ROARING FORK PUBLIC RADIO, INC.
(DBA: ASPEN PUBLIC RADIO)

FINANCIAL STATEMENTS

December 31, 2023 and 2022

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REESE HENRY
& COMPANY, INC.
CERTIFIED PUBLIC ACCOUNTANTS

INDEPENDENT AUDITOR'S REPORT

The Board of Directors
Roaring Fork Public Radio, Inc.
Aspen, Colorado

Opinion

We have audited the accompanying financial statements of Roaring Fork Public Radio, Inc. (DBA: Aspen Public Radio, a nonprofit organization), which comprise the statements of financial position as of December 31, 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 Roaring Fork Public Radio, Inc. as of December 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 Auditor's Responsibilities for the Audit of the financial statements section of our report. We are required to be independent of Roaring Fork Public Radio, Inc. and to meet our other ethical responsibilities in accordance with the relevant ethical requirements related 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 Roaring Fork Public Radio, Inc.'s ability to continue as a going concern within one year after the date that the financial statements are available to be issue.

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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 it 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 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 aggregate, they would influence the judgement made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards, we:

- Exercise professional judgement 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 Roaring Fork Public Radio, Inc.'s internal controls. 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 judgement, there are conditions or events, considered in the aggregate, that raise substantial doubt about Roaring Fork Public Radio, Inc.'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 we identified during the audit.

Reese Henry & Company, Inc.

Certified Public Accountants
Aspen, Colorado
May 24, 2024

ROARING FORK PUBLIC RADIO, INC.
(DBA: ASPEN PUBLIC RADIO)

STATEMENTS OF FINANCIAL POSITION
December 31, 2023 and 2022

	2023	2022
ASSETS		
Cash	$ 65,607	$ 167,075
Restricted Cash	49,540	-
Account Receivables	30,967	22,552
Employee Receivables	3,047	3,075
Grant Receivables	9,500	19,000
Investments	984,325	1,049,944
Investment in Sunlight Peak, LLC.	10,706	16,124
Property and Equipment, net	134,967	139,066
Security Deposits	4,568	4,568
Restricted Investments	280,000	340,000
TOTAL ASSETS	**$ 1,573,227**	**$ 1,761,404**
LIABILITIES AND NET ASSETS		
LIABILITIES		
Accounts Payable	$ 31,622	$ 24,633
Accrued Payroll Expenses	51,338	26,745
Deferred Revenue	25,618	39,056
TOTAL LIABILITIES	**108,578**	**90,434**
NET ASSETS		
Without Donor Restrictions		
Undesignated	546,202	732,563
Designated by the Board for Operating Reserve	579,407	579,407
Total Net Assets Without Donor Restrictions	1,125,609	1,311,970
With Donor Restrictions		
Purpose Restrictions	109,540	120,000
Time Restrictions	9,500	19,000
Perpetual in Nature	220,000	220,000
Total Net Assets With Donor Restrictions	339,040	359,000
TOTAL NET ASSETS	**1,464,649**	**1,670,970**
TOTAL LIABILITIES AND NET ASSETS	**$ 1,573,227**	**$ 1,761,404**

See accompanying notes and Independent Auditor’s Report.

ROARING FORK PUBLIC RADIO, INC.
(DBA: ASPEN PUBLIC RADIO)

