

The Nathan B. Stubblefield Foundation. Inc.

Financial Statements
and Supplemental Information

Years Ended September 30, 2024 and 2023



WIPFLI

Independent Auditor's Report

To the Board of Directors
The Nathan B. Stubblefield Foundation, Inc.
Tampa, Florida

Opinion

We have audited the accompanying financial statements of The Nathan B. Stubblefield Foundation. Inc. (the "Station"), a nonprofit organization, which comprise the statement of financial position as of September 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 accompanying financial statements referred to above present fairly, in all material respects, the financial position of The Nathan B. Stubblefield Foundation. Inc. as of September 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 The Nathan B. Stubblefield Foundation. Inc. 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 Year Financial Statements

The financial statements of The Nathan B. Stubblefield Foundation. Inc. as of September 30, 2023, were audited by other auditors whose report dated April 4, 2024, expressed an unmodified opinion on those financial statements. As more fully described in Note 11 to the financial statements, the Station has adjusted its 2023 financial statements to retrospectively apply the correction of error. The other auditors reported on the 2023 financial statements before the retrospective adjustment.

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 The Nathan B. Stubblefield Foundation. Inc.'s ability to continue as a going concern for one year after the date the financial statements are available to be issued.

Auditor's Responsibilities for the Audit of the Financial Statements

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

In performing an audit in accordance with GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of The Nathan B. Stubblefield Foundation. Inc.'s internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about The Nathan B. Stubblefield Foundation. 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 that we identified during the audit.



Wipfli LLP

South Portland, Maine

March 27, 2025

The Nathan B. Stubblefield Foundation. Inc.

Statements of Financial Position

<i>As of September 30,</i>	2024	2023 (Restated)
ASSETS		
Cash and cash equivalents	\$ 414,396	\$ 855,749
Certificates of deposit	309,245	329,782
Grants receivable	-	25,000
Accounts receivable	3,865	6,592
Prepaid expenses and other	86,784	18,078
Investments - other	251,731	204,515
Right-of-use asset - operating leases	158,028	278,611
Other assets	9,218	13,032
Investments - endowment	622,725	404,135
Property and equipment, net	1,390,161	1,472,666
Total assets	\$ 3,246,153	\$ 3,608,160
LIABILITIES AND NET ASSETS		
Liabilities:		
Accounts payable	\$ 84,875	\$ 114,643
Accrued expenses	87,313	84,004
Deferred revenue	11,220	1,092
Operating lease liability	165,445	285,318
Other liabilities	9,575	13,281
Total liabilities	358,428	498,338
Net assets		
Without donor restrictions	2,466,280	2,764,742
With donor restrictions	421,445	345,080
Total net assets	2,887,725	3,109,822
Total liabilities and net assets	\$ 3,246,153	\$ 3,608,160

See accompanying notes to financial statements.

The Nathan B. Stubblefield Foundation. Inc.

Statement of Activities

<i>Year Ended September 30, 2024</i>	Without Donor Restrictions	With Donor Restrictions	Total
Revenue			
Membership contributions	\$ 1,211,348	\$ 45,000	\$ 1,256,348
CPB grants	115,727	-	115,727
Other grants	100,000	-	100,000
Cultural performances	144,640	-	144,640
Underwriting	74,030	-	74,030
In-kind and trade contributions	53,780	-	53,780
Miscellaneous	17,712	-	17,712
Investment income	103,240	69,798	173,038
Net assets released	38,433	(38,433)	-
Total revenue	1,858,910	76,365	1,935,275
Expenses			
Program services			
Programming and production	759,873	-	759,873
Broadcasting	279,977	-	279,977
Public information	30,060	-	30,060
Cultural performances	227,807	-	227,807
Total program services	1,297,717	-	1,297,717
Development and underwriting	189,799	-	189,799
Management and general	669,856	-	669,856
Total expenses	2,157,372	-	2,157,372
Change in net assets	(298,462)	76,365	(222,097)
Net assets, beginning of year	2,764,742	345,080	3,109,822
Net assets, end of year	\$ 2,466,280	\$ 421,445	\$ 2,887,725

See accompanying notes to financial statements.

