JEFFERSON PUBLIC RADIO
(A DEPARTMENT OF SOUTHERN OREGON UNIVERSITY)
AND
THE JPR FOUNDATION, INC.

COMBINED FINANCIAL STATEMENTS AND SUPPLEMENTARY INFORMATION

YEARS ENDED JUNE 30, 2017 AND 2016
WITH
INDEPENDENT AUDITOR'S REPORT

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Jefferson Public Radio (A Department of Southern Oregon University)
and JPR Foundation, Inc.
Combined Financial Statements
Years Ended June 30, 2017 and 2016

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INDEPENDENT AUDITOR'S REPORT

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Report on the Financial Statements

We have audited the accompanying combined financial statements of Jefferson Public Radio (a Department of Southern Oregon University) and JPR Foundation, Inc. (collectively known as the Organization), which comprise the combined statement of financial position as of June 30, 2017, the related combined statements of activities and cash flows for the year then ended, and the related notes to the combined financial statements.

Management's Responsibility for the Combined Financial Statements

Management is responsible for the preparation and fair presentation of these combined financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal controls 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 combined financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audits to obtain reasonable assurance about whether the combined 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 risks of material misstatement of the combined financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the preparation and fair presentation of the combined 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 Organization's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the combined financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified audit opinion.

Basis for Qualified Opinion

As discussed in Note 2 to the financial statements, the Organization has not consolidated JPR Foundation, Inc.'s wholly owned subsidiary Jefferson Live! LLC. In our opinion, accounting principles generally accepted in the United States of America require that all majority-owned subsidiaries be accounted for as consolidated subsidiaries. If the financial statements of Jefferson Live! LLC had been consolidated with those of the Organization, total assets and total liabilities would be increased by $7,905,451 and $1,758,578 respectively, as of June 30, 2017. Change in net assets would increase by $3,895,782 for the year then ended.

Qualified Opinion

In our opinion, except for the effects of not consolidating Jefferson Live! LLC, as discussed in the Basis for Qualified Opinion paragraph, the combined financial statements referred to in the first paragraph present fairly, in all material respects, the financial position of the Organization as of June 30, 2017, and the changes in its net assets and its cash flows for the years then ended in conformity with accounting principles generally accepted in the United States of America.

Adjustments to Prior Period Financial Statements

The combined financial statements of the Organization as of June 30, 2016, were audited by other auditors whose opinion dated September 27, 2016, on those statements was qualified because the Organization did not consolidate its wholly owned subsidiary Jefferson Live! LLC as discussed in the Basis for Qualified Opinion paragraph. As discussed in Note 3, the Organization has restated its 2016 combined financial statements during the current year to correct for an understatement of previously reported property, plant, equipment, intangible assets, and debt in accordance with accounting principles generally accepted in the United States of America. The other auditors reported on the June 30, 2016 combined financial statements before the restatement.

As part of our audit of the 2017 combined financial statements, we also audited adjustments described in Note 3 that were applied to restate the 2016 combined financial statements. In our opