ANNUAL FINANCIAL REPORT
KRV5-FM RADIO
A PUBLIC TELECOMMUNICATIONS ENTITY
OPERATED BY THE
UNIVERSITY OF LOUISIANA AT LAFAYETTE
FOR THE YEAR ENDED JUNE 30, 2015
# TABLE OF CONTENTS

<table>
<thead>
<tr>
<th>Section</th>
<th>Page</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>INDEPENDENT AUDITORS’ REPORT</strong></td>
<td>1-3</td>
</tr>
<tr>
<td><strong>MANAGEMENT’S DISCUSSION AND ANALYSIS</strong></td>
<td>4-6</td>
</tr>
<tr>
<td><strong>FINANCIAL STATEMENTS</strong></td>
<td></td>
</tr>
<tr>
<td>Statement of Net Position</td>
<td>7</td>
</tr>
<tr>
<td>Statement of Revenues, Expenses, and Changes in Net Position</td>
<td>8</td>
</tr>
<tr>
<td>Statement of Cash Flows</td>
<td>9</td>
</tr>
<tr>
<td>Notes to Financial Statements</td>
<td>10-21</td>
</tr>
<tr>
<td><strong>REQUIRED SUPPLEMENTARY INFORMATION</strong></td>
<td></td>
</tr>
<tr>
<td><strong>PENSION PLAN SCHEDULES</strong></td>
<td></td>
</tr>
<tr>
<td>Schedule of Employer’s Share of Net Pension Liability</td>
<td>22</td>
</tr>
<tr>
<td>Schedule of Employer Contributions</td>
<td>23</td>
</tr>
<tr>
<td><strong>OTHER SUPPLEMENTARY INFORMATION</strong></td>
<td></td>
</tr>
<tr>
<td>Schedule of Compensation, Benefits and Other Payments to Agency Head</td>
<td>24</td>
</tr>
<tr>
<td>or Chief Executive Officer</td>
<td></td>
</tr>
<tr>
<td><strong>RELATED REPORTS</strong></td>
<td></td>
</tr>
<tr>
<td>Independent Auditors’ Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with Government Auditing Standards</td>
<td>25-26</td>
</tr>
<tr>
<td>Schedule of Findings and Responses</td>
<td>27</td>
</tr>
<tr>
<td>Schedule of Prior Year Findings</td>
<td>28</td>
</tr>
</tbody>
</table>
INDEPENDENT AUDITORS' REPORT

KRVS-FM Radio
University of Louisiana at Lafayette
Lafayette, Louisiana

Report on the Financial Statements

We have audited the accompanying financial statements of KRVS-FM Radio (A Public Telecommunications Entity operated by the University of Louisiana at Lafayette), which comprise the Statement of Net Position as of June 30, 2015, and the related Statements of Revenues, Expenses, and Changes in Net Position, and Cash Flows for the year then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes 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.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting principles used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.
KRVS-FM Radio
University of Louisiana at Lafayette
Lafayette, Louisiana
Page 2

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of KRVS-FM Radio as of June 30, 2015, and the respective changes in its financial position and cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matters

As described in Note 9 to the financial statements, KRVS-FM Radio has implemented GASB Statement No. 68, Accounting and Financial Reporting for Pensions - an amendment of GASB Statement No. 27, GASB Statement No. 71, Pension Transitions for Contributions Made Subsequent to the Measurement Date – an amendment of GASB 68 and GASB Statement No. 16 Accounting for Compensated Absences, for the year ended June 30, 2015.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management’s discussion and analysis on pages 4–6 and the schedule of employer’s share of net pension liability and employer contributions on pages 22-23 be presented to supplement the financial statements. Such information, although not a part of the financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management’s responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole that collectively comprise KRVS-FM Radio’s basic financial statements. The other supplementary information on page 24 is presented for purposes of additional analysis and is not a required part of the basic financial statements.

The other supplementary information on page 24 is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the other supplementary information is fairly stated in all material respects in relation to the basic financial statements as a whole.
KRVS-FM Radio  
University of Louisiana at Lafayette  
Lafayette, Louisiana  
Page 3

Other Reporting Required by Government Auditing Standards

In accordance with Government Auditing Standards, we have also issued our report dated December 22, 2015, on our consideration of KRVS-FM Radio's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards in considering KRVS-FM Radio's internal control over financial reporting and compliance.

[Signature]

Lafayette, Louisiana  
December 22, 2015
The following discussion and analysis is an overview of the financial position and activities of KRVS-FM Radio (KRVS) for the year ended June 30, 2015. Please read this document in conjunction with the information contained in the KRVS financial statements which follow this section.

FINANCIAL HIGHLIGHTS

KRVS's assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources at the close of fiscal year 2015 by $248,782, which represents an increase in net position of $22,127 (or 9.76%) from the last fiscal year.

KRVS's operating revenue increased $190,497 (or 73.83%) while operating expenses increased $100,040 (or 14.92%). Non-operating revenues increased $99,322 (or 40.54%).

OVERVIEW OF THE FINANCIAL STATEMENTS

These financial statements consist of three sections

1. Management's Discussion and Analysis (this section).
2. The basic financial statements (including the notes to the financial statements).
3. Required Supplementary Information, if applicable.

These statements are prepared in conformity with Governmental Accounting Standards Board Statement No. 34, Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments.

BASIC FINANCIAL STATEMENTS

The basic financial statements present information for KRVS as a whole, in a format designed to make the statements easier for the reader to understand. The statements in this section include the Statement of Net Position, the Statement of Revenues, Expenses and Changes in Net Position, and the Statement of Cash Flows.

The Statement of Net Position presents the current and long-term portions of assets and liabilities separately. The difference between total assets and total liabilities is net position and may provide a useful indicator of whether the financial position of KRVS is improving or deteriorating.

The Statement of Revenues, Expenses and Changes in Net Position present information showing how KRVS's assets changed as a result of current year operations. Regardless of when cash is affected, all changes in net position are reported when the underlying transactions occur. As a result, there are transactions included that will not affect cash until future fiscal periods.

The Statement of Cash Flows presents information showing how KRVS's cash changed as a result of current year operations. The cash flow statement is prepared using the direct method and includes the reconciliation of operating income (loss) to net cash provided (used) by operating activities.
FINANCIAL ANALYSIS OF THE ENTITY

Statement of Net Position
As of June 30, 2015 and 2014

<table>
<thead>
<tr>
<th></th>
<th>2015</th>
<th>2014</th>
</tr>
</thead>
<tbody>
<tr>
<td>Current Assets</td>
<td>$194,921</td>
<td>$210,372</td>
</tr>
<tr>
<td>Equipment, net</td>
<td>470,578</td>
<td>488,823</td>
</tr>
<tr>
<td>Total Assets</td>
<td>592,154</td>
<td>699,195</td>
</tr>
<tr>
<td>Deferred Outflows of Resources</td>
<td>56,217</td>
<td>0</td>
</tr>
<tr>
<td>Current Liabilities</td>
<td>104,055</td>
<td>150,069</td>
</tr>
<tr>
<td>Noncurrent Liabilities</td>
<td>327,066</td>
<td>322,471</td>
</tr>
<tr>
<td>Total Liabilities</td>
<td>431,121</td>
<td>472,540</td>
</tr>
<tr>
<td>Deferred Inflows of Resources</td>
<td>41,813</td>
<td>0</td>
</tr>
</tbody>
</table>

Net Position:
- Invested in capital assets, net of debt
  - 2015: 470,578
  - 2014: 488,823
- Unrestricted
  - 2015: (221,796)
  - 2014: (262,168)
- Total Net Position
  - 2015: 248,782
  - 2014: 226,655

Statement of Revenues, Expenses and Changes in Net Position
As of June 30, 2015 and 2014

<table>
<thead>
<tr>
<th></th>
<th>2015</th>
<th>2014</th>
</tr>
</thead>
<tbody>
<tr>
<td>Operating Revenues</td>
<td>$448,535</td>
<td>$258,038</td>
</tr>
<tr>
<td>Operating Expenses</td>
<td>770,706</td>
<td>670,665</td>
</tr>
<tr>
<td>Operating Income (Loss)</td>
<td>(322,171)</td>
<td>(412,627)</td>
</tr>
<tr>
<td>Nonoperating Revenues</td>
<td></td>
<td>344,298</td>
</tr>
<tr>
<td>Increase (Decrease) in Net Position</td>
<td>22,127</td>
<td>(167,651)</td>
</tr>
<tr>
<td>Net Position, Beginning of Year</td>
<td>226,655</td>
<td>394,306</td>
</tr>
<tr>
<td>Net Position, End of Year</td>
<td>248,782</td>
<td>226,655</td>
</tr>
</tbody>
</table>

CAPITAL ASSETS

On June 30, 2015, KRVS had $470,578 net of accumulated depreciation of $481,508, invested in capital assets, all of which is equipment.

ECONOMIC FACTORS AND NEXT YEAR'S OPERATIONS

KRVS's management considered the following factors and indicators when planning next year's operations:
1. Impact from potential reductions in governmental funding sources.
2. Cost of living adjustments for salaries and other expenses.
3. Changing conditions in the broadcasting industry.
CONTACTING KRVS MANAGEMENT

This financial report is designed to provide our supporters and listeners with a general overview of KRVS’s finances and to show KRVS’s accountability for the money it receives. If you have any questions about this report or need additional financial information, contact Karl Fontenot, Acting General Manager, KRVS, P.O. Box 42171, Lafayette, Louisiana, 70504.
# KRV5-FM Radio
## A Public Telecommunications Entity
### Operated by the University of Louisiana at Lafayette
#### Statement of Net Position
##### June 30, 2015

## Assets

**Current Assets**
- Cash: $177,400
- Prepaid Expenses: 17,521
- Total Current Assets: 194,921

**Property and Equipment**
- Equipment: 952,086
- Less: Accumulated Depreciation: (481,508)
- Total Property and Equipment: 470,578

**Total Assets**: 665,499

**Deferred Outflows of Resources**
- Deferred Outflows Related to Pensions: 56,217

## Liabilities and Net Position

**Current Liabilities**
- Deferred Revenue: 104,055
- Total Current Liabilities: 104,055

**Noncurrent Liabilities**
- Compensated Absences Payable: 35,575
- Net Pension Liability: 291,491
- Total Noncurrent Liabilities: 327,066

**Total Liabilities**: 431,121

**Deferred Inflows of Resources**
- Deferred Inflows Related to Pensions: 41,813

**Net Position**
- Net Invested in Capital Assets: 470,578
- Unrestricted: (221,796)
- Total Net Position: 248,782

The accompanying notes are an integral part of the basic financial statements.
KRVS-FM RADIO
A PUBLIC TELECOMMUNICATIONS ENTITY
OPERATED BY THE UNIVERSITY OF LOUISIANA AT LAFAYETTE
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
FOR THE YEAR ENDED JUNE 30, 2015