STATEMENT OF ACTIVITIES
For the Year Ended December 31, 2023

	Without Donor Restrictions	With Donor Restrictions	Total
SUPPORT AND REVENUES			
Contributions	$ 512,491	$ -	$ 512,491
Grants	232,149	107,499	339,648
Sponsorship	57,000	-	57,000
Underwriting Revenue - Paid	254,889	-	254,889
Underwriting Revenue - Trade	26,300	-	26,300
Special Events, Net	(19,631)	-	(19,631)
Service Income	73,901	-	73,901
Rental Income	3,110	-	3,110
Online Store Sales	446	-	446
Other Revenue	4,169	-	4,169
Investment Return, Net	124,695	-	124,695
Bank Interest Income	149	-	149
Net Assets Released From Restrictions:			
Satisfaction of Program Restrictions	127,459	(127,459)	-
TOTAL SUPPORT AND REVENUES	**1,397,127**	**(19,960)**	**1,377,167**
EXPENSES			
Program Services	1,201,169	-	1,201,169
General and Administrative	246,248	-	246,248
Fundraising	136,071	-	136,071
TOTAL EXPENSES	**1,583,488**	**-**	**1,583,488**
CHANGE IN NET ASSETS	**(186,361)**	**(19,960)**	**(206,321)**
NET ASSETS, January 1	**1,311,970**	**359,000**	**1,670,970**
NET ASSETS, December 31	**$ 1,125,609**	**$ 339,040**	**$ 1,464,649**

See accompanying notes and Independent Auditor's Report.

ROARING FORK PUBLIC RADIO, INC.
(DBA: ASPEN PUBLIC RADIO)

STATEMENT OF ACTIVITIES
For the Year Ended December 31, 2022

	Without Donor Restrictions	With Donor Restrictions	Total
SUPPORT AND REVENUES			
Contributions	$ 573,237	$ -	$ 573,237
Grants	250,890	66,971	317,861
In-Kind Donations	5,773	-	5,773
Sponsorship	36,500	-	36,500
Underwriting Revenue - Paid	272,912	-	272,912
Underwriting Revenue - Trade	80,200	-	80,200
Service Income	38,544	-	38,544
Rental Income	2,930	-	2,930
Online Store Sales	808	-	808
Other Revenue	7,176	-	7,176
Investment Return, Net	(213,390)	-	(213,390)
Bank Interest Income	34	-	34
Net Assets Released From Restrictions:			
Satisfaction of Program Restrictions	132,328	(132,328)	-
TOTAL SUPPORT AND REVENUES	**1,187,942**	**(65,357)**	**1,122,585**
EXPENSES			
Program Services	1,242,639	-	1,242,639
General and Administrative	218,743	-	218,743
Fundraising	142,598	-	142,598
TOTAL EXPENSES	**1,603,980**	**-**	**1,603,980**
CHANGE IN NET ASSETS	**(416,038)**	**(65,357)**	**(481,395)**
NET ASSETS, January 1	**1,728,008**	**424,357**	**2,152,365**
NET ASSETS, December 31	**$ 1,311,970**	**$ 359,000**	**$ 1,670,970**

See accompanying notes and Independent Auditor's Report.

ROARING FORK PUBLIC RADIO, INC.
(DBA: ASPEN PUBLIC RADIO)

STATEMENT OF FUNCTIONAL EXPENSES
For the Year Ended December 31, 2023

	Program Expenses	General and Administrative	Fundraising	Total
Salaries and Wages	$ 557,763	$ 118,202	$ 78,969	$ 754,934
Employee Benefits	58,546	10,772	7,196	76,514
Payroll Taxes	46,522	9,859	6,587	62,968
Legal Fees	-	3,384	-	3,384
Accounting Fees	5,721	50,700	810	57,231
Contract Labor	74,025	23,496	-	97,521
Professional Services	15,295	-	9,830	25,125
Advertising and Promotion	20,344	3,337	13,913	37,594
Office Expenses	12,310	2,931	8,859	24,100
Information Technology	22,821	4,196	3,876	30,893
Occupancy	70,043	3,499	3,499	77,041
Travel	4,256	-	-	4,256
Depreciation	20,223	2,247	-	22,470
Insurance	10,721	8,982	441	20,144
Community Education	37,462	-	-	37,462
Communications	9,524	960	289	10,773
Meals and Entertainment	744	3,683	1,802	6,229
Equipment Purchases	7,727	-	-	7,727
Programming Expenses	227,122	-	-	227,122
Cost of Direct Benefits to Donors	-	-	36,567	36,567
Total expenses by function	1,201,169	246,248	172,638	1,620,055
Less expenses included with revenues on the statement of activities				
Cost of Direct Benefits to Donors	-	-	(36,567)	(36,567)
Total Expenses Included in the Expense Section on the Statement of Activities	**$ 1,201,169**	**$ 246,248**	**$ 136,071**	**$ 1,583,488**

See accompanying notes and Independent Auditor's Report.

