

KEDM

A PUBLIC TELECOMMUNICATIONS ENTITY

OPERATED BY THE UNIVERSITY OF LOUISIANA AT MONROE

---

FINANCIAL STATEMENTS

FOR THE YEARS ENDED

JUNE 30, 2023 AND 2022

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KEDM  
A PUBLIC TELECOMMUNICATIONS ENTITY  
OPERATED BY THE UNIVERSITY OF LOUISIANA AT MONROE  
JUNE 30, 2023 AND 2022

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# JOHNSON, PERRY, ROUSSEL & CUTHBERT, L.L.P.

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## INDEPENDENT AUDITORS' REPORT

To the Board of Trustees  
University of Louisiana at Monroe and the Management of KEDM  
Monroe, Louisiana

### **Report on the Financial Statements**

We have audited the accompanying financial statements of KEDM (a Public Telecommunications Entity operated by The University of Louisiana at Monroe), which comprise the statement of financial position as of June 30, 2023 and 2022, and the related statements of activities, functional expenses, and cash flows for the years 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 KEDM as of June 30, 2023 and 2022, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

### **Basis For Opinion**

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

## **Responsibilities of Management for the Financial Statements**

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

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

## **Auditors' 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 auditors' 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 generally accepted auditing standards 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 in 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 financial statements.

In performing an audit in accordance with generally accepted auditing standards, 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 KEDM'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 KEDM'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.

### **Supplemental Information**

Our audits were conducted for the purpose of forming an opinion on the financial statements as a whole. The Schedule of Compensation, Benefits, and Other Payments to Agency Head or Chief Executive Officer on page 20 is presented for purposes of additional analysis and is not a required part of the 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 financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the 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 financial statements as a whole.

*Johnson Perry Roussel & Cuthbert, LLP*

JOHNSON, PERRY, ROUSSEL & CUTHBERT, L.L.P.  
CERTIFIED PUBLIC ACCOUNTANTS  
Monroe, Louisiana  
January 31, 2024

KEDM  
STATEMENT OF FINANCIAL POSITION  
AS OF JUNE 30, 2023

	Without Donor <u>Restrictions</u>	With Donor <u>Restrictions</u>	<u>Total</u>
<u>ASSETS</u>			
Claim on Cash	\$ 197,750	\$ 335,364	\$ 533,114
Accounts Receivable	205	-	205
Prepaid Expenses	-	3,129	3,129
Equipment, Net	6,635	-	6,635
	<u>6,635</u>	<u>-</u>	<u>6,635</u>
<u>TOTAL ASSETS</u>	<u>\$ 204,590</u>	<u>\$ 338,493</u>	<u>\$ 543,083</u>
 <u>LIABILITIES &amp; NET ASSETS</u>			
<u>LIABILITIES</u>			
Accounts Payable	\$ 43	\$ 51,251	\$ 51,294
Accrued Expenses	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>
<u>TOTAL LIABILITIES</u>	<u>43</u>	<u>51,251</u>	<u>51,294</u>
 <u>NET ASSETS</u>			
With Donor Restrictions	-	287,242	287,242
Without Donor Restrictions	204,547	-	204,547
	<u>204,547</u>	<u>-</u>	<u>204,547</u>
<u>TOTAL NET ASSETS</u>	<u>204,547</u>	<u>287,242</u>	<u>491,789</u>
<u>TOTAL LIABILITIES AND NET ASSETS</u>	<u>\$ 204,590</u>	<u>\$ 338,493</u>	<u>\$ 543,083</u>

See Independent Auditors' Report and accompanying notes.

KEDM  
STATEMENT OF FINANCIAL POSITION  
AS OF JUNE 30, 2023

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>
<u>ASSETS</u>			
Claim on Cash	\$ 197,750	\$ 335,364	\$ 533,114
Accounts Receivable	205	-	205
Prepaid Expenses	-	3,129	3,129
Equipment, Net	6,635	-	6,635
	<hr/>	<hr/>	<hr/>
<u>TOTAL ASSETS</u>	<u>\$ 204,590</u>	<u>\$ 338,493</u>	<u>\$ 543,083</u>
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	<hr/>	<hr/>	<hr/>
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With Donor Restrictions	-	287,242	287,242
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	<hr/>	<hr/>	<hr/>
<u>TOTAL NET ASSETS</u>	<u>204,547</u>	<u>287,242</u>	<u>491,789</u>
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See Independent Auditors' Report and accompanying notes.