OPERATING REVENUES
Memberships and Contributions $161,508
Corporation for Public Broadcasting 186,410
Underwriting 100,617
Total Operating Revenues 448,535

OPERATING EXPENSES
Program Services
Programming and Production 293,064
Broadcasting 194,604
Total Program Services 487,668

Supporting Services
Management and General 283,038
Total Supporting Services 283,038
Total Operating Expenses 770,706

OPERATING LOSS (322,171)

NONOPERATING REVENUES
University support 342,985
Non-employer pension revenue 1,025
Interest Income 288
Total Nonoperating Revenues 344,298

INCREASE IN NET POSITION 22,127

NET POSITION, beginning of year, restated (See Note 9) 226,655

NET POSITION, end of year 248,782

The accompanying notes are an integral part of the basic financial statements.
CASH FLOWS FROM OPERATING ACTIVITIES
Corporation for Public Broadcasting $140,395
Memberships and Contributions 161,508
Underwriting 100,618
Payments for employee compensation (209,009)
Payments for benefits (84,628)
Payments for supplies and services (408,872)
Net cash used by operating activities (299,988)

CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES
University support 291,636
Interest Income 288
Net cash provided by noncapital financing activities 291,924

CASH FLOWS FROM CAPITAL FINANCING ACTIVITIES
Payments for Equipment (17,643)
Net cash used by capital financing activities (17,643)

NET DECREASE IN CASH (25,707)

CASH, beginning of year 203,107
CASH, end of year 177,400

NON-CASH FINANCING ACTIVITIES:
University support $51,349

RECONCILIATION OF OPERATING LOSS TO NET CASH USED BY OPERATING ACTIVITIES
Operating Loss $(322,171)
Adjustments to reconcile operating loss to net cash used by operating activities
Depreciation 35,888
University support 51,349
Pension Expense Adjustment (9,482)
Increase in Prepaid Expenses (10,256)
Decrease in Deferred Revenue (46,014)
Increase in Compensated Absences Payable 698
Net cash used by operating activities (299,988)

The accompanying notes are an integral part of the basic financial statements.
KRVS-FM RADIO
A PUBLIC TELECOMMUNICATIONS ENTITY
OPERATED BY THE UNIVERSITY OF LOUISIANA AT LAFAYETTE
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2015

NATURE OF OPERATIONS

KRVS-FM Radio (the Station) is a public telecommunications entity operated by the University of Louisiana at Lafayette. Its purpose is to provide public radio programming and broadcasting in Lafayette, Louisiana and surrounding areas. The station is funded primarily by support from the University and by federal, state and local grants, as well as private sector memberships, contributions, and underwriting.

NOTE (1) – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. FINANCIAL REPORTING ENTITY

KRVS-FM Radio is a departmental budget unit of the University of Louisiana at Lafayette. As such, the financial transactions of the Station are maintained in separate accounts by the University. The accompanying financial statements of the Station contain sub-account information of the University. Annually, the University of Louisiana at Lafayette issues financial statements, which include the activity contained in the accompanying financial statements.

B. BASIS OF PRESENTATION

The Station’s financial statements are prepared in accordance with accounting principles generally accepted in the United States of America (GAAP). The Governmental Accounting Standards Board (GASB) is responsible for establishing GAAP for state and local governments through its pronouncements (Statements and Interpretations). The Station applies the pronouncements of the Financial Accounting Standards Board (FASB) issued through November 30, 1989 (when applicable) unless those pronouncements conflict with or contradict GASB pronouncements. In addition, these financial statements include the provisions of GASB Statement No 34, Basic Financial Statements-and Management’s Discussion and Analysis for State and Local Governments.

C. MEASUREMENT FOCUS/BASIS OF ACCOUNTING

The financial statements are prepared using the economic resources measurement focus and the accrual basis of accounting. Under the accrual basis, revenues are recognized when earned and expenses are recognized when an obligation has been incurred.

USE OF ESTIMATES

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

PROPERTY AND EQUIPMENT

Property and equipment is stated at cost or, if donated, at fair market value at date of receipt. The radio station capitalizes all property and equipment with a cost, or value if donated, in excess of $1,000. Depreciation is calculated on a straight-line basis over estimated useful lives ranging from five to thirty years. Expenses for repairs and maintenance are charged to operating expenses as incurred.
NOTE (1) – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. MEASUREMENT FOCUS/BASIS OF ACCOUNTING (CONTINUED)

CASH AND CASH EQUIVALENTS

For purposes of the Statement of Cash Flows, cash and cash equivalents includes all highly liquid investments with a maturity of three months or less when purchased.

REVENUE RECOGNITION

Contributions are recorded as revenue when received. Contributions collected by the University of Louisiana at Lafayette Foundation on behalf of the Station and used to pay expenses on behalf of the Station are recognized as revenue in these financial statements. The related expenses are also recognized in these financial statements.

FUNCTIONAL EXPENSE ALLOCATIONS

A summary of the costs of providing various program and supporting services is in the Statement of Revenues, Expenses, and Changes in Net Position. Accordingly, certain costs are allocated between the programs and supporting services benefited.

NET POSITION

The Station’s net position is classified as follows:

Net Invested in Capital Assets

This represents the Station’s total investment in capital assets, net of accumulated depreciation and reduced by outstanding debt obligations related to acquisition, construction or improvement of those capital assets, if any.

