WMNR FINE ARTS RADIO

AUDITED FINANCIAL STATEMENTS

YEARS ENDED JUNE 30, 2024 AND 2023

&CO.
Trusted Advisors

WMNR FINE ARTS RADIO

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Trusted Advisors

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INDEPENDENT AUDITORS' REPORT

To the Town of Monroe and
WMNR Fine Arts Radio
Monroe, CT 06468

Opinion

We have audited the accompanying financial statements of WMNR Fine Arts Radio (a nonprofit organization), which comprise the statements of financial position as of June 30, 2024 and 2023, 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 accompanying statement of financial position of WMNR Fine Arts Radio as of June 30, 2024 and the statements of activities, functional expenses, and cash flows for the year ended June 30, 2024, present fairly, in all material respects, the financial position of WMNR Fine Arts Radio as of June 30, 2024, and the changes in its net assets and its cash flows for the year ended June 30, 2024 in accordance with accounting principles generally accepted in the United States of America.

Qualified Opinion on 2023 Financial Statements

In our opinion, except for the effects on the accompanying June 30, 2023 financial statements of not recording the fair market value of on-air volunteers as described in the Basis for Qualified Opinion section of our report, the financial statements present fairly, in all material respects, the financial position of WMNR Fine Arts Radio as of June 30, 2023, and the changes in net assets and its cash flows for the year 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 (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 WMNR Fine Arts Radio 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 on the balance sheets as of June 30, 2024, and the statements of income, changes in stockholders' equity, and cash flows for the year ended June 30, 2024.

Basis for Qualified Opinion on 2023 Financial Statements

The value of on-air volunteers, donated music library and donated programs have not been recorded on the comparative 2023 financial statements. Accounting principles generally accepted in the United States of America require that the value of on-air volunteers, donated music library and donated programs to be recorded at its fair market value at the date of receipt. The effects on the accompanying financial statements of the failure to record the value of on-air volunteers, donated music library and donated programs have not been determined.

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 WMNR Fine Arts Radio'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 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 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 WMNR Fine Arts Radio'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 WMNR Fine Arts Radio'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.

Accavallo & Company LLC

Shelton, Connecticut
November 12, 2024

WMNR FINE ARTS RADIO
STATEMENTS OF FINANCIAL POSITION

	June 30, 2024	June 30, 2023
ASSETS		
Cash and cash equivalents	$ 785,214	$ 785,337
Contributions receivable, net	6,978	9,751
Pledges receivable, net	1,448	1,448
Restricted cash	-	26,000
Property and equipment, net	168,220	148,625
Due from Town of Monroe	23,671	-
Operating lease right-of-use assets	548,706	613,026
TOTAL ASSETS	$ 1,534,237	$ 1,584,187
LIABILITIES AND NET ASSETS		
CURRENT LIABILITIES		
Accounts payable	$ 23,586	$ 18,789
Accrued expenses and taxes	2,885	2,576
Operating lease obligations due within one year	59,620	54,092
TOTAL CURRENT LIABILITIES	86,091	75,457
LONG-TERM LIABILITIES		
Long-term operating lease obligations	504,454	564,170
TOTAL LIABILITIES	590,545	639,627
NET ASSETS		
Without donor restrictions	943,692	918,560
With donor restrictions	-	26,000
TOTAL NET ASSETS	943,692	944,560
TOTAL LIABILITIES AND NET ASSETS	$ 1,534,237	$ 1,584,187

See notes to financial statements.