ROARING FORK PUBLIC RADIO, INC.
(DBA: ASPEN PUBLIC RADIO)

STATEMENT OF FUNCTIONAL EXPENSES
For the Year Ended December 31, 2022

	Program Expenses	General and Administrative	Fundraising	Total
Salaries and Wages	$ 549,732	$ 113,975	$ 83,140	$ 746,847
Employee Benefits	67,507	9,581	7,547	84,635
Payroll Taxes	45,456	9,364	7,376	62,196
Legal Fees	2,543	880	-	3,423
Accounting Fees	9,667	51,137	1,569	62,373
Contract Labor	80,673	-	-	80,673
Professional Services	8,774	7,740	15,282	31,796
Advertising and Promotion	58,349	1,643	5,832	65,824
Office Expenses	17,887	4,964	10,022	32,873
Information Technology	32,956	-	4,052	37,008
Occupancy	69,967	3,388	3,388	76,743
Travel	12,101	-	-	12,101
Depreciation	20,870	-	-	20,870
Insurance	10,208	8,875	418	19,501
Communications	6,114	2,698	2,011	10,823
Meals and Entertainment	317	3,218	1,961	5,496
Equipment Purchases	24,421	1,280	-	25,701
Programming Expenses	198,927	-	-	198,927
Total Expenses Included in the Expense Section on the Statement of Activities	**$ 1,242,639**	**$ 218,743**	**$ 142,598**	**$ 1,603,980**

See accompanying notes and Independent Auditor's Report.

ROARING FORK PUBLIC RADIO, INC.
(DBA: ASPEN PUBLIC RADIO)

STATEMENTS OF CASH FLOWS
For the Years Ended December 31, 2023 and 2022

	2023	2022
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in Net Assets	$ (206,321)	$ (481,395)
Adjustments to Reconcile Change in Net Assets to Net Cash from Operating Activities:		
Depreciation Expense	22,470	20,870
Unrealized (Gain) Loss on Investments	(135,368)	147,317
Realized Gain	33,582	78,241
(Increase) Decrease in Assets:		
Account Receivables	(8,415)	3,841
Employee Receivables	28	(1,911)
Grant Receivables	9,500	(19,000)
Investments - Other	5,418	13,163
Increase (Decrease) in Liabilities:		
Accounts Payable	6,989	1,877
Increase (Decrease) in Payroll Liabilities:	24,593	(7,909)
Deferred Revenue	(13,438)	18,291
NET CASH PROVIDED BY OPERATING ACTIVITIES	**(260,962)**	**(226,615)**
CASH FLOWS FROM INVESTING ACTIVITIES		
Proceeds from the Sale of Investments	(2,698,894)	(4,273,077)
Purchase of Investments	2,675,985	4,260,908
Purchase of Property and Equipment	(18,371)	(9,767)
NET CASH PROVIDED BY (USED IN) INVESTING ACTIVITIES	**(41,280)**	**(21,936)**
CASH FLOWS FROM FINANCING ACTIVITIES		
Transfer of Funds from Investment Portfolio to Checking	250,314	-
NET CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES	**250,314**	**-**
NET INCREASE IN CASH AND CASH EQUIVALENTS	**(51,928)**	**(248,551)**
CASH AND RESTRICTED CASH, January 1	**167,075**	**415,626**
CASH AND RESTRICED CASH, December 31	**$ 115,147**	**$ 167,075**
CASH CONSISTS OF:		
Without Restrictions	$ 65,607	$ 167,075
With Restrictions	49,540	-
	$ 115,147	$ 167,075

See accompanying notes and Independent Auditor's Report.