Unrestricted Net Position

Unrestricted net position represents resources used for transactions relating to the general operations of the Station and may be used at the discretion of the Station’s management to meet current expenses and for any purpose.

NOTE (2) - CONCENTRATION OF CREDIT RISK

KRVS-FM Radio’s cash accounts are maintained through a clearing account controlled by the University of Louisiana at Lafayette. Amounts in excess of federal insurance limits are insured in accordance with state law, which requires the financial institution to pledge securities to cover the excess.
KRVS-FM RADIO
A PUBLIC TELECOMMUNICATIONS ENTITY
OPERATED BY THE UNIVERSITY OF LOUISIANA AT LAFAYETTE
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2015

NOTE (3) - CAPITAL ASSETS

Capital assets and depreciation activity as of and for the year ended June 30, 2015 were as follows:

<table>
<thead>
<tr>
<th></th>
<th>Balances July 1, 2014</th>
<th>Additions</th>
<th>Disposals</th>
<th>Balances June 30, 2015</th>
</tr>
</thead>
<tbody>
<tr>
<td>Equipment</td>
<td>$934,739</td>
<td>$17,643</td>
<td>$ (296)</td>
<td>$952,086</td>
</tr>
<tr>
<td>Less Accumulated Depreciation</td>
<td>(445,916)</td>
<td>(35,888)</td>
<td>296</td>
<td>(481,508)</td>
</tr>
<tr>
<td>Capital assets, net</td>
<td>488,823</td>
<td>(18,245)</td>
<td></td>
<td>470,578</td>
</tr>
</tbody>
</table>

Depreciation expense for the year ended June 30, 2015 was $35,888.

NOTE (4) – RETIREMENT COMMITMENTS

For purposes of measuring the Net Pension Liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Teachers’ Retirement System of Louisiana (TRSL), and additions to/deductions from TRSL’s fiduciary net position have been determined on the same basis as they are reported by TRSL. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

PLAN DESCRIPTION

Employees of KRVS-FM Radio are provided with pensions through a cost-sharing multiple-employer defined benefit plan administered by the Teachers’ Retirement System of Louisiana (TRSL). Chapter 2 of Title 11 of the Louisiana Revised Statutes (La. R.S. 11:401) grants to TRSL Board of Trustees and the Louisiana Legislature the authority to review administration, benefit terms, investments, and funding of the plan. TRSL issues a publicly available financial report that can be obtained at www.trsl.org.

The following is a description of the plan and its benefits and is provided for general informational purposes only. TRSL provides retirement, deferred retirement option (DROP), disability, and survivor’s benefits. Participants should refer to the appropriate statutes for more complete information.

BENEFITS PROVIDED

Retirement Benefits:

1. Normal Retirement

   Regular Plan - Members whose first employment makes them eligible for membership in a Louisiana state retirement system on or after January 1, 2011 may retire with a 2.5% accrual rate after attaining age sixty with at least 5 years of service credit and are eligible for an actuarially reduced benefit with 20 years of service at any age. All other members, if initially hired on or after July 1, 1999, are eligible for a 2.5% accrual rate at the earliest of age 60 with 5 years of service, age 55 with 25 years of service, or at any age with 30 years of service. Members may retire with an actuarially reduced benefit with 20 years of service at any age. If hired before July 1, 1999, members are eligible for a 2% accrual rate at the earliest of age 60 with 5 years of service, or at any age with 20 years of service and are eligible for a 2.5%
NOTE (4) – RETIREMENT COMMITMENTS (CONTINUED)

PLAN DESCRIPTION (CONTINUED)

accrual rate at the earliest of age 65 with 20 years of service, age 55 with 25 years of service, or at any age with 30 years of service.

Plan A - Members may retire with a 3.0% annual accrual rate at age 55 with 25 years of service, age 60 with 5 years of service or 30 years of service, regardless of age. Plan A is closed to new entrants.

Plan B - Members may retire with a 2.0% annual accrual rate at age 55 with 30 years of service, or age 60 with 5 years of service.

Benefit Formula

For all plans, retirement benefits are based on a formula which multiplies the final average compensation by the applicable accrual rate, and by the years of creditable service. For Regular Plan and Lunch Plan B members whose first employment makes them eligible for membership in a Louisiana state retirement system on or after January 1, 2011, final average compensation is defined as the highest average 60-month period. For all other members, final average compensation is defined as the highest average 36-month period.

Payment Options

A retiring member is entitled to receive the maximum benefit payable until the member’s death. In lieu of the maximum benefit, the member may elect to receive a reduced benefit payable in the form of a Joint and Survivor Option, or as a lump sum that can’t exceed 36 months of the members’ maximum monthly benefit amount.

Effective July 1, 2009, members may make an irrevocable election at retirement to receive an actuarially reduced benefit which increases 2.5% annually, beginning on the first retirement anniversary date, but not before age 55 or before the retiree would have attained age 55 in the case of a surviving spouse. This option can be chosen in combination with the above options.

2. Deferred Retirement Option Program (DROP)

In lieu of terminating employment and accepting a service retirement, an eligible member can begin participation in the Deferred Retirement Option Program (DROP) on the first retirement eligibility date for a period not to exceed the 3rd anniversary of retirement eligibility. Delayed participation reduces the three year participation period. During participation, benefits otherwise payable are fixed, and deposited in an individual DROP account.