WMNR FINE ARTS RADIO
STATEMENTS OF ACTIVITIES
FOR THE YEARS ENDED JUNE 30,

	2024			2023		
	Without Donor Restrictions	With Donor Restrictions	Total	Without Donor Restrictions	With Donor Restrictions	Total
Revenues and Other Support						
Membership contributions	$ 394,199	$ -	$ 394,199	$ 413,463	$ 26,000	$ 439,463
Major gifts and bequests	10,000	-	10,000	51,201	-	51,201
Underwriting	48,367	-	48,367	46,362	-	46,362
Grants (CPB)	67,249	24,023	91,272	65,132	23,111	88,243
Donated services	-	71,669	71,669	-	48,789	48,789
Donated facilities	-	38,500	38,500	-	38,500	38,500
Royalties	-	-	-	89	-	89
Income - fundraising	131,276	-	131,276	139,240	-	139,240
Total revenues and other support	651,091	134,192	785,283	715,487	136,400	851,887
Expenses						
Program services	238,701	87,628	326,329	232,923	61,611	294,534
Management and general	439,657	46,564	486,221	425,956	48,789	474,745
Fundraising	13,937	-	13,937	13,623	-	13,623
Total operating expenses	692,295	134,192	826,487	672,502	110,400	782,902
Change in net assets from operations	(41,204)	-	(41,204)	42,985	26,000	68,985
Nonoperating activities						
Interest income	40,336	-	40,336	7,237	-	7,237
Total nonoperating activities	40,336	-	40,336	7,237	-	7,237
Change in net assets	(868)	-	(868)	50,222	26,000	76,222
Net assets, beginning of year	918,560	26,000	944,560	868,338	-	868,338
Net assets released from restrictions	26,000	(26,000)	-	-	-	-
Net assets, end of year	$ 943,692	$ -	$ 943,692	$ 918,560	$ 26,000	$ 944,560

See notes to financial statements.

WMNR FINE ARTS RADIO
STATEMENTS OF FUNCTIONAL EXPENSES
FOR THE YEARS ENDED JUNE 30,

	Program Services		Management and General		Fundraising		Total	
	2024	2023	2024	2023	2024	2023	2024	2023
Salaries	$ 52,150	$ 59,278	$ 162,542	$ 152,867	$ 9,826	$ 9,552	$ 224,518	$ 221,697
Lease expense	-	-	68,729	60,679	-	-	68,729	60,679
Transmitter and remote site operations (CPB)	67,249	67,832	-	-	-	-	67,249	67,832
Advertising (trade out) - restricted	-	-	46,564	48,789	-	-	46,564	48,789
Administrative fees	-	-	41,610	40,404	-	-	41,610	40,404
Rent (trade out) - restricted	38,500	38,500	-	-	-	-	38,500	38,500
Transmitter and remote site operations (non-CPB)	35,560	27,779	-	-	-	-	35,560	27,779
Depreciation	26,604	27,452	6,883	6,677	-	-	33,487	34,129
Consultants	30,857	30,529	-	-	-	-	30,857	30,529
Volunteered services (trade out) - restricted	25,105	-	-	-	-	-	25,105	-
Syndicated programs (CPB) - restricted	24,023	23,111	-	-	-	-	24,023	23,111
Postage	-	-	17,029	14,499	-	-	17,029	14,499
Internet service	-	-	16,633	15,230	-	-	16,633	15,230
Payroll taxes	3,989	4,535	11,026	10,321	752	731	15,767	15,587
Electric	-	-	15,379	16,660	-	-	15,379	16,660
Accounting	-	-	14,880	12,750	-	-	14,880	12,750
Broadcast supplies and maintenance	14,298	9,385	-	-	-	-	14,298	9,385
Legal and professional	-	-	13,807	12,724	-	-	13,807	12,724
Insurance	-	-	12,007	11,267	-	-	12,007	11,267
Development	-	-	9,497	16,867	-	-	9,497	16,867
Computer	-	-	9,342	9,128	-	-	9,342	9,128
Hospitality	-	-	8,715	8,811	578	518	9,293	9,329
Bank charges	-	-	8,787	8,156	-	-	8,787	8,156
Research	7,735	5,620	-	-	-	-	7,735	5,620
Office supplies and expenses	-	-	7,003	7,443	-	-	7,003	7,443
Maintenance	-	-	5,840	4,028	-	-	5,840	4,028
Equipment	-	-	5,655	12,839	-	-	5,655	12,839
Pledge week premiums	-	-	-	-	2,781	2,822	2,781	2,822
Dues and subscriptions	-	-	2,255	2,755	-	-	2,255	2,755
Telephone	-	-	1,666	1,851	-	-	1,666	1,851
Travel	-	-	372	-	-	-	372	-
Syndicated programs (non-CPB)	259	513	-	-	-	-	259	513
	$ 326,329	$ 294,534	$ 486,221	$ 474,745	$ 13,937	$ 13,623	$ 826,487	$ 782,902

See notes to financial statements.