ROARING FORK PUBLIC RADIO, INC.
(DBA: ASPEN PUBLIC RADIO)

NOTES TO FINANCIAL STATEMENTS
December 31, 2023 and 2022

1. NATURE OF ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

ORGANIZATION AND PURPOSE
Roaring Fork Public Radio, Inc. (the Station) was incorporated October 9, 1980 as a Colorado nonprofit corporation. The Station operates as Aspen Public Radio. The Station is organized to broadcast non-commercial, nonprofit radio, serving the communities of the Roaring Fork, Frying Pan, Colorado, and Crystal River Valleys with predominantly cultural, educational, and informational radio service.

BASIS OF ACCOUNTING
The financial statements of the Station have been prepared on the accrual basis, which is in accordance with generally accepted accounting principles in the United States (GAAP). The significant accounting policies are described below to enhance the usefulness of the financial statements to the reader.

FINANCIAL STATEMENT PRESENTATION
Net assets, revenues, 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. The board of directors has designated, from net assets without donor restrictions, net assets for an operating reserve.

Net Assets with Donor Restrictions: Net assets subject to donors (or certain grantors) 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 those resources be maintained in perpetuity. 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.

CASH AND CASH EQUIVALENTS
Cash and cash equivalents include all cash held in deposits and temporary investments with an original maturity of three months or less. On December 31, 2023 and 2022 there were no cash equivalents.

ACCOUNT RECEIVABLES
Account receivables are stated at the amount management expects to collect from outstanding balances. Management provides for probable uncollectible amounts through a provision for bad debt expense and an adjustment to a valuation allowance based on its assessment of the current status of individual accounts. Balances that are still outstanding after management has made reasonable collection efforts are written off through a charge to the valuation allowance and a credit to accounts receivable. Changes in the valuation allowance have not been material to the financial statements.

Management has reviewed balances for the years ended December 31, 2023 and 2022 and believes that substantially all amounts are collectible.

INVESTMENTS

The Station carries investments in marketable securities with readily determinable fair values and all investments in debt securities at their fair values in the Statement of Financial Position. Unrealized gains and losses are included in the change in net assets in the accompanying Statement of Activities.

FAIR VALUE MEASUREMENTS

The Station is subject to the provisions of *Fair Value Measurements and Disclosures* Topic of FASB ASC. This standard requires use of a fair value of hierarchy that prioritizes the inputs to valuation techniques used to measure fair value into three levels: quoted market prices in active markets for identical assets and liabilities (Level 1); inputs other than quoted market prices that are observable for the asset or liability, either directly or indirectly (Level 2); and unobservable inputs for the asset or liability (Level 3).

PROPERTY AND EQUIPMENT

The Station capitalizes all additions to property and equipment in excess of $1,000. Purchased property and equipment are carried at cost. Donated property and equipment are carried at fair value at the date of donation. Such donated property is reported as undesignated 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 donor restricted support. Absent donor stipulations regarding how long those donated assets must be maintained, the Station reports expirations of donor restrictions when the donated or acquired assets are placed in service as instructed by the donor. The Station reclassifies donor restricted net assets to undesignated net assets at that time. Property and equipment are depreciated over their estimated useful lives of 3 to 40 years primarily using the straight-line method.

The Station's lease specifies that upon termination the Landlord may require the Station to return the leased premises to the original condition prior to the commencement of this lease. Management does not believe the Landlord will require the Station to restore the premises to their original condition given the improvements made. Therefore, an asset retirement obligation has not been included in the financial statements. In the unlikely case that the Station will be required to remove the improvements, the estimated cost to restore would be immaterial.

COMPENSATED ABSCENSES

Full-time, permanent employees of the Station earn a vested right to compensation for unused vacation time. If accrued vacation time is not used fully in the year it is earned, those hours will be carried into future years, subject to maximum accruals which are dependent on years of employment. Accordingly, the Station has accrued a liability for vacation time that employees have earned but not yet taken. As of December 31, 2023 and 2022 total accrued vacation time was $51,338 and $26,745, respectively.