Upon termination of DROP, the member can continue employment and earn additional accruals to be added to the fixed pre-DROP benefit.

Upon termination of employment, the member is entitled to the fixed benefit, an additional benefit based on post-DROP service (if any), and the individual DROP account balance which can be paid in a lump sum or an additional annuity based upon the account balance.
NOTE (4) – RETIREMENT COMMITMENTS (CONTINUED)

PLAN DESCRIPTION (CONTINUED)

3. Disability Benefits

Active members whose first employment makes them eligible for membership in a Louisiana state retirement system before January 1, 2011, and who have five or more years of service credit are eligible for disability retirement benefits if certified by the State Medical Disability Board (SMDB) to be disabled from performing their job. All other members must have at least 10 years of service to be eligible for a disability benefit. Calculation of the disability benefit as well as the availability of a minor child benefit is determined by the plan to which the member belongs and the date on which the member’s first employment made them eligible for membership in a Louisiana state retirement system.

4. Survivor Benefits

A surviving spouse with minor children of an active member with five years of creditable service (2 years immediately prior to death) or 20 years of creditable service is entitled to a benefit equal to the greater of (a) $600 per month, or (b) 50% of the member’s benefit calculated at the 2.5% accrual rate for all creditable service. When a minor child(ren) is no longer eligible to receive survivor benefits, the spouse’s benefit reverts to a survivor benefit in accordance with the provisions for a surviving spouse with no minor child(ren). Benefits for the minor child(ren) cease when he/she is no longer eligible.

Each minor child (maximum of 2) shall receive an amount equal to the greater of (a) 50% of the spouse’s benefit, or (b) $300 (up to 2 eligible children). Benefits to minors cease at attainment of age 18, marriage, or age 23 if enrolled in an approved institution of higher education.

A surviving spouse without minor children of an active member with 10 years of creditable service (2 years immediately prior to death) or 20 years of creditable service is entitled to a benefit equal to the greater of (a) $600 per month, or (b) the option 2 equivalent of the benefit calculated at the 2.5% accrual rate for all creditable service.

Permanent Benefit Increases/Cost-of-Living Adjustments

As fully described in Title 11 of the Louisiana Revised Statutes, the System allows for the payment of permanent benefit increases, also known as cost-of-living adjustments (COLAs) that are funded through investment earnings when recommended by the Board of Trustees and approved by the State Legislature.

Optional Retirement Plan (ORP)

The Optional Retirement Plan (ORP) was established for academic employees of public institutions of higher education who are eligible for membership in TRSL. This plan was designed to provide certain academic and unclassified employees of public institutions of higher education an optional method of funding for their retirement.

The ORP is a defined contribution pension plan which provides for portability of assets and full and immediate vesting of all contributions submitted on behalf of the affected employees to the approved providers. These providers are selected by the TRSL Board of Trustees. Monthly employer and employee contributions are invested as directed by the employee to provide the employee with future retirement
NOTE (4) – RETIREMENT COMMITMENTS (CONTINUED)

PLAN DESCRIPTION (CONTINUED)

benefits. The amount of these benefits is entirely dependent upon the total contributions and investment returns accumulated during the employee’s working lifetime. Employees in eligible positions of higher education can make an irrevocable election to participate in the ORP rather than TRSL and purchase annuity contracts—fixed, variable, or both—for benefits payable at retirement.

EMPLOYER CONTRIBUTIONS

The employer contribution rate is established annually under La. R.S. 11:101-11:104 by the Public Retirement Systems’ Actuarial Committee (PRSAC), taking into consideration the recommendation of the System’s actuary. Each sub plan pays a separate actuarially determined employer contribution rate. However, all assets of TRSL are used for the payment of benefits for all classes of members, regardless of their plan. The rates in effect during the fiscal year ended June 30, 2015 are as follows:

<table>
<thead>
<tr>
<th>2015 TRSL Sub Plan</th>
<th>Contributions</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Employee</td>
</tr>
<tr>
<td>K-12 Regular Plan</td>
<td>8.0%</td>
</tr>
<tr>
<td>Higher Ed Regular Plan</td>
<td>8.0%</td>
</tr>
<tr>
<td>Plan A</td>
<td>9.1%</td>
</tr>
<tr>
<td>Plan B</td>
<td>5.0%</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>ORP</th>
<th>Contributions</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Employee</td>
</tr>
<tr>
<td>2015</td>
<td>8.0</td>
</tr>
</tbody>
</table>

The Station’s contractually required composite contribution rate for the year ended June 30, 2015 was 26.4% of annual payroll, actuarially determined as an amount that, when combined with employee contributions, is expected to finance the costs of benefits earned by employees during the year, with an additional amount to finance any Unfunded Actuarial Accrued Liability. Contributions to the pension plan from KRVS-FM Radio were $38,934 for the year ended June 30, 2015.
NOTE (4) – RETIREMENT COMMITMENTS (CONTINUED)

PENSION LIABILITIES, PENSION EXPENSE, AND DEFERRED OUTFLOWS OF RESOURCES AND DEFERRED INFLOWS OF RESOURCES RELATED TO PENSIONS

At June 30, 2015, the Employer reported a liability of $291,491 for its proportionate share of the Net Pension Liability. The Net Pension Liability was measured as of June 30, 2014 and the total pension liability used to calculate the Net Pension Obligation was determined by an actuarial valuation as of that date. The Agency’s proportion of the Net Pension Liability was based on a projection of the Station’s long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined. At June 30, 2014, the Station’s proportion was 1.60590%, which was an increase of .10190% from its proportion measured as of June 30, 2013.

