, facilities, and property are recorded at their estimated fair value at the date of donation. The Station reports gifts of equipment, professional services, materials and other nonmonetary contributions as support in the accompanying statements of activities. If the fair value of contributed materials, supplies, facilities, and property cannot be reasonably determined they are not recorded.

Note 1: Summary of Significant Accounting Policies (Continued)

Deferred Revenue

Income received to underwrite programs or facilitate programming not yet broadcasted is deferred and recognized over the period in which the programming is aired.

Functional Allocation of Expenses

The costs of providing various programs and other activities have been reported on a functional basis in the statements of activities. The statements of functional expenses present the natural classification details of expenses by function. Expenses which directly benefit the program, and management and general are charged to the respective functional area on the basis of actual cost. Accordingly, certain other personnel, office, and building costs have been allocated across functional groups based on salaries and benefits per functional classification.

Impairment of Long-Lived Assets

The Station reviews long-lived assets, including property and equipment and intangible assets, for impairment whenever events or changes in business circumstances indicate that the carrying amount of an asset may not be fully recoverable. An impairment loss would be recognized when the estimated future cash flows from the use of the asset and its fair value are less than the carrying amount of that asset. The Station has not recognized any impairment of long lived assets during 2024 and 2023.

Advertising Costs

The Station expenses advertising costs as incurred. Advertising expense totaled $10,251 and $8,244 for the years ended 2024 and 2023, respectively.

Income Tax Status

The Station is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code and applicable state law, though it is subject to tax on income unrelated to its exempt purpose. Accordingly, no provision or liability for income taxes has been included in the financial statements. Management does not believe there are any uncertain tax positions as of June 30, 2024 and 2023.

Leases

The Station is a lessee in a noncancelable operating leases for land, building, and equipment. If the contract provides the Station the right to substantially all the economic benefits and the right to direct the use of the identified asset, it is considered to be or contain a lease. Right-of-use (ROU) assets and lease liabilities are recognized at the lease commencement date based on the present value of the future lease payments over the expected lease term. The ROU asset is also adjusted for any lease prepayments made, lease incentives received, and initial direct costs incurred.

Note 1: Summary of Significant Accounting Policies (Continued)

Leases (Continued)

The lease liability is initially and subsequently recognized based on the present value of its future lease payments. Variable payments are included in the future lease payments when those variable payments depend on an index or a rate. Increases (decreases) to variable lease payments due to subsequent changes in an index or rate are recorded as variable lease expense (income) in the future period in which they are incurred.

The Station has elected to use a risk-free rate for a term similar to the underlying lease as the discount rate if the implicit rate in the lease contract is not readily determinable.

The ROU asset for operating leases is amortized on a straight-line basis over the lease term.

For all underlying classes of assets, the Station has elected to not recognize ROU assets and lease liabilities for short-term leases that have a lease term of 12 months or less at lease commencement and do not include an option to purchase the underlying asset that the Station is reasonably certain to exercise. Leases containing termination clauses in which either party may terminate the lease without cause and the notice period is less than 12 months are deemed short-term leases with lease costs included in short-term lease expense. The Station recognizes short-term lease cost on a straight-line basis over the lease term.

The Station made an accounting policy election for buildings to not separate the lease components of a contract and its associated non-lease components (i.e. lessor-provided maintenance and other services). For all other underlying classes of assets, the Station separates lease and non-lease components to determine the lease payment.

Reclassification

Certain amounts as previously reported in the 2023 financial statements have been reclassified to conform to the 2024 presentation. Such reclassifications have no effect on reported amounts of net assets or change in net assets.

Subsequent Events

The Station have evaluated events and transactions for potential recognition or disclosure in the financial statements through December 20, 2024, which is the date the financial statements were available to be issued.

Note 2: Liquidity and Availability of Financial Resources

Financial assets available for general expenditure, that is, without donor or other restrictions limiting their use, within one year of the statement of financial position date, comprise the following:

As of June 30,	2024	2023
Cash	$ 1,072,488	$ 1,310,104
Accounts receivable	28,428	18,611
Contributions receivable	5,293	8,096
Financial assets available to meet general expenditures over the next twelve months	$ 1,106,209	$ 1,336,811

The Station manages its liquidity and reserves following three principles: operating within a prudent range of financial soundness and stability, maintaining adequate liquid assets to fund near-term operating needs, and maintaining sufficient reserves to provide reasonable assurance that long-term obligations will be discharged.

Note 3: Concentration of Credit Risk

The Station maintains cash balances at financial institutions where the accounts are insured by the Federal Deposit Insurance Corporation (FDIC) for up to $250,000. At certain times during the year, cash balances may be in excess of FDIC coverage. As of June 30, 2024, the Station has not experienced any losses in such accounts, and believes it is not exposed to any significant credit risk on cash.

Note 4: Property and Equipment

Property and equipment consist of the following:

As of June 30,	2024	2023
Studio equipment	$ 3,727,276	$ 3,717,164
Antennae and tower	751,095	741,079
Land and leasehold improvements	245,798	245,798
Furniture and fixtures	149,825	149,825
Vehicles	18,235	18,235
Totals	4,892,229	4,872,101
Accumulated depreciation	(4,167,033)	(4,063,883)
Totals	$ 725,196	$ 808,218

Note 5: Leases

The Station leases office facilities and office equipment under operating lease. There are no renewal options under leases.

The depreciable life of assets and leasehold improvements are limited by the expected lease term, unless there is a transfer of title or purchase option reasonably certain of exercise.

The Station's lease agreements do not contain any material residual value guarantees or material restrictive covenants. Payments due under the lease contracts include fixed payments and variable payments. These variable lease payments are not included in lease payments used to determine the lease liability and are recognized as variable costs when incurred.

Components of lease expense were as follows for the year ended June 30:

Lease cost	2024	2023
Operating lease cost	$ 80,944	$ 75,965
Short-term lease cost	20,144	36,549
Total lease cost	$ 101,088	$ 112,514

Supplemental information related to leases is as follows for the year ended June 30:

	2024	2023
Weighted-average remaining lease term - operating leases	3.5	5
Weighted-average discount rate - operating leases	3.10 %	3.10 %

Maturities of lease liabilities are as follows as of June 30, 2024:

Years Ended	2024
2025	$ 74,892
2026	74,892
2027	74,892
2028	31,206
Total lease payments	255,882
Less imputed interest	(6,672)
Total	$ 249,210

Note 6: Net Assets with Donor Restrictions

Net assets with donor restrictions are restricted for the following purposes or periods.

As of June 30,		2024		2023
Contributions receivable for general purposes	$	6,438	$	8,096
Other		-		1,145
Totals	$	6,438	$	9,241

Net assets were released from donor restrictions by incurring expenses satisfying the restricted purpose or by occurrence of the passage of time or other events specified by the donors as follows:

Years Ended June 30,		2024		2023
Passage of time	$	2,803	$	4,987
Programming and general operations - ARPA grant		-		337,293
Totals	$	2,803	$	342,280

Note 7: Contributed Nonfinancial Assets

Contributed nonfinancial assets consist of the following:

Years Ended June 30,		2024		2023
Promotional items	$	98,720	$	74,668
Professional services		-		6,000
Technology and IT		19,957		-
Communication		2,877		-
Other		33,688		25,705
Total contributed nonfinancial assets	$	155,242	$	106,373

The contributed promotional items, information technology & communication and underwriting are reported at the estimated fair value of each item.