WMNR FINE ARTS RADIO
STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED JUNE 30,

	2024	2023
Cash flows from operating activities		
Change in net assets	$ (868)	$ 76,222
Adjustments to reconcile change in net assets to net cash provided by (used in) operating activities:		
Depreciation	33,487	34,129
Amortization of right-of-use assets	64,320	56,504
Change in operating assets:		
Contributions receivable	2,773	(3,153)
Due from Town of Monroe	(23,671)	-
Restricted cash	26,000	(26,000)
Change in operating liabilities:		
Accounts payable	4,797	(2,307)
Accrued expenses and taxes	309	2,576
Operating lease liability	(54,188)	(51,268)
Net cash from operating activities	52,959	86,703
Cash flows from investing activities		
Purchases of fixed assets	(53,082)	(13,360)
Net cash from investing activities	(53,082)	(13,360)
Net change in cash and cash equivalents	(123)	73,343
Cash and cash equivalents, beginning of year	785,337	711,994
Cash and cash equivalents, end of year	$ 785,214	$ 785,337
Supplemental cash flows disclosures:		
Right-of-use assets obtained in exachange for a lease liability	$ -	$ 669,530
Non-cash activities during the year:		
Donated services	$ (71,669)	$ (48,789)
Donated facilities	$ (38,500)	$ (38,500)
Trade out - services	$ 77,421	$ 48,789
Trade out - facilities	$ 38,500	$ 38,500

See notes to financial statements.

NOTE 1 – DESCRIPTION OF OPERATIONS AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Description of the Organization
WMNR Fine Arts Radio (the "Organization") is a public radio station, licensed to the Town of Monroe, Connecticut. The Organization broadcasts classical and fine arts radio programming. The Organization operates as a unit reporting to the WMNR Commission, the First Selectmen, and the Town Council. The Organization began broadcasting classical and fine arts music in 1982. A portion of the Organization's revenue is derived from corporate underwriting, private donations, and a grant from Corporation for Public Broadcasting ("CPB"). To supplement the Organization's various income sources, the Organization also relies on donated services and facilities (see note 6). The Organization has approximately 50,000 listeners and 3,500 contributing members.

Basis of Accounting and Presentation
The accompanying financial statements have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America. Net assets and revenues, expenses, gains, and losses are classified based on the existence or absence of donor-imposed restrictions. Accordingly, net assets of the Organization and changes therein are classified and reported as follows:

> **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's management. Expenses are reported as decreases in net assets without donor restrictions. Gains and losses on investments and other assets or liabilities are reported as increases or decreases in net assets without donor restrictions unless their use is restricted by explicit donor stipulation or by law.
>
> **Net assets with donor restrictions**: Net assets subject to stipulations imposed by donors, and grantors. Some donor restrictions are temporary in nature; those restrictions will be met by actions of the Organization or by the passage of time. Other donor restrictions are perpetual in nature, whereby the donor has stipulated the funds be maintained in perpetuity. Refer to Note 7 to review the current stipulations for net assets with donor restrictions.

Measure of Operations
The statements of activities reports all changes in net assets, including changes in net assets from operating activities. Operating activities consist of those items attributable to the Organization's ongoing broadcasts and fine arts radio programming.

Use of Estimates
The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Actual results could differ from those estimates.

Cash and Cash Equivalents
The Organization considers all highly liquid investments with maturities of 90 days or less and cash in banks to be cash equivalents. The Organization maintains its cash and cash equivalents in bank deposit accounts that, at times, may exceed federally insured limits. The Organization believes it is not exposed to any significant credit risk on cash and cash equivalents.