For the year ended June 30, 2015, the Station recognized pension expense of $25,588 plus employer’s amortization of change in proportionate share and differences between employer contributions and proportionate share of contributions, $3,864.

At June 30, 2015, the Station reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

<table>
<thead>
<tr>
<th>Differences between expected and actual experience</th>
<th>Deferred Outflows of Resources</th>
<th>Deferred Inflows of Resources</th>
</tr>
</thead>
<tbody>
<tr>
<td>Changes of assumptions</td>
<td>$ -</td>
<td>$ 2,791</td>
</tr>
<tr>
<td>Net difference between projected and actual earnings on pension plan investments</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Changes in proportion and differences between Employer contributions and proportionate share of contributions</td>
<td>17,283</td>
<td>1,827</td>
</tr>
<tr>
<td>Employer contributions subsequent to the measurement date</td>
<td>38,934</td>
<td>-</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td><strong>56,217</strong></td>
<td><strong>41,813</strong></td>
</tr>
</tbody>
</table>
NOTE (4) – RETIREMENT COMMITMENTS (CONTINUED)

PENSION LIABILITIES, PENSION EXPENSE, AND DEFERRED OUTFLOWS OF RESOURCES AND DEFERRED INFLOWS OF RESOURCES RELATED TO PENSIONS (CONTINUED)

$38,934 reported as deferred outflows of resources related to pensions resulting from Station contributions subsequent to the measurement date will be recognized as a reduction of the Net Pension Liability in the year ended June 30, 2016. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

<table>
<thead>
<tr>
<th>Year Ended June 30:</th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>2016</td>
<td>$13,860</td>
</tr>
<tr>
<td>2017</td>
<td>13,860</td>
</tr>
<tr>
<td>2018</td>
<td>13,860</td>
</tr>
<tr>
<td>2019</td>
<td>13,860</td>
</tr>
</tbody>
</table>

ACTUARIAL METHODS AND ASSUMPTIONS

A summary of the actuarial methods and assumptions used in determining the total pension liability as of June 30, 2014, and 2013 are as follows:

<table>
<thead>
<tr>
<th>Actuarial cost method</th>
<th>Entry Age Normal</th>
</tr>
</thead>
<tbody>
<tr>
<td>Amortization approach</td>
<td>Closed</td>
</tr>
<tr>
<td>Actuarial assumptions:</td>
<td></td>
</tr>
<tr>
<td>Expected Remaining</td>
<td>5 years</td>
</tr>
<tr>
<td>Service Lives</td>
<td></td>
</tr>
<tr>
<td>Investment rate of return</td>
<td>7.75% net of investment expenses</td>
</tr>
<tr>
<td>Inflation rate</td>
<td>2.5% per annum</td>
</tr>
<tr>
<td>Projected salary increases</td>
<td>3.50% - 10.0% varies depending on duration of service</td>
</tr>
<tr>
<td>Cost-of-living adjustments</td>
<td>None</td>
</tr>
<tr>
<td>Mortality</td>
<td>Mortality rates were projected based on the RP-2000 Mortality Table with projection to 2025 using Scale AA.</td>
</tr>
<tr>
<td>Termination and disability</td>
<td>Termination, disability, and retirement assumptions were projected based on a five year (2008-2012) experience study of the System’s members.</td>
</tr>
</tbody>
</table>

The actuarial assumptions used in the June 30, 2014 valuation were based on the results of an actuarial experience study for the period July 1, 2007 and ending June 30, 2012.
NOTE (4) – RETIREMENT COMMITMENTS (CONTINUED)

ACTUARIAL METHODS AND ASSUMPTIONS (CONTINUED)

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expenses and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation and an adjustment for the effect of rebalancing/diversification. Best estimates of arithmetic real rates of return for each major asset class included in the pension plan’s target asset allocation as of June 30, 2014, are summarized in the following table:

<table>
<thead>
<tr>
<th>Asset Class</th>
<th>Target Allocation</th>
<th>Long-Term Expected Real Rate of Return</th>
</tr>
</thead>
<tbody>
<tr>
<td>Domestic equity</td>
<td>31.0%</td>
<td>4.71%</td>
</tr>
<tr>
<td>International equity</td>
<td>19.0%</td>
<td>5.69%</td>
</tr>
<tr>
<td>Domestic fixed income</td>
<td>14.0%</td>
<td>2.04%</td>
</tr>
<tr>
<td>International fixed income</td>
<td>7.0%</td>
<td>2.80%</td>
</tr>
<tr>
<td>Alternatives</td>
<td>29.0</td>
<td>5.94%</td>
</tr>
</tbody>
</table>

DISCOUNT RATE

The discount rate used to measure the total pension liability was 7.75%.