KEDM  
STATEMENT OF FINANCIAL POSITION  
AS OF JUNE 30, 2022

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>
<u>ASSETS</u>			
Claim on Cash	\$ 179,125	\$ 311,791	\$ 490,916
Accounts Receivable	-	-	-
Prepaid Expenses	-	2,758	2,758
Equipment, Net	7,890	-	7,890
	<hr/>	<hr/>	<hr/>
<u>TOTAL ASSETS</u>	<u>\$ 187,015</u>	<u>\$ 314,549</u>	<u>\$ 501,564</u>
 <u>LIABILITIES &amp; NET ASSETS</u>			
<u>LIABILITIES</u>			
Accounts Payable	\$ 485	\$ 38,773	\$ 39,258
Accrued Expenses	-	-	-
	<hr/>	<hr/>	<hr/>
<u>TOTAL LIABILITIES</u>	<u>485</u>	<u>38,773</u>	<u>39,258</u>
 <u>NET ASSETS</u>			
With Donor Restrictions	-	275,776	275,776
Without Donor Restrictions	186,530	-	186,530
	<hr/>	<hr/>	<hr/>
<u>TOTAL NET ASSETS</u>	<u>186,530</u>	<u>275,776</u>	<u>462,306</u>
 <u>TOTAL LIABILITIES AND NET ASSETS</u>	 <u>\$ 187,015</u>	 <u>\$ 314,549</u>	 <u>\$ 501,564</u>

See Independent Auditors' Report and accompanying notes.



KEDM  
STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2023

<u>SUPPORT AND REVENUE</u>	Without Donor Restrictions	With Donor Restrictions	<u>Total</u>
Federal Grants			
Corp. for Public Broadcasting - Community Service Grant	-	\$ 136,437	\$ 136,437
Contributions			-
Underwriting	59,648	-	59,648
Memberships	90,285	-	90,285
Special Events and Other	815	-	815
Capital	-	-	-
Fees for Services	-	-	-
Support Provided by The University of Louisiana at Monroe	315,681	-	315,681
	<u>466,429</u>	<u>136,437</u>	<u>602,866</u>
			-
Net Assets Released from Restrictions			
Satisfaction of Program Restrictions	124,971	(124,971)	-
	<u>124,971</u>	<u>(124,971)</u>	<u>-</u>
<u>TOTAL SUPPORT AND REVENUE</u>	<u>591,400</u>	<u>11,466</u>	<u>602,866</u>
<u>EXPENSES</u>			
Program Services			
Programming and Production	209,369	-	209,369
Broadcasting	120,866	-	120,866
Program Information and Promotion	8,918	-	8,918
Total Program Services	<u>339,153</u>	<u>-</u>	<u>339,153</u>
Supporting Services			
Management and General	168,038	-	168,038
Fundraising and Membership Development	35,051	-	35,051
Underwriting and Grant Solicitation	31,141	-	31,141
Total Supporting Services	<u>234,230</u>	<u>-</u>	<u>234,230</u>
<u>TOTAL EXPENSES</u>	<u>573,383</u>	<u>-</u>	<u>573,383</u>
Change in Net Assets	<u>18,017</u>	<u>11,466</u>	<u>29,483</u>
<u>NET ASSETS AT BEGINNING OF YEAR</u>	<u>186,530</u>	<u>275,776</u>	<u>462,306</u>
<u>NET ASSETS AT END OF YEAR</u>	<u>\$ 204,547</u>	<u>\$ 287,242</u>	<u>\$ 491,789</u>

See Independent Auditors' Report and accompanying notes.