Contributions Receivable
Unconditional promises to give (pledges) that are to be collected within one year are recorded at net realizable value. Unconditional promises to give that are expected to be collected in future years are initially recorded at the fair value of their estimated future cash flows as of the date of the promise to give using a present value discount technique. In

periods subsequent to initial recognition, unconditional promises to give are reported at the amount management expects to collect and are discounted over the collection period using the same discount rate as determined at the time of initial recognition. The discount rate determined at the initial recognition of the unconditional promise to give is based upon management's assessment of many factors, including when the receivable is expected to be collected, the creditworthiness of the other parties, the Organization's past collection experience and its policies concerning the enforcement of promises to give, expectations about possible variations in the amount or timing, or both, of the cash flows, and other factors concerning the receivables collectability. Amortization of the discounts is included in support from contributions. Conditional promises to give are recognized when the conditions on which they depend are substantially met. An allowance for uncollectible pledges is recorded when the Organization determines, based on historical experience and collection efforts is uncollectible.

As of June 30, 2024, The Organization’s contributions receivable consisted of unconditional promises to give in the amount of $6,978 all of which are expected to be collected within one year. As of June 30, 2023, contributions receivable consisted of unconditional promises to give in the amount of $9,751. There was no allowance for uncollectable accounts balance as of June 30, 2024 and 2023.

Property and Equipment
Property and equipment are stated at cost at the date of purchase or, for donated assets, at fair value at the date of donation, less accumulated depreciation. Depreciation is calculated using the straight-line method over the lesser of the estimated useful lives of the assets or the lease term. Equipment and furniture are depreciated over seven years; leasehold improvements are depreciated over thirty-nine years. For assets sold or otherwise disposed of, the cost and related accumulated depreciation are removed from the account, and any related gain or loss is reflected as an other income (expense) item for the period. It is the Organization’s policy to capitalize renewals and betterments acquired for greater than $1,000 and expense normal repairs and maintenance as incurred. The Organization’s management periodically evaluates whether events or circumstances have occurred indicated that the carrying amount of long-lived assets may not be recovered.

Leases
The Organization recognizes and measures its leases in accordance with FASB ASC 842, Leases. The Organization is a lessee in several noncancellable operating leases, for the use of office space, other space for broadcasting towers and other operations. The Organization determines if an arrangement is a lease, or contains a lease, at inception of a contract and when the terms of an existing contract are changed. Operating leases are included in operating lease right-of-use (ROU) assets, other current liabilities, and operating lease liabilities on the balance sheet.

ROU assets represent the right to use an underlying asset for the lease term and lease liabilities represent the obligation to make lease payments arising from the lease. Operating lease ROU assets and liabilities are recognized at commencement date based on the present value of lease payments over the lease term. As most of the leases do not provide an implicit rate, the Organization uses its incremental borrowing rate or a risk-free rate based on the information available at commencement date in determining the present value of lease payments. The operating lease ROU asset also includes any lease payments made and excludes lease incentives. The lease terms may include options to extend or terminate the lease when it is reasonably certain that they will exercise that option. The ROU asset is subsequently measured throughout the lease term at the amount of the remeasured liability (i.e., present value of the remaining lease payments), plus unamortized initial direct costs, plus (minus) any prepaid (accrued) lease payments, less the unamortized balance of lease incentives received and any impairment recognized. Lease expense for lease payments is recognized on a straight-line basis over the lease term.

In determining the discount rate used to measure the right-of-use asset and lease liability, the Organization uses rates implicit in the lease, or if not readily available, they use their incremental borrowing rate. The incremental borrowing rate is based on an estimated secured rate comprised of a risk-free rate plus a credit spread as secured by our assets. Determining a credit spread as secured by the assets may require significant judgment.

Revenue Recognition

Contributions received are recorded as net assets without donor restrictions or net assets with donor restrictions, depending on the existence and/or nature of any donor-imposed restrictions. Contributions that are restricted by the donor are reported as an increase in net assets without donor restrictions if the restriction expires in the reporting period in which the contribution is recognized. All other donor restricted contributions are reported as an increase in net assets with donor restrictions, depending on the nature of 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 statements of activities as net assets released from restrictions.