DEFERRED REVENUE

The Station recognizes revenue when the services are performed. Deferred revenue on December 31, 2023 and 2022 consists of underwriting revenue which totals $25,618 and $39,056, respectively.

CONTRIBUTIONS
Contributions received are recorded as without donor restrictions or with donor restrictions, depending on the existence or nature of any donor restrictions.

All donor-restricted support is reported as an increase in net assets with donor restrictions depending on the nature of the restriction. When a 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.

UNDERWRITING REVENUE
Underwriting revenue is received from corporate sponsors as well as non-profit organizations for on-air announcements. The Station recognizes underwriting revenue as credits are aired, deferring any revenue related to unaired credits.

For the year ended December 31, 2023, $26,300 of underwriting revenue was received as trade for services and is included in underwriting revenue on this financial statement. The amount included $4,200 in advertising and printing, $15,300 in professional fees, $4,800 in office supplies and $2,000 in health benefits for employees.

For the year ended December 31, 2022, $80,200 of underwriting revenue was received as trade for services and is included in underwriting revenue on this financial statement. The amount included $51,000 in advertising and printing, $14,600 in professional fees, $9,600 in office supplies and $5,000 in goods.

DONATED SERVICES
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 if not provided by donation. Services meeting the above criteria are recorded at their fair value in the period received. For the years ended December 31, 2023 and 2022, no contributed services met these requirements.

INCOME TAX STATUS
The Station is organized as a Colorado nonprofit corporation and has been recognized by the IRS as exempt from federal income taxes under IRC Section 501(c)(3) of the Internal Revenue Code, qualify for charitable contribution deduction under IRC Sections 170(b)(1)(A)(vi) , and has been classified as other than a private foundation under IRC Sections 509(a)(a) and (3). The Station is annually required to file a Return of Organization Exempt from Income Tax (Form 990) with the IRS. In addition, the Station is subject to income tax on net income that is derived from business activities that are unrelated to their exempt purpose. For the years ended December 31, 2023 and 2022r, the Station was not subject to unrelated business income tax and has not filed an Exempt Organization Business Income Tax Return (Form 990-T) with the IRS.

FUNCTIONAL ALLOCATION OF EXPENSES
The costs of producing the various programs and activities have been summarized on a functional basis in the statement of activities. The statement of functional expenses presents the natural classification

detail of expenses by function. Accordingly, certain costs have been allocated among the programs and supporting services benefited. The financial statements report certain categories of expenses that are attributed to more than one program or supporting function. Accordingly, certain costs have been allocated among the programs and supporting services benefited on the basis of estimates of time and effort.

ADVERTISING
The Station expenses advertising costs as incurred. Total advertising expenses for the years ended December 31, 2023 and 2022 were $33,394 and $65,824, respectively. For the years ended December 31, 2023 and 2022, the Station received $4,200 and $51,000, respectively, of total advertising expenses in trade for underwriting revenue.

USE OF ESTIMATES
The preparation of financial statements includes the use of estimates that affect the financial statements. Accordingly, actual results could differ from those estimates.

DATE OF MANAGEMENT'S REVIEW
Management has evaluated subsequent events through May 24, 2024, which is the date the financial statements were available to be issued.

2. LIQUIDITY AND AVAILABILITY

Financial assets available for general expenditure, that is, without donor or other restrictions limiting their use, within one year of the balance sheet dates of December 31, 2023 and 2022 comprise of the following.

	2023	2022
Cash and Cash Equivalents	$ 65,607	$ 167,075
Cash Held in Investments	13,867	134,436
Accounts Receivable	34,014	25,627
Accounts Payable	(31,622)	(24,633)
Release of Purpose/Time Restricted Funds	69,500	69,500
Operating Investments	970,458	915,508
	$ 1,121,824	$ 1,287,513

Occasionally, the Board designates a portion of any operating surplus to its operating reserve. As of December 31, 2023 and 2022, the board designated operating reserve balance was $579,407. These funds are available if necessary.