The Nathan B. Stubblefield Foundation. Inc.

Statement of Activities

<i>Year Ended September 30, 2023 (Restated)</i>	Without Donor Restrictions	With Donor Restrictions	Total
Revenue			
Membership contributions	\$ 1,027,859	\$ 238,802	\$ 1,266,661
CPB grants	112,791	-	112,791
Other grants	100,000	-	100,000
Cultural performances	196,269	-	196,269
Underwriting	77,223	-	77,223
Government grants	347,346	-	347,346
In-kind and trade contributions	69,749	-	69,749
Miscellaneous	16,634	-	16,634
Investment income	35,034	(7,063)	27,971
Net assets released	41,119	(41,119)	-
Total revenue	2,024,024	190,620	2,214,644
Expenses			
Program services			
Programming and production	634,214	-	634,214
Broadcasting	276,052	-	276,052
Public information	26,166	-	26,166
Cultural performances	180,409	-	180,409
Total program services	1,116,841	-	1,116,841
Development and underwriting	235,946	-	235,946
Management and general	624,126	-	624,126
Total expenses	1,976,913	-	1,976,913
Change in net assets	47,111	190,620	237,731
Net assets, beginning of year	2,717,631	154,460	2,872,091
Net assets, end of year	\$ 2,764,742	\$ 345,080	\$ 3,109,822

See accompanying notes to financial statements.

The Nathan B. Stubblefield Foundation. Inc.

Statement of Functional Expenses

<i>Year Ended September 30, 2024</i>	Programming and Production	Broadcastin g	Program Information	Cultural Performances	Development and Underwriting	Management and General	Total Expenses
Salaries	\$ 317,622	\$ 31,939	\$ 15,969	\$ 47,908	\$ 63,878	\$ 319,388	\$ 796,704
Benefits	15,575	4,822	2,411	7,233	9,644	48,221	87,906
Retirement	3,822	-	-	-	-	1,408	5,230
Payroll taxes	24,427	2,449	1,224	3,673	4,897	24,545	61,215
Program acquisition	96,361	-	-	-	-	-	96,361
Contract services	43,058	6,907	-	-	-	99,994	149,959
Utilities	13,776	30,095	-	-	-	5,072	48,943
Maintenance	-	9,801	-	-	-	25,732	35,533
Bank charges	-	-	-	-	-	62,554	62,554
Promotion and advertising	-	-	7,367	-	73,666	-	81,033
Member premiums	-	-	-	-	23,163	-	23,163
Dues and subscriptions	9,509	139	-	759	-	4,000	14,407
Lease expense	-	130,884	-	-	-	3,814	134,698
Insurance	49,633	4,650	1,573	4,582	2,462	11,420	74,320
Employee relations	348	-	-	-	2,133	12,779	15,260
Technology and communications	67,077	10,316	-	-	-	12,096	89,489
Printing	-	-	-	-	1,813	1,057	2,870
Supplies and office expense	9,675	9,503	-	-	3,971	11,923	35,072
Cultural performances	-	-	-	161,036	-	-	161,036
Bad debt	-	-	-	-	2,190	-	2,190
Other expenses	5,095	1,049	-	1,683	-	2,770	10,597
Depreciation	53,122	37,423	1,516	933	1,982	23,083	118,059
Restricted expenses	50,773	-	-	-	-	-	50,773
Total	\$ 759,873	\$ 279,977	\$ 30,060	\$ 227,807	\$ 189,799	\$ 669,856	\$ 2,157,372

See accompanying notes to financial statements.

The Nathan B. Stubblefield Foundation. Inc.