KEDM  
STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2022

<u>SUPPORT AND REVENUE</u>	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>
Federal Grants			
Corp. for Public Broadcasting - Community Service Grant	-	\$ 135,746	\$ 135,746
Contributions			-
Underwriting	57,658	-	57,658
Memberships	93,155	-	93,155
Special Events and Other	6,620	-	6,620
Capital	-	-	-
Fees for Services	5,015	-	5,015
Support Provided by The University of Louisiana at Monroe	320,272	-	320,272
	<u>482,720</u>	<u>135,746</u>	<u>618,466</u>
			-
Net Assets Released from Restrictions			
Satisfaction of Program Restrictions	142,391	(142,391)	-
	<u>142,391</u>	<u>(142,391)</u>	<u>-</u>
<u>TOTAL SUPPORT AND REVENUE</u>	<u>625,111</u>	<u>(6,645)</u>	<u>618,466</u>
 <u>EXPENSES</u>			
Program Services			
Programming and Production	218,145	-	218,145
Broadcasting	125,913	-	125,913
Program Information and Promotion	7,371	-	7,371
Total Program Services	<u>351,429</u>	<u>-</u>	<u>351,429</u>
Supporting Services			
Management and General	167,894	-	167,894
Fundraising and Membership Development	36,992	-	36,992
Underwriting and Grant Solicitation	26,217	-	26,217
Total Supporting Services	<u>231,103</u>	<u>-</u>	<u>231,103</u>
<u>TOTAL EXPENSES</u>	<u>582,532</u>	<u>-</u>	<u>582,532</u>
Change in Net Assets	<u>42,579</u>	<u>(6,645)</u>	<u>35,934</u>
 <u>NET ASSETS AT BEGINNING OF YEAR</u>	<u>143,951</u>	<u>282,421</u>	<u>426,372</u>
 <u>NET ASSETS AT END OF YEAR</u>	<u>\$ 186,530</u>	<u>\$ 275,776</u>	<u>\$ 462,306</u>

See Independent Auditors' Report and accompanying notes.

KEDM  
STATEMENT OF FUNCTIONAL EXPENSES  
FOR THE YEAR ENDED JUNE 30, 2023

	Program Services			Supporting Services				Total Expenses
	Programming and Production	Broadcasting	Program Information and Promotion	Total Program Services	Management and General	Fundraising and Membership Development	Underwriting and Grand Solicitation	
Advertising	-	-	-	-	-	-	-	-
Depreciation Expense	-	-	-	-	1,255	-	-	1,255
Dues and Subscriptions	141	-	-	141	-	-	-	141
Licenses and Fees	100,708	50	1,181	101,939	193	7,032	2,395	111,569
Tower Lease Expense	-	15,000	-	15,000	-	-	-	15,000
Freight	-	75	-	75	-	-	-	75
Fundraising	-	-	-	-	-	-	-	-
Maintenance	-	12,351	-	12,351	-	-	-	12,351
Materials and Supplies	-	2,699	-	2,699	-	-	-	2,699
Occupancy	-	-	-	-	122,547	-	-	122,547
Postage and Shipping	-	-	-	-	-	1,103	-	1,103
Printing	-	-	-	-	-	150	-	150
Professional Fees	-	-	-	-	7,410	-	-	7,410
Salaries and Wages	108,520	42,372	7,737	158,629	30,945	28,766	28,746	245,086
Special Events Expense	-	-	-	-	-	-	-	-
Telephone	-	-	-	-	4,688	-	-	4,688
Transfer Out	-	-	-	-	1,000	-	-	1,000
Travel	-	-	-	-	-	-	-	-
Utilities	-	48,319	-	48,319	-	-	-	48,319
<b>Total Functional Expenses</b>	<b>209,369</b>	<b>120,866</b>	<b>8,918</b>	<b>339,153</b>	<b>166,038</b>	<b>35,051</b>	<b>31,141</b>	<b>573,383</b>

See Independent Auditors' Report and accompanying notes.