The Station's endowment fund consists of a donor-restricted endowment. Income from the donor-restricted endowment is available for general use. Donor-restricted endowment funds are not available for general expenditure. As of December 31, 2023 and 2022, total donor-restricted endowment funds are $220,000.

3. INVESTMENTS

Investments on December 31, 2023 and 2022 are stated at fair value and consist exclusively of:

	2023	2022
Money Funds	$ 13,867	$ 134,436
Equity Funds	1,250,458	-
Fixed Income Funds	-	1,255,508
Total Investments	$ 1,264,325	$ 1,389,944
Investment in Sunlight Peak, LLC	$ 10,706	$ 16,124

Investment return is summarized as follows:

	2023	2022
Interest and Dividends	$ 29,327	$ 19,490
Unrealized Gain/(Loss)	135,368	(147,317)
Realized Gain/(Loss)	(33,582)	(78,241)
Investment Management Fees	(6,418)	(7,322)
Total Investment Return, Net	$ 124,695	$ (213,390)

4. FAIR VALUE MEASUREMENTS

The fair value option was chosen to measure all financial assets and liabilities in order to mitigate volatility in reported changes in net assets. The carrying amount reported in the statement of financial position for cash and cash equivalents, accounts receivable, accounts payable and accrued liabilities approximate fair value because of the immediate or short-term maturities of these financial instruments.

Investments measured on a recurring basis and reported at fair value are classified and disclosed in one of the three fair value hierarchy categories.

The following table summarizes the valuation of the Station's investments by the above fair value hierarchy levels on December 31, 2023 and 2022:

	December 31, 2023			
	Fair Value	Level 1	Level 2	Level 3
Money Funds	$ 13,867	$ 13,867	$ -	$ -
Equity Funds	1,250,458	1,250,458	-	-
Investment in Sunlight Peak, LLC	10,706	-	-	10,706
	$1,275,031	$1,264,325	$ -	$ 10,706

	December 31, 2022			
	Fair Value	Level 1	Level 2	Level 3
Money Funds	$ 134,436	$ 134,436	$ -	$ -
Fixed Income Funds	1,255,508	1,255,508	-	$ -
Equities		-	-	-
Investment in Sunlight Peak, LLC	16,124	-	-	16,124
	$1,406,068	$1,389,944	$ -	$ 16,124

The Station's investment in Sunlight Peak, LLC consists of $76,089 in capital contributions. Sunlight Peak, LLC ("Sunlight"), is a Colorado non-profit limited liability company owned by three non-profit organizations to jointly share in the construction and maintenance costs of the Sunlight Peak transmitter tower. For the years ended December 31, 2023 and 2022, the investment was adjusted by $5,419 and $13,163, respectively, to record the investment at fair value. As of December 31, 2023 and 2022, the fair value of the investment was $10,706 and $16,124, respectively.

Sunlight is a nonprofit 501(c)(3) organization with a fiscal year end of June 30. Sunlight filed Form 990-EZ for the fiscal year ended June 30, 2023 and 2022. For the year ended June 30, 2023, the 990-EZ showed net assets and assets of $32,121. For the year ended June 30, 2022, the 990-EZ showed net assets and assets of $63,553. Both years were reported on the accrual basis of accounting.

5. PROPERTY AND EQUIPMENT

Property and equipment on December 31, 2023 and 2022 consisted of the following:

	2023	2022
Building and Improvements	$ 73,362	$ 73,362
Radio Equipment	179,784	179,784
Furniture and Fixtures	10,966	10,966
Computer Equipment	140,144	121,773
Phone Equipment	8,399	8,399
	412,655	394,284
Less Accumulated Depreciation	(277,688)	(255,218)
Property and Equipment, Net	$ 134,967	$ 139,066

Depreciation expense was $22,470 and $20,870 for the years ended December 31, 2023 and 2022, respectively.