Statement of Functional Expenses

<i>Year Ended September 30, 2023</i>	Programming and Production	Broadcastin g	Program Information	Cultural Performances	Development and Underwriting	Management and General	Total Expenses
Salaries	\$ 259,411	\$ 25,942	\$ 12,971	\$ 38,911	\$ 51,882	\$ 259,411	\$ 648,528
Benefits	22,238	2,795	1,397	4,192	5,589	28,962	65,173
Retirement	4,692	-	-	-	-	-	4,692
Payroll taxes	19,742	1,991	996	2,987	3,983	20,023	49,722
Program acquisition	83,051	-	-	-	-	-	83,051
Contract services	45,500	6,310	-	-	-	164,269	216,079
Utilities	9,342	34,670	-	-	-	5,089	49,101
Maintenance	508	3,608	-	-	-	18,034	22,150
Bank charges	-	-	-	-	-	39,133	39,133
Promotion and advertising	-	-	8,103	-	133,438	-	141,541
Member premiums	-	-	-	-	26,655	-	26,655
Dues and subscriptions	7,736	995	-	721	-	4,448	13,900
Lease expense	4,083	135,417	-	-	-	594	140,094
Insurance	39,941	11,733	1,288	3,751	2,016	9,353	68,082
Employee relations	804	-	-	-	1,334	15,310	17,448
Technology and communications	35,793	8,241	-	-	-	22,182	66,216
Printing	-	-	-	-	5,829	71	5,900
Supplies and office expense	2,704	8,061	-	-	1,381	9,157	21,303
Cultural performances	-	-	-	128,947	-	-	128,947
Bad debt	-	-	-	-	-	1,700	1,700
Other expenses	1,457	1,457	-	32	1,726	1,091	5,763
Depreciation	43,988	34,832	1,411	868	2,113	25,299	108,511
Restricted expenses	53,224	-	-	-	-	-	53,224
Total	\$ 634,214	\$ 276,052	\$ 26,166	\$ 180,409	\$ 235,946	\$ 624,126	\$ 1,976,913

See accompanying notes to financial statements.

The Nathan B. Stubblefield Foundation. Inc.

Statements of Cash Flows

Years Ended September 30,	2024	2023
Change in cash and cash equivalents:		
Cash flows from operating activities:		
Change in net assets	\$ (222,097)	\$ 237,731
Adjustments to reconcile change in net assets to cash flows from operating activities:		
Depreciation	118,059	108,511
Bad debts	2,190	1,700
Contributions for long-lived purposes	(45,000)	(238,802)
Gains on investments	(136,674)	(15,599)
Right-of-use asset amortization	124,397	119,699
Changes in operating assets and liabilities:		
Grants receivable	25,000	-
Accounts receivable	537	(4,132)
Prepaid expenses and other	(68,706)	(1,789)
Accounts payable and accrued expenses	(26,459)	10,806
Deferred revenues	10,128	(17,568)
Other liabilities	(3,706)	(3,565)
Operating lease liability	(119,873)	(109,178)
Net cash flows from operating activities	(342,204)	87,814
Cash flows from investing activities:		
Purchase of investments	(129,132)	(422,503)
Maturity of certificates of deposit	110,403	-
Purchase of certificates of deposit	(89,866)	(319,661)
Purchase of property and equipment	(35,554)	(48,919)
Net cash flows from investing activities	(144,149)	(791,083)
Cash flows from financing activities:		
Contributions for long-lived purposes	45,000	238,802
Net cash flows from financing activities	45,000	238,802
Net changes in cash and cash equivalents	(441,353)	(464,467)
Cash and cash equivalents, beginning of year	855,749	1,320,216
Cash and cash equivalents, end of year	\$ 414,396	\$ 855,749
Supplemental disclosure of non-cash investing and financing activities		
Right-of-use asset obtained in exchange for operating lease liability	\$ -	\$ 394,496
Purchases of property and equipment included in accounts payable	-	79,262

See accompanying notes to financial statements.

The Nathan B. Stubblefield Foundation. Inc.

Notes to Financial Statements

Note 1: Summary of Significant Accounting Policies

Nature of Activities

The Nathan B. Stubblefield Foundation. Inc. (the Station), a not-for-profit corporation, operates a listener-supported non-commercial community radio station serving the Tampa Bay Area, WMNF. The Station celebrates cultural diversity and is committed to equality, peace and economic justice. The Station provides broadcasts and other forums with a grassroots local emphasis, that promotes creative, musical and political vitality. Revenues consist primarily of listener contributions, grants, and admissions fees to cultural performances.

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 and revenues, gains, and losses are classified based on the existence or absence of donor-imposed restrictions. Accordingly, net assets of the Station 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 governing board has designated, from net assets without donor restrictions, net assets for board-designated endowment.