KEDM  
STATEMENT OF FUNCTIONAL EXPENSES  
FOR THE YEAR ENDED JUNE 30, 2022

	Program Services			Supporting Services					Total Expenses
	Programming and Production	Broadcasting	Program Information and Promotion	Management and General	Fundraising and Membership Development	Underwriting and Grand Solicitation	Total Supporting Services		
Advertising	-	-	-	-	-	-	-	-	-
Depreciation Expense	-	-	-	1,253	-	-	1,253	1,253	1,253
Dues and Subscriptions	106	-	-	-	-	-	-	106	106
Licenses and Fees	112,886	-	-	374	5,254	30	5,658	118,544	118,544
Tower Lease Expense	-	15,499	-	-	-	-	-	15,499	15,499
Freight	-	372	-	-	-	-	-	372	372
Fundraising	-	-	-	-	-	-	-	-	-
Maintenance	-	25,050	-	-	-	-	-	25,050	25,050
Materials and Supplies	-	2,057	-	624	-	-	624	2,681	2,681
Occupancy	-	-	-	122,577	-	-	122,577	122,577	122,577
Postage and Shipping	-	-	-	-	557	-	557	557	557
Printing	-	-	-	-	1,894	-	1,894	1,894	1,894
Professional Fees	-	-	-	7,125	-	-	7,125	7,125	7,125
Salaries and Wages	105,153	40,236	7,371	31,326	29,287	26,187	86,802	239,562	239,562
Special Events Expense	-	-	-	-	-	-	-	-	-
Telephone	-	-	-	4,613	-	-	4,613	4,613	4,613
Transfer Out	-	-	-	-	-	-	-	-	-
Travel	-	-	-	-	-	-	-	-	-
Utilities	-	42,689	-	-	-	-	-	42,689	42,689
<b>Total Functional Expenses</b>	<b>218,145</b>	<b>125,913</b>	<b>7,371</b>	<b>167,884</b>	<b>38,992</b>	<b>26,217</b>	<b>231,103</b>	<b>582,532</b>	<b>582,532</b>

See Independent Auditors' Report and accompanying notes.

KEDM  
STATEMENTS OF CASH FLOWS  
FOR THE YEARS ENDED JUNE 30, 2023 AND 2022

	<u>2023</u>	<u>2022</u>
<u>Cash Flows from Operating Activities</u>		
Change in Net Assets	\$ 29,483	\$ 35,934
Adjustments to Reconcile Change in Net Assets to Net Cash Provided (Used) by Operating Activities		
Depreciation and Amortization	1,255	1,253
Disposition of Asset	-	-
(Increase) Decrease in Accounts Receivable	(205)	411
(Increase) Decrease in Prepaid Expenses	(371)	1,720
Increase (Decrease) in Accounts Payable	12,036	(2,137)
Increase (Decrease) in Accrued Expenses	-	(31)
Total Adjustments	<u>12,715</u>	<u>1,216</u>
<u>Net Cash Provided (Used) by Operating Activities</u>	<u>42,198</u>	<u>37,150</u>
<u>Cash Flows from Investing Activities</u>		
Purchase of Fixed Assets	<u>-</u>	<u>-</u>
<u>Net Cash Provided (Used) by Investing Activities</u>	<u>-</u>	<u>-</u>
<u>Increase (Decrease) in Cash and Cash Equivalents</u>	<u>42,198</u>	<u>37,150</u>
<u>Claim on Cash, Restricted Cash and Cash Equivalents at Beginning of Year</u>	<u>490,916</u>	<u>453,766</u>
<u>Claim on Cash, Restricted Cash and Cash Equivalents at End of Year</u>	<u>\$ 533,114</u>	<u>\$ 490,916</u>
<u>Supplemental Disclosures of Cash Flow Information</u>		
Cash Paid During the Year for Interest	<u>\$ -</u>	<u>\$ -</u>
<u>Reconciliation of Cash and Restricted Cash</u>		
Cash	\$ 197,750	\$ 179,125
Restricted Cash	<u>335,364</u>	<u>311,791</u>
Total Cash and Restricted Cash	<u>\$ 533,114</u>	<u>\$ 490,916</u>

See Independent Auditors' Report and accompanying notes.

KEDM  
A PUBLIC TELECOMMUNICATIONS ENTITY  
OPERATED BY THE UNIVERSITY OF LOUISIANA AT MONROE  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2023 AND 2022

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

A. Organization

KEDM (the Station) is a noncommercial radio station operated by The University of Louisiana at Monroe. The Station adheres to the standards of accounting and reporting as described in *Principles of Accounting and Financial Reporting for Public Telecommunications Entities* published by the Corporation for Public Broadcasting.

B. Method of Accounting

The financial statements of the Station have been prepared on the accrual method. The significant accounting policies followed by the Station are described below to enhance the usefulness of the financial statements to the reader of accounting and in conformity with Financial Accounting Standards Board (FASB) ASC Section 958.

C. Basis of Presentation

The financial statements have been prepared in accordance with U.S. generally accepted accounting principles ("US GAAP"), which require the organization to report information regarding its financial position and activities according to the following net asset classifications:

Net Assets without donor restrictions: Net assets that are not subject to donor-imposed restrictions and may be expended for any purpose in performing the primary objectives of the organization. These net assets may be used at the discretion of the organization and the board of directors.