The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and that sponsor contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the pension plan’s fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.
NOTE (4) – RETIREMENT COMMITMENTS (CONTINUED)

SENSITIVITY OF THE EMPLOYER’S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY TO CHANGES IN THE DISCOUNT RATE

The following presents the Employer’s proportionate share of the Net Pension Liability using the discount rate of 7.75%, as well as what the Employer’s proportionate share of the Net Pension Obligation would be if it were calculated using a discount rate that is one percentage-point lower (6.75%) or one percentage-point higher (8.75%) than the current rate:

<table>
<thead>
<tr>
<th>1% Decrease</th>
<th>Current Discount Rate</th>
<th>1% Increase</th>
</tr>
</thead>
<tbody>
<tr>
<td>6.75%</td>
<td>7.75%</td>
<td>8.75%</td>
</tr>
</tbody>
</table>

Employer’s proportionate share of net pension liability: $223,607, $291,491, $318,863

SUPPORT OF NON-EMPLOYER CONTRIBUTING ENTITIES

Contributions received by a pension plan from non-employer contributing entities that are not in a special funding situation are recorded as revenue by the respective plan. The Station recognizes revenue in an amount equal to their proportionate share of total contributions to the pension plan from these non-employer contributing entities. During the year ended June 30, 2015, the Station recognized revenue as a result of support received from non-employer contributing entities of $1,025 for its participation in TRSL.

PENSION PLAN FIDUCIARY NET POSITION


NOTE (5) - COMPENSATED ABSENCES

Employees accrue and accumulate annual leave and sick leave in accordance with state law and administrative regulations. Upon separation from employment, personnel or their heirs are compensated for accumulated annual leave not to exceed 300 hours. In addition, personnel or their heirs are compensated for accumulated sick leave not to exceed 25 days upon retirement or death. The method for computing the liability for unused annual and sick leave conforms to GASB Statement No. 16, Accounting for Compensated Absences. The liability for compensated absences has been calculated on a maximum of 300 hours of accumulated annual leave and on a maximum of 200 hours of accumulated sick leave for employees having at least 5 years of retirement system credit.

NOTE (6) – OTHER POSTEMPLOYMENT BENEFITS

The University of Louisiana at Lafayette provides certain continuing health care and life insurance benefits for its retired employees. All of the University’s employees become eligible for these benefits once they reach normal retirement age while working for the University. These benefits are paid by the University on behalf of the Station. GASB Statement No. 45 Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions establishes standards for the accounting and financial
NOTE (6) – OTHER POSTEMPLOYMENT BENEFITS (CONTINUED)

reporting for other postemployment benefits, including disclosing funding for the plan. The amount of the Station’s liability is not readily determinable by the University as the calculation is based on the combined salaries of all University employees as a whole and shown on the University’s financial statements as such.

NOTE (7) - DONATED FACILITIES AND ADMINISTRATIVE SUPPORT

Donated facilities and administrative support from the University of Louisiana at Lafayette consist of office and studio space and an allocation of costs incurred by the University on behalf of the radio station. The following items are included in revenues and expenses:

| Operating expenses                      | $262,281 |
| Utilities for two transmitters          | 29,355   |
| Land rent for radio tower (See Note 8)  | 100      |
| Indirect administrative support        | 51,249   |
| **Total**                               | **342,885** |

NOTE (8) - OPERATING LEASES

The University of Louisiana at Lafayette leases land for a radio tower from the Lafayette Parish School Board. The lease expires on July 31, 2020, and requires annual rent of one dollar. The lease is valued at $100 on the financial statements.

KRVS-FM Radio leases tower space from KLFY-TV10. The lease expires on February 19, 2022, and requires monthly rental payments of $1,193. Rental expense for the year ended June 30, 2015, is $14,316. The following is a schedule by years of future minimum annual rental payments required under this operating lease:

<table>
<thead>
<tr>
<th>Fiscal Year Ending June 30,</th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>2016</td>
<td>$14,316</td>
</tr>
<tr>
<td>2017</td>
<td>14,316</td>
</tr>
<tr>
<td>2018</td>
<td>14,316</td>
</tr>
<tr>
<td>2019</td>
<td>14,316</td>
</tr>
<tr>
<td>2020</td>
<td>14,316</td>
</tr>
<tr>
<td>Thereafter</td>
<td>22,667</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td><strong>94,247</strong></td>
</tr>
</tbody>
</table>

NOTE (9) – CHANGES IN ACCOUNTING PRINCIPLES AND RESTATEMENT

For the year ended June 30, 2015, KRVS-FM Radio adopted Governmental Accounting Standards Board (GASB) Statement No. 68, Accounting and Financial Reporting for Pensions—an amendment of GASB Statement No. 27 and GASB Statement No. 71, Pension Transitions for Contributions Made Subsequent to the Measurement Date – an amendment of GASB 68, for the Employees’ Pension Plan. These Statements establish standards for measuring and recognizing liabilities, deferred outflows of resources, deferred inflows of resources, and expenses. For defined benefit pensions, these Statements identify the methods and assumptions that should be used to project benefit payments, discount projected benefit payments to their actuarial present value, and attribute that present value to periods of employee service. These Statements also require enhanced note disclosures and schedules of required supplementary information that will be presented by the pension plan that are within its scope.
NOTE (9) – CHANGES IN ACCOUNTING PRINCIPLES AND RESTATEMENT (CONTINUED)

For the year ended June 30, 2015, KRVS-FM Radio also implemented GASB Statement No. 16, Accounting for Compensated Absences.

For the year ended June 30, 2015, KRVS-FM Radio restated its net position at June 30, 2014, to account for cash held by the University of Louisiana at Lafayette Foundation.