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 recognized as increases in net assets without donor restrictions if the restrictions expire (that is, when a stipulated time restriction ends or purpose restriction is accomplished) in the reporting period in which the revenue is recognized. All other donor-restricted contributions are reported as increases in net assets with donor restrictions, depending on the nature of the restrictions. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statements of activities as net assets released from restrictions.

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.

The Nathan B. Stubblefield Foundation. Inc.

Notes to Financial Statements

Note 1: Summary of Significant Accounting Policies (Continued)

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.

Investments

The Station carries investments at their fair values in the statement of financial position. Quoted market prices in active markets are used as the basis of measurement. Investment gains and losses are included in the change in net assets in the accompanying statements of activities.

Investment income and gains restricted by donors are reported as increases in net assets without donor restrictions if the restrictions are met (either a stipulated time period ends or a purpose restriction is accomplished) in the reporting period in which the income and gains are recognized.

Donated securities are recorded at fair value at the date of donation, or, if sold immediately after receipt, at the amount of sales proceeds received (which are considered a fair measure of the value at the date of donation).

Investments, in general, are exposed to various risks, such as interest rate, credit, and overall market volatility. Due to the level of risk associated with certain investments, it is reasonably possible that changes in the values of certain investments will occur in the near term and that such changes could materially affect the amounts reported in the financial statements.

Endowment

The Station's endowments consist of both donor-restricted endowments and funds designated by the board of directors to function as an endowment. These funds are maintained by the Station in various investments and the Station is responsible for investment decisions. Net assets associated with endowment funds are classified and reported based on the existence or absence of donor-imposed restrictions.

The Nathan B. Stubblefield Foundation. Inc.

Notes to Financial Statements

Note 1: Summary of Significant Accounting Policies (Continued)

Endowment (Continued)

The board of directors of the Station has interpreted the Uniform Prudent Management of Institutional Funds Act (UPMIFA), as adopted by the Florida state legislature, as requiring the Station to preserve the fair value of the donor's original gift, as of the date of the gift, absent explicit donor stipulations to the contrary. As a result of this interpretation, the Station classifies as net assets with donor restrictions (a) the original value of the donor's gifts to the endowment, (b) the original value of a donor's subsequent gifts to the endowment, and (c) accumulations to the endowment made in accordance with the direction of the applicable donor gift instrument at the time the accumulation is added to the fund. The remaining portion of the donor-restricted endowment fund is classified as net assets with donor restrictions until those amounts are appropriated for expenditure by the Station in a manner consistent with the standard of prudence prescribed by UPMIFA.

In accordance with UPMIFA, the Station considers the following factors in making a determination to appropriate or accumulate donor-restricted endowment funds: (a) the duration and preservation of the various funds, (b) the purposes of the donor-restricted endowment funds, (c) general economic conditions, (d) the possible effect of inflation and deflation, (e) the expected total return from income and the appreciation of investments, (f) other resources of the Station, and (g) the Station's investment policies.

The Station has invested the endowment funds with the Community Foundation of Tampa Bay (CFTB) for the benefit of the Station. The fund is held and invested by the CFTB for the Station's benefit and is reported at fair value in the statements of financial position, with distributions and changes in fair value recognized in the statements of activities. The Station granted variance power to CFTB, which allows CFTB to modify any condition or restriction on its distributions for any specified charitable purpose or to any specified organization if, in the sole judgment of CFTB's Board of Directors, such restriction or condition becomes unnecessary, incapable of fulfillment, or inconsistent with the charitable needs of the community.

Fair Value Measurements

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an ordinary transaction between market participants at the measurement date. A three-tier hierarchy prioritizes the inputs used in measuring fair value. These tiers include Level 1, defined as observable inputs such as quoted market prices in active markets; Level 2, defined as inputs other than quoted market prices in active markets that are either directly or indirectly observable; and Level 3, defined as unobservable inputs in which little or no market data exists, therefore, requiring an entity to develop its own assumptions. The asset's or liability's fair value measurement within the hierarchy is based on the lowest level of any input that is significant to the fair value measurement.

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.

The Nathan B. Stubblefield Foundation. Inc.