KEDM  
A PUBLIC TELECOMMUNICATIONS ENTITY  
OPERATED BY THE UNIVERSITY OF LOUISIANA AT MONROE  
NOTES TO FINANCIAL STATEMENTS (CONTINUED)  
JUNE 30, 2023 AND 2022

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES: (Continued)

C. Basis of Presentation (Continued)

Net Assets with donor restrictions: Net assets subject to stipulations imposed by donors, and grantors. Some donor restrictions will be met by actions of the Organization or by the passage of time. Other donor restrictions are perpetual in nature, where by the donor has stipulated the funds be maintained in perpetuity. Donor restricted contributions are reported as increases in net assets with donor restrictions. When a restriction expires, net assets are reclassified from net assets with donor restrictions to net assets without donor restrictions in the statement of activities.

D. Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

E. Revenue Recognition

Membership contributions and support from the University are recorded as revenue in the Statements of Activities when received.

Grants and other contributions of cash and other assets are reported as support with donor restrictions if they are received with donor stipulations that limit the use of the donated assets. When a donor restriction expires, that is, when a stipulated time restriction ends or purpose restriction is accomplished, 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.

KEDM  
A PUBLIC TELECOMMUNICATIONS ENTITY  
OPERATED BY THE UNIVERSITY OF LOUISIANA AT MONROE  
NOTES TO FINANCIAL STATEMENTS (CONTINUED)  
JUNE 30, 2023 AND 2022

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES: (Continued)

E. Revenue Recognition (Continued)

Contributions received with donor-imposed restrictions that are met in the same year in which the contributions are received are classified as contributions without donor restrictions.

The accounting and reporting of grants is determined by the underlying substance of the transaction. A grant may be accounted for as contribution, an exchange transaction, or a combination of the two. If it is determined to be a contribution, a grant may be considered a conditional or an unconditional grant.

F. Donated Facilities and Administrative Support

Donated facilities and administrative support from the University consist of office and studio space and an allocation of costs and certain other expenses incurred by the University on behalf of the Station.

G. Functional Expenses

Expenses that can be identified with a specific program and support service are allocated directly to that function according to their natural expenditure classification. Other expenses that are common to several functions are allocated by various statistical bases.

H. Income Taxes

The Station is not subject to income taxes as it is a non-commercial public telecommunications entity operated by the University of Louisiana at Monroe.



KEDM  
A PUBLIC TELECOMMUNICATIONS ENTITY  
OPERATED BY THE UNIVERSITY OF LOUISIANA AT MONROE  
NOTES TO FINANCIAL STATEMENTS (CONTINUED)  
JUNE 30, 2023 AND 2022

NOTE 2 - PROPERTY AND EQUIPMENT:

Fixed assets are stated at cost when purchased or constructed. If acquired by gift, they are recorded at an objective, verifiable basis which is, in the judgment of Station management, a fair value for the Station's purposes (no independent third party appraisal is obtained).

Expenditures for repairs and maintenance are charged to operating expense as incurred. Fixed assets are depreciated using the straight-line method over the estimated useful lives (5-30 years) of the individual assets. Depreciation expense amounted to \$1,255 and \$1,253 during the years ended June 30, 2023 and 2022, respectively.

Net property value at June 30, 2023 was as follows:

	<u>At Cost</u>	<u>Accumulated Depreciation</u>	<u>Net</u>
Furniture and Fixtures	12,365	12,365	-
Office Equipment	66,977	66,977	-
Transmitter and Digital Equipment	260,575	259,819	756
Antenna and Transmission Line	127,641	127,641	-
Electronic Equipment	392,598	386,719	5,879
<u>Total</u>	<u>860,156</u>	<u>853,521</u>	<u>6,635</u>

Net property value at June 30, 2022 was as follows:

	<u>At Cost</u>	<u>Accumulated Depreciation</u>	<u>Net</u>
Furniture and Fixtures	12,365	12,365	-
Office Equipment	66,977	66,977	-
Transmitter and Digital Equipment	260,575	259,819	756
Antenna and Transmission Line	127,641	127,641	-
Electronic Equipment	392,598	385,464	7,134
<u>Total</u>	<u>860,156</u>	<u>852,266</u>	<u>7,890</u>