6. BOARD DESIGNATED NET ASSETS

Board designated funds are set aside based on formal board designations and are designated as operating reserve funds. The funds are available if necessary. At December 31, 2023 and 2022, the balance of board designated net assets was $579,407.

7. NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions as of December 31, 2023 and 2022 are restricted for the following purposes or periods.

	2023	2022
Arts and Culture Desk	$ 60,000	$ 120,000
Grants Receivable	9,500	19,000
Asset and Acquisition Grant (City of Aspen)	49,440	-
Voice Lessons (Colorado Broadcaster's Association)	100	-
Donor funds to be held in perpetuity	220,000	220,000
Net Assets with Donor Restrictions	$ 339,040	$ 359,000

Net assets were released from donor restrictions are as follows for the years ended December 31, 2023 and 2022.

	2023	2022
Satisfaction of Purpose Restrictions		
Arts and Culture Desk	$ 60,000	$ 70,000
CPB Grant	41,800	38,471
Sonic ID Initiative	-	10,000
Asset and Acquisition Grant (City of Aspen)	560	-
Emergency Preparedness Plan	15,000	-
Spanish Translation	-	4,357
Voice Lessons (Colorado Broadcaster's Association)	599	-
Satisfaction of Time Restriction	9,500	9,500
	$ 127,459	$ 132,328

8. ENDOWMENT

The Station's endowment consists of funds established to provide the Station with a continual source of earnings. As required by generally accepted accounting principles, net assets associated with endowment funds are classified and reported based on the existence or absence of donor-imposed restrictions.

The Board of Directors of the Station has not adopted the Uniform Prudent Management of Institutional Funds Act (UPMIFA). Though they have not adopted this Act, the Board classifies as permanently restricted net assets (a) the original value of gifts donated to the permanent endowment, (b) the original value of subsequent gifts to the permanent endowment, and (c) accumulations to the permanent endowment made in accordance with the direction of the applicable donor gift instrument at the time the accumulation is added to the fund.

The expendable investment income from the corpus, which includes interest and dividends, realized and unrealized gains, net of administrative fees, is included in the unrestricted net assets. The Station is committed to preserving the corpus of the endowment funds.

The Station has a formal investment policy. Under this policy, management of the Endowment Fund is delegated to the Finance Committee. The Finance Committee has chosen one of its members as lead Manager to execute trades in conformance with the Policy, with the concurrence of the Treasurer.
The Station's spending policy is to only spend earnings and not invade corpus per the agreements with donors.

The endowment fund balance for December 31, 2023 and 2022 was $220,000 with no changes in endowment net assets for the years ended December 31, 2023 and 2022.

9. RELATED PARTIES

The Station's executive director serves on the board of Rocky Mountain Community Radio ("RMCR"). On May 17, 2022, the Station signed a Memorandum of Understanding in which the Station agreed to manage and oversee the RMCR managing editor position. The Station will employ and provide supervision, professional development opportunities and compensation. In return RMCR will reimburse the Station for the costs related to the managing editor. The agreement started on July 1, 2022 and ends December 31, 2024. As of December 31, 2023 and 2022 RMCR had reimbursed the station $73,901 and $35,545, respectively. No amounts were outstanding.

10. CONCENTRATION OF RISKS

CREDIT RISK
The Station places its cash with federally insured financial institutions. At times, the balances at these financial institutions may exceed the FDIC (U.S. Federal Deposit Insurance Corporation) insured limit of $250,000. On December 31, 2023 and December 31, 2022, the Station had no cash that was not covered by FDIC insurance.

ECONOMIC DEPENDENCY
The Station operates from a single location and relies on its broadcasting assets to serve its coverage areas within the Roaring Fork, Frying Pan, Colorado, and Crystal River Valleys. The Station's broadcasting assets (including transmission towers) are located in various leased properties that may not be easily replaced or substituted with different properties. If the Station is required to change the locations of its broadcasting assets, it may need to settle with less-than-ideal locations or invest in additional broadcasting assets to maintain its coverage areas.