Notes to Financial Statements

Note 1: Summary of Significant Accounting Policies (Continued)

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.

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.

The Nathan B. Stubblefield Foundation. Inc.

Notes to Financial Statements

Note 1: Summary of Significant Accounting Policies (Continued)

Contribution Revenue (Continued)

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.

Revenue and Revenue Recognition

The Station sponsors cultural performances to bring artists and speakers to the area to supplement the programming that is broadcast by the Station and to educate the community. The Station recognizes revenue from ticket sales at the time of the event. The Station records special events revenue equal to the fair value of direct benefits to donors, and contribution income for the excess received when the event takes place over time.

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, development and underwriting, and management and general are charged to the respective functional area on the basis of actual cost. Accordingly, certain other personnel, office, and facility costs have been allocated across functional groups based on time and effort, and square footage.

Advertising Costs

The Station expenses advertising costs as incurred. Advertising expense totaled \$81,033 and \$141,541 for the years ended 2024 and 2023, respectively.

The Nathan B. Stubblefield Foundation. Inc.

Notes to Financial Statements

Note 1: Summary of Significant Accounting Policies (Continued)

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 September 30, 2024 and 2023.

Right-of-Use Assets and Leases Obligations

The Station is a lessee in a noncancelable operating lease. If a 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.

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 assets for operating leases are 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 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 the 2023 reported amounts of net assets or change in net assets.

Subsequent Events

Management has evaluated events and transactions for potential recognition or disclosure in the financial statements through March 27, 2025, which is the date the financial statements were available to be issued.

The Nathan B. Stubblefield Foundation. Inc.

Notes to Financial Statements

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:

<i>As of September 30,</i>	2024	2023
Cash and certificates of deposit	\$ 723,641	\$ 1,185,531
Grants receivable	-	25,000
Accounts receivable	3,865	6,592
Investments - other	251,731	204,515
Investments - endowment	622,725	404,135
Total financial assets	1,601,962	1,825,773
Less: amounts not available to be used within one year		
Net assets with donor restrictions	(421,445)	(345,080)
Financial assets available to meet general expenditures	\$ 1,180,517	\$ 1,480,693

The Station structures its financial assets to be available and liquid as its general expenditures, liabilities, and other obligations come due. Although the Station does not intend to liquidate assets for other than for amounts needed for general expenditures budgeted during the year, these amounts could be made available if necessary.

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 September 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: Investments

Investments consist of the following:

<i>As of September 30, 2024</i>	Other	Endowment	Total
Mutual funds	\$ 251,731	\$ -	\$ 251,731
Beneficial interest in community foundation	-	622,725	622,725
Total	\$ 251,731	\$ 622,725	\$ 874,456

<i>As of September 30, 2023</i>	Other	Endowment	Total
Mutual funds	\$ 204,515	\$ -	\$ 204,515
Beneficial interest in community foundation	-	404,135	404,135
Total	\$ 204,515	\$ 404,135	\$ 608,650

The Nathan B. Stubblefield Foundation. Inc.

Notes to Financial Statements

Note 5: Endowment Funds

Changes in endowment net assets are as follows:

	Without Donor Restrictions	With Donor Restrictions	Total
Endowments at October 1, 2022	\$ 121	\$ 74,908	\$ 75,029
Contributions	97,321	238,802	336,123
Investment income	46	(7,063)	(7,017)
Endowments at September 30, 2023	97,488	306,647	404,135
Contributions	81,602	45,000	126,602
Investment income	22,190	69,798	91,988
Endowments at September 30, 2024	\$ 201,280	\$ 421,445	\$ 622,725

Funds with Deficiencies

From time to time, the fair value of assets associated with the individual donor-restricted endowment funds may fall below the historical dollar value of the fund (ie:underwater funds). These deficiencies resulted from unfavorable market fluctuations and continued appropriation for certain programs that were deemed prudent by the board of directors. The endowment fund was below the historical dollar value by \$7,063 as of September 30, 2023.