KEDM  
A PUBLIC TELECOMMUNICATIONS ENTITY  
OPERATED BY THE UNIVERSITY OF LOUISIANA AT MONROE  
NOTES TO FINANCIAL STATEMENTS (CONTINUED)  
JUNE 30, 2023 AND 2022

NOTE 3 - NET ASSETS WITH DONOR RESTRICTIONS:

Net Assets with donor restrictions is comprised of revenue from a Corporation for Public Broadcasting (CPB) Community Service Grant (CSG). The CSG contains the following restrictions:

1. No CPB funds shall be used for purposes of conducting any reception, or providing any other entertainment, for any officer or employee of the federal government or any state or local government.
2. No CPB funds shall be used to pay the salary or expenses of any grant or contract recipient, or agent acting for such recipient, related to any activity designed to influence legislation or appropriation before Congress or any state legislature.
3. No CSG funds may be expended on the production, acquisition or distribution of programs which do not qualify under CPB's Broadcast Schedule of eligibility criterion. Such programs include any that further the principles of particular political or religious philosophies, or that are designed primarily for in-school or professional in-service audiences.
4. The station's licensee may not impound or otherwise withhold or inappropriately restrict the use of CSG funds by the station. CSG funds may not be used to supplant funds or other support already being provided to the station by the licensee or to offset budgeting cutbacks by the licensee. For purposes of these General Provisions and Eligibility Criteria, "supplant" is defined as "to reduce the amount of funds or other support already being provided by the licensee in proportion to, or because of, funding through the CSG."
5. CSG funds may not be used to offset an institutional licensee's overhead or expenses.

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NOTES TO FINANCIAL STATEMENTS (CONTINUED)  
JUNE 30, 2023 AND 2022

NOTE 3 - NET ASSETS WITH DONOR RESTRICTIONS: (Continued)

6. CSG funds or proceeds from the liquidation or transfer of assets acquired with CSG funds must be used solely for the benefit of the public broadcast station.
7. Full-time station personnel whose salaries are paid by CSG funds must exercise full-time responsibilities over broadcast station operations. Such personnel shall not be required by the licensee to perform duties unrelated to the operation of the broadcast station.
8. CSG funds shall not be used by the grantee for personnel services, programming (both production and acquisition), or technical facilities in excess of standard amounts usually paid, charged or otherwise applies by the grantee for the same services and facilities under similar circumstances.
9. Grantee agrees that if, at any time during the grant period covered by this agreement, it should cease to provide the public broadcasting services for which this grant is made, it shall, upon request of CPB, return any or all of the grant funds to CPB.
10. Approximately 26 percent of the CSG must be spent on national program production and acquisition. This portion of the CSG must be used exclusively for the acquisition, production, promotion, and/or distribution of national programming of high quality, diversity, creativity, excellence, and innovation, with strict adherence to objectivity and balance in all programs or series of programs of a controversial nature.

During the years ended June 30, 2023 and 2022, net assets were released from grantor restrictions by incurring expenses satisfying the purpose specified by the grantor as follows:

	<u>2023</u>	<u>2022</u>
Corporation for Public Broadcasting	124,971	142,391

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NOTES TO FINANCIAL STATEMENTS (CONTINUED)  
JUNE 30, 2023 AND 2022

NOTE 4 - ACCOUNTS RECEIVABLE:

The Station uses the direct write-off method to provide for uncollectible pledges. Use of this method does not result in a material difference from the valuation method required by accounting principles generally accepted in the United States of America.

NOTE 5 - SUBSEQUENT EVENTS:

Subsequent events have been evaluated through January 31, 2024, which is the day the financial statements were available to be issued. No significant events have occurred since that date that would require disclosure in the financial statements.

NOTE 6 - LIQUIDITY AND AVAILABILITY OF FINANCIAL ASSETS:

The following reflects the Station's financial assets as of the balance sheet date of June 30, 2023 and June 30, 2022, reduced by amounts not available for general use because of contractual or donor-imposed restrictions within one year of the balance sheet date.

	<u>June 30, 2023</u>	<u>June 30, 2022</u>
Financial Assets:	533,319	490,916
Less those unavailable for general expenditure within one year, due to:		
Donor-restricted by CPB Grant (See Note 3)	<u>287,242</u>	<u>275,776</u>
Financial assets availability to meet cash needs for general expenditure, within one year	<u>246,077</u>	<u>215,140</u>

In addition to financial assets available to meet general expenditures over the year, the Station anticipates covering its general expenditures using the income generated from its normal operations.