Contributed property and equipment are recorded at fair value at the date of donation. Contributions with donor-imposed stipulations regarding how long the contributed assets must be used are recorded as net assets with donor restrictions; otherwise, the contributions are recorded as net assets without donor restrictions.

The value of contributed services and materials meeting the requirements for recognition have been recorded in the financial statements (see Note 5).

Functional Allocation of Expenses

Expenses that can be directly identified with the program or supporting service to which they relate are charged accordingly. Other expenses by function have been allocated among program and supporting service classifications using bases determined by management to be reasonable.

Income Taxes

The Organization operates as a special revenue fund of the Town of Monroe, Connecticut. The Organization and the Town of Monroe do not appear on the IRS 501(c)(3) list of tax-deductible groups as this list is only for private non-profit corporations and the Organization is part of a governmental entity. Contributions to the Organization are tax deductible as charitable contributions under Section 170(c)(1) of the Internal Revenue Code and as such the Organization is exempt from income taxes. The Organization is not currently under audit nor has the organization been contacted by any jurisdiction. The Organization believes all tax positions taken past and present would be upheld under an examination. Therefore, no provision for the effects of uncertain tax positions have been recorded for the fiscal year ended June 30, 2024 and 2023, respectively.

Compensated Absences

Employees of the Organization are entitled to paid vacation and paid sick days depending on job classification and length of service. It is impracticable to estimate the amount of compensation for future absences as they are immaterial and, accordingly, no liability has been recorded in the accompanying financial statements. Management's policy is to recognize the costs of compensated absences when actually paid to employees.

Subsequent Events

Subsequent events were evaluated through November 12, 2024, the date of the financial statements were available to be issued.

Recently Adopted Accounting Guidance

Effective July 1, 2023, the Organization adopted the provisions of FASB ASC Topic 326, Financial Instruments—Credit Losses: Measurement of Credit Losses on Financial Instruments (ASU 2016-13)—This update establishes the current expected credit loss (CECL) model established by ASU 2016-13, which requires the immediate recognition of estimated expected credit losses over the life of a financial instrument, including trade receivables, net investments in leases (for lessors with sales-type or direct financing leases), and certain off-balance sheet credit exposures. The estimate of expected credit losses considers historical information as well as current and future economic conditions and events.

In February 2016, the Financial Accounting Standards Board (FASB) issued guidance (Accounting Standards Codification ASC 842, *Leases*) to increase transparency and comparability among organizations by requiring the recognition of right-of-use (ROU) assets and lease liabilities on the balance sheet. Most prominent among the changes in the standard is the recognition of ROU assets and lease liabilities by lessees for those leases classified as operating leases. Under the standard, disclosures are required to meet the objective of enabling users of financial statements to assess the amount, timing, and uncertainty of cash flows arising from leases.

The Organization adopted the standard effective July 1, 2022 and recognized and measured leases existing at, or entered into after July 1, 2022 (the beginning of the period of adoption) through a cumulative effect adjustment, with certain practical expedients available.

The standard had a material impact on the balance sheet, but did not have an impact on the statement of operations, nor statement of cash flows, therefore no adjustment to retained earnings was performed. The most significant impact was the recognition of ROU assets and lease liabilities for operating leases, while the accounting for finance leases remained substantially unchanged.

NOTE 2 – LIQUIDITY AND AVAILABILITY OF FUNDS

The 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, are as follows:

	June 30,	
Financial assets at year end:	2024	2023
Cash and cash equivalents	$ 785,214	$ 785,337
Contributions receivable	6,978	9,751
Pledges receivable	1,448	1,449
Total financial assets	793,640	796,537
Financial assets available to meet general expenditures over the next twelve months	$ 793,640	$ 796,537

The Organization's goal is generally to maintain financial assets to meet 90 days of operating expenses. As part of its liquidity plan, excess cash is deposited into its money market account.