Note 6: Property and Equipment

Property and equipment consist of the following:

<i>As of September 30,</i>	2024	2023
Furniture and fixtures	\$ 370,419	\$ 370,419
Building and improvements	2,127,541	2,113,111
Broadcast equipment	837,228	824,554
Land	321,727	321,727
Music library	343,218	343,218
Production equipment	153,290	153,290
Other	31,820	23,370
	4,185,243	4,149,689
Less: Accumulated depreciation	(2,795,082)	(2,677,023)
Total	\$ 1,390,161	\$ 1,472,666

The Nathan B. Stubblefield Foundation. Inc.

Notes to Financial Statements

Note 7: Leases

The Station leases a tower. The lease entered into may include one or more options to renew. Renewal option periods are included in the measurement of the ROU asset and lease liability when the exercise is reasonably certain to occur.

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 agreement does not contain any material residual value guarantees or material restrictive covenants. Payments due under the lease contract include fixed payments plus, for many of the Station's leases, variable payments. The Station's tower lease require it to make variable payments for the Station's proportionate share of the property taxes, insurance, and common area maintenance. 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 September 30:

<i>Years Ending</i>	2024	2023
Lease cost		
Operating lease cost	\$ 129,405	\$ 130,115
Short-term lease cost	5,293	9,979
Total lease cost	\$ 134,698	\$ 140,094

	2024	2023
Weighted-average years remaining on lease term - operating leases	1.25	2.25
Weighted-average discount rate - operating leases	4.12 %	4.12 %

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

<i>Years Ending</i>	Amount
2025	\$ 135,693
2026	34,368
Total lease payments	170,061
Less imputed interest	(4,616)
Total	\$ 165,445

The Nathan B. Stubblefield Foundation. Inc.

Notes to Financial Statements

Note 8: Net Assets with Donor Restriction

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

<i>As of September 30,</i>	2024	2023
ARPA grant	\$ -	\$ 38,433
Other	-	10,000
Endowment appreciation (depreciation)	62,735	(7,063)
Endowment contributions perpetual in nature	358,710	303,710
Total	\$ 421,445	\$ 345,080

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:

<i>Years Ended September 30,</i>	2024	2023
Programming and general operations	\$ 38,433	\$ 41,119

Note 9: Contributed Nonfinancial Assets

Contributed nonfinancial assets consist of the following:

<i>Years Ended September 30,</i>	2024	2023
Facilities	\$ -	\$ 5,699
Professional services	53,780	64,050
Total contributed nonfinancial assets	\$ 53,780	\$ 69,749

Contributed services recognized comprise professional services are reported at the estimated fair value based on current rates for similar services.

Note 10: Fair Value Measurements

Following is a description of the valuation methodologies used for assets measured at fair value.

- Mutual funds are valued using quotes from pricing vendors based on recent trading activity and other observable market data.
- *Beneficial Interest in Funds Held by Others* – The Station utilized the value reported by the Community Foundation of Tampa Bay for determining the fair value of the investment.

The Nathan B. Stubblefield Foundation. Inc.

Notes to Financial Statements

Note 10: Fair Value Measurements (Continued)

The following table presents the balances of assets measured at fair value on a recurring basis by level within the fair value hierarchy:

<i>As of September 30, 2024</i>	Fair Value of Assets			
	Level 1	Level 2	Level 3	Total
Mutual funds	\$ 251,731	\$ -	\$ -	\$ 251,731
Beneficial interest in community foundation	-	-	622,725	622,725
Total	\$ 251,731	\$ -	\$ 622,725	\$ 874,456

<i>As of September 30, 2023</i>	Fair Value of Assets			
	Level 1	Level 2	Level 3	Total
Mutual funds	\$ 204,515	\$ -	\$ -	\$ 204,515
Beneficial interest in community foundation	-	-	404,135	404,135
Total	\$ 204,515	\$ -	\$ 404,135	\$ 608,650

The activity for Level 3 assets is disclosed in Note 5.

Note 11: Restatement of Previously Issued Financial Statement

The financial statements as of and for the year ended September 30, 2023, have been restated to correct errors for an overstatement of the music library reported as property, plant and equipment. Accordingly, an adjustment of \$130,260 was made to increase accumulated depreciation as of October 1, 2022. The adjustment also had a cumulative effect which reduced beginning net assets without donor restrictions as of October 1, 2022, of \$130,260.