For the years ended December 31, 2023 and 2022, the Station received approximately 14% and 15%, respectively, of its revenue from the Corporation for Public Broadcasting (CPB). CPB funds are subject to certain use and reporting requirements. Should CPB determine funds were not spent properly, the Station may be required to return the funds. The Station believes all CPB funds have been spent in accordance with CPB's restrictions.

11. OPERATING LEASES

The Station leases office space from the City of Aspen under a one-year lease that expired December 31, 2023. Rent expense for the years ended December 31, 2023 and 2022 were $51,744 and $50,232, respectively. A security deposit of $3,806 is included in these financial statements. On December 22, 2023, the Station renegotiated the lease for an additional one-year term with monthly payments of $4,441.

The Station had initially signed a lease for a radio transmitter site on Smuggler Mountain in Aspen in January 1989. Subsequent to that time, the land changed owners and the Station is currently working to secure formal acknowledgment from the current landowner, Investlink. The Station is currently seeking approval of a second fifteen-year renewal period which will run from February 29, 2020, to February 28, 2035. The lease calls for a rent of one dollar per year and allows the Station to sublease space on its transmitter tower; if the Station subleases space at the site, the lessor is to receive 30% of the sublease revenue until all costs for the transmitter tower, building, and equipment have been paid in full. After these costs have been paid in full the lessor is to receive 50% of sublease revenue. There is currently one (1) sublease, effective July 1, 2019, with BS&T Wireless, Incorporated, at a monthly rate of $200 for a total of $2,400 in Year 1, increasing by 3% yearly, for a period of five (5) years, terminating on June 30, 2024. During 2023 and 2022 total sublease rents were $2,710 and $2,630, respectively.

The Station entered into a land lease agreement with POW, Inc. for access to the radio booster antenna and associated equipment located on Iron Mountain near Glenwood Springs through May 31, 2015. The lease included an option to renew for an additional ten years, terminating May 31, 2025. The lessor has the option to receive 50% of the lease payments in trade radio spots. There is a cancellation fee of $3,000 on the lease. For the years ending December 31, 2023 and 2022, the lease expense was $5,532, respectively.

Future minimum payments under all lease agreements are as follows for the year ending December 31, 2024:

	Office Lease	Tower Lease	Sublease Income
2024	$ 53,292	$ 5,532	$ 2,800
2025	-	2,305	$ 2,885
2026	-	-	$ 2,975
2027	-	-	$ 3,065
2028	-	-	$ 3,160
	$ 53,292	$ 7,837	$ 14,885

Total expenses under these leases for the years ended December 31, 2023 and 2022 was $57,276 and $55,764, respectively.

ASC Topic 840, *Leases*, became applicable for non-public entities for fiscal years beginning after December 15, 2021. For the years ended December 31, 2023 and December 31, 2022 the Radio Station's leases have been reviewed for applicability. The tower lease falls under the guidance of ASC Topic 840 but would result in an immaterial difference to the balance sheet. Based on this, no adjustment has been made.

12. SPECIAL EVENTS, Net

Direct costs of the special event have been netted with special event revenue. Special events revenue consisted of $16,936 and direct costs consisted of $36,567 as of December 31, 2023. No special event was held in 2022.

13. RETIREMENT PLAN

The Station offers its staff the option to participate in a retirement plan pursuant to section 403(b) of the Internal Revenue Code. Staff contributions are voluntary and are made on a pre-tax basis. The Station has no obligation to make employer contributions. The Station does voluntarily make contributions based on the employee manual in accordance with its policy. This is a matching program that starts during the second year of continual employment as a match to the employees' voluntary contribution. The matching contribution by the Station is based on the length of employment and will at no time exceed 6% of the employee's salary. For the years ended December 31, 2023 and 2022, the Station's contributions totaled $4,332 and $6,599, respectively.