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NOTES TO FINANCIAL STATEMENTS (CONTINUED)  
JUNE 30, 2023 AND 2022

NOTE 7- RESTRICTED CASH:

Restricted Cash consists of grant funds held from the Corporation for Public Broadcasting Community Service Grant described in Note 3, including \$186,878 from the American Rescue Plan Grant.

NOTE 8 - CONTRIBUTED NONFINANCIAL ASSETS:

The Entity received the following contributions of nonfinancial assets from the general public for the years ending June 30, 2023 and 2022:

	<u>2023</u>	<u>2022</u>
Vehicles	815	6,140

Contributed vehicles received by the entity are immediately sent to auction to be sold and are recorded as in-kind contribution revenue for the corresponding amount received.

The entity receives in-kind contributions of time and pro bono services from members of the community and volunteers related to program services, special events, and fund-raising campaigns. Donated services are recognized as in-kind revenues at their estimated fair value if the services (a) increase or enhance nonfinancial assets or (b) require specialized skills that would need to be purchased if they were not donated. Donated services are reported using current rates for similar services. No amounts have been recognized in the accompanying statements of activities for the years ended June 30, 2023 and 2022, because the criteria for recognition have not been satisfied.

Donated facilities and administrative support from the University consist of office and studio space, tower and an allocation of costs and certain other expenses incurred by the University on behalf of the station. Donated support from the University is valued based on actual costs for Administrative support per time records and utilities and fair market value of space and tower usage. Indirect costs are determined by a formula required by the Corporation for Public Broadcasting.

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 NOTES TO FINANCIAL STATEMENTS (CONTINUED)  
 JUNE 30, 2023 AND 2022

NOTE 8 - CONTRIBUTED NONFINANCIAL ASSETS: (Continued)

The Entity received the following contributions of nonfinancial assets from the general public for the years ending June 30, 2023 and 2022:

	<u>2023</u>	<u>2022</u>
Administrative Wages and Benefits	129,815	141,247
Tower Rent	15,000	13,750
Utilities	48,319	42,699
Office Space	15,772	15,772
Indirect Costs of Other Expenses	106,775	106,804

SUPPLEMENTAL INFORMATION

KEDM  
 A PUBLIC TELECOMMUNICATIONS ENTITY  
 OPERATED BY THE UNIVERSITY OF LOUISIANA AT MONROE  
 SCHEDULE OF COMPENSATION, BENEFITS, AND OTHER PAYMENTS TO  
 AGENCY HEAD OR CHIEF EXECUTIVE OFFICER  
 FOR THE YEAR JUNE 30, 2023

AGENCY HEAD NAME/TITLE: JAY CURTIS  
 DIRECTOR OF UNIVERSITY BROADCASTING

<u>Purpose</u>	<u>Amount Paid with State Funds</u>
Salary	57,251
Benefits-insurance	5,367
Benefits-retirement	13,806
Reimbursement - Meals	-
Reimbursements - Supplies	150
Travel	-
Registration Fees	-
 <u>Total</u>	 <u>76,574</u>



KEDM  
A PUBLIC TELECOMMUNICATIONS ENTITY  
OPERATED BY THE UNIVERSITY OF LOUISIANA AT MONROE  
SCHEDULE OF FINDINGS AND RESPONSES  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2023

Compliance Finding 2023-001:

Condition: The audit was not submitted to the Louisiana Legislative Auditor by the required deadline.

Criteria: The Louisiana Legislative Auditor requires the audit to be submitted online no later than six months after the fiscal year end.

Cause: The entity was not able to timely gather the documents required to complete the audit.

Effect: This finding does not have a material effect on the financial statements.

Recommendation: The entity should maintain documents readily available for audit.

Response: Management agrees with this finding.

KEDM  
A PUBLIC TELECOMMUNICATIONS ENTITY  
OPERATED BY THE UNIVERSITY OF LOUISIANA AT MONROE  
SUMMARY OF PRIOR YEAR FINDINGS  
FOR THE YEAR ENDED JUNE 30, 2023

Compliance Finding 2022-001:

Condition: The audit was not submitted to the Louisiana Legislative Auditor by the required deadline.

Status:     Uncleared