The implementation of GASB No. 16 and GASB No. 68, as amended by GASB No.71, and the restatement of net position to account for cash held by the University of Louisiana at Lafayette Foundation had the following effects:

<table>
<thead>
<tr>
<th>Description</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>Net position, June 30, 2014</td>
<td>$496,088</td>
</tr>
<tr>
<td>Recognition of net pension liability</td>
<td>(287,593)</td>
</tr>
<tr>
<td>Recognition of compensated absences liability</td>
<td>(34,878)</td>
</tr>
<tr>
<td>Recognition of cash held by the University of Louisiana at Lafayette Foundation</td>
<td>53,038</td>
</tr>
<tr>
<td>Restated net position, June 30, 2014</td>
<td>226,655</td>
</tr>
</tbody>
</table>

NOTE (10) - EVALUATION OF SUBSEQUENT EVENTS

Subsequent events and transactions were evaluated for potential recognition or disclosure in the financial statements through December 22, 2015, the date the financial statements were available to be issued.
2015*

Employer's Proportion of the Net Pension Liability (Asset) 1.60590%

Employer's Proportionate Share of the Net Pension Liability (Asset) $ 291,491

Employer's Covered-Employee Payroll $ 117,998

Employer's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered-Employee Payroll 247.03%

Plan Fiduciary Net Position as a Percentage of the Total Pension Liability 63.70%

*The amounts presented have a measurement date of the previous fiscal year end.

Schedule is intended to show information for 10 years. Additional years will be displayed as they become available.

See Independent Auditor's Report.
<table>
<thead>
<tr>
<th>Date</th>
<th>Contractually Required Contribution</th>
<th>Contributions in Relation to Contractually Required Contribution</th>
<th>Contribution Deficiency (Excess)</th>
<th>Employer's Covered Employee Payroll</th>
<th>Contributions as a % of Covered Employee Payroll</th>
</tr>
</thead>
<tbody>
<tr>
<td>2015</td>
<td>$38,934</td>
<td>$38,934</td>
<td>$</td>
<td>$147,476</td>
<td>26.4%</td>
</tr>
</tbody>
</table>

Schedule is intended to show information for 10 years. Additional years will be displayed as they become available.

See Independent Auditor's Report.
Agency Head Name/Title:
Karl Fontenot, Acting General Manager

<table>
<thead>
<tr>
<th>Purpose</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>Salary</td>
<td>$58,241</td>
</tr>
<tr>
<td>Benefits-insurance</td>
<td>5,790</td>
</tr>
<tr>
<td>Benefits-retirement</td>
<td>15,376</td>
</tr>
<tr>
<td>Benefits-other</td>
<td>-</td>
</tr>
<tr>
<td>Car allowance</td>
<td>-</td>
</tr>
<tr>
<td>Vehicle provided by government</td>
<td>-</td>
</tr>
<tr>
<td>Per diem</td>
<td>-</td>
</tr>
<tr>
<td>Reimbursements</td>
<td>-</td>
</tr>
<tr>
<td>Travel</td>
<td>-</td>
</tr>
<tr>
<td>Registration fees</td>
<td>525</td>
</tr>
<tr>
<td>Conference travel</td>
<td>2,504</td>
</tr>
<tr>
<td>Continuing professional education fees</td>
<td>-</td>
</tr>
<tr>
<td>Housing</td>
<td>-</td>
</tr>
<tr>
<td>Unvouchered expenses</td>
<td>-</td>
</tr>
<tr>
<td>Special meals</td>
<td>-</td>
</tr>
</tbody>
</table>

See Independent Auditors' Report.
INDEPENDENT AUDITORS’ REPORT
ON INTERNAL CONTROL OVER FINANCIAL REPORTING
AND ON COMPLIANCE AND OTHER MATTERS
BASED ON AN AUDIT OF FINANCIAL STATEMENTS
PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

KRVS-FM Radio
University of Louisiana at Lafayette
Lafayette, Louisiana

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States, the financial statements of KRVS-FM Radio (A Public Telecommunications Entity operated by the University of Louisiana at Lafayette), as of and for the year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise the Station’s basic financial statements, and have issued our report thereon, dated December 22, 2015.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered KRVS-FM Radio’s internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of KRVS-FM Radio’s internal control. Accordingly, we do not express an opinion on the effectiveness of KRVS-FM Radio’s internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A material weakness is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity’s financial statements will not be prevented, or detected and corrected on a timely basis. A significant deficiency is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.
Compliance and Other Matters

As part of obtaining reasonable assurance about whether KRVS-FM Radio's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under Government Auditing Standards.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with Government Auditing Standards in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

This report is intended solely for the information and use of management of KRVS-FM Radio, others within the entity, federal awarding agencies, and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties. Under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.

John S. Dowley & Co.

Lafayette, Louisiana
December 22, 2015
I. Summary of Audit Results

1. The auditors' report expresses an unqualified opinion on the financial statements of KRVS-FM Radio as of and for the year ended June 30, 2015.

2. No significant deficiencies relating to the audit of the financial statements are reported in the Independent Auditors’ Report on Internal Control over Financial Reporting and on Compliance and other Matters Based on an Audit of Financial Statements Performed in Accordance with Government Auditing Standards.

3. No instances of noncompliance material to the financial statements of KRVS-FM Radio are reported in the Independent Auditors’ Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with Government Auditing Standards.

4. No management letter was issued for KRVS-FM Radio, as of and for the year ended June 30, 2015.

5. There was no single audit under OMB Circular A-133.

II. Findings – Financial Statement Audit

N/A
SECTION I - INTERNAL CONTROL AND COMPLIANCE MATERIAL TO THE FINANCIAL STATEMENTS
N/A

SECTION II - INTERNAL CONTROL AND COMPLIANCE MATERIAL TO FEDERAL AWARDS
N/A

SECTION III - MANAGEMENT LETTER
N/A