NOTE 3 – PROPERTY AND EQUIPMENT

The following is a summary of property and equipment at June 30, 2024 and 2023 is as follows:

	2024	2023
Audio frequency	$ 179,915	$ 167,432
Radio frequency	769,827	740,143
Office furniture and equipment	172,793	172,793
Leasehold improvements	163,554	152,639
	1,286,089	1,233,007
Less: accumulated depreciation	(1,117,869)	(1,084,382)
Property and equipment, net	$ 168,220	$ 148,625

For the years ended June 30, 2024 and 2023, depreciation expense totaled $33,487 and $34,129, respectively.

NOTE 4 – LEASES

The Organization is a lessee in several noncancellable operating leases for office space and antenna site and transmitter space.

The components of lease expense for the years ended June 30, 2024 and 2023 are as follows:

	June 30,	
	2024	2023
Operating lease cost	$ 87,126	$ 72,395
Short term lease cost	36,903	37,139
Total	$ 124,029	$ 109,534

Other information related to operating leases was as follows:

	2024	2023
Supplemental cash flow information:		
Cash paid for amounts included in the measurement of lease liabilities:		
Operating cash flows from operating leases	$ 76,994	$ 67,159
ROU assets obtained in exchange for lease obligations	$ -	$ 669,530
Reductions to ROU assets resulting from reductions to lease obligations	$ (64,320)	$ (56,504)
Weighted average remaining lease term:	15.5 years	16 years

Amounts disclosed for ROU assets obtained in exchange for lease obligations and reductions to ROU assets resulting from reductions to lease obligations include amounts added to or reduced from the carrying amount of ROU assets resulting from new leases, lease modifications, or reassessments.

Future minimum operating lease payments under non-cancellable leases as of June 30, 2024 are as follows:

June 30,		
2025	$	80,476
2026		84,121
2027		87,936
2028		73,686
2029		21,338
Thereafter		375,509
Total undiscounted lease payments		723,066
Less imputed interest		(158,992)
Total lease liabilities	$	564,074

Reported as of June 30, 2024:

Operating lease liabilities due within one year	$	59,620
Long-term operating lease obligations		504,454
Total	$	564,074

NOTE 5 – DONATED SERVICES AND FACILITIES

For the year ended June 30, 2024, management has improved reporting capability to include donated materials and services that create or enhance non-financial assets or require specialized skills (that the Organization would have purchased if not donated) as support in the statement of activities. Specifically, during the year ended 2024, management has recorded the value of on-air volunteer hours and has also estimated the value of donated music library and donated programs to be immaterial to the financial statements.

When the CPB calculates the amount of its matching grant, it does not assign a value for on-air volunteers, donated music library or donated programs to be included in the calculation. As a result, for years ended June 30, 2023 and prior, management did not include a value for these donated services in the financial statements. The comparative June 30, 2023 figures below represent a departure from generally accepted accounting principles and have not been adjusted from the original report.

In-kind contributions included in the statement of activities for the years ended June 30, 2024 and 2023 are summarized as follows:

	2024	2023
REVENUE		
Donated services	$ 71,669	$ 48,789
Donated facilities	38,500	38,500
	$ 110,169	$ 87,289
EXPENSES		
Advertising	$ 46,564	$ 48,789
Volunteered services	30,857	-
Transmitter site operations	38,500	38,500
	$ 115,921	$ 87,289

NOTE 6 - ADVERTISING

Advertising costs are expensed as incurred. Total advertising expense for June 30, 2024 and 2023 were $46,564 and $48,789, respectively.

NOTE 7 – NET ASSETS WITH DONOR RESTRICTIONS

During 2023, WMNR ran a fundraiser for a special project. This special project called for the installation of LED lights which would allow the tower to flash a red light at night and a white light during the day. Installing the LED lights would allow the Organization to forgo painting the tower every five years, instead having to paint every ten years. This project was expected to be completed by the end of 2024. The fundraiser raised $26,000, all of which was spent on the LED tower upgrade during the year ended June 30, 2024. As a result the designated assets have been released from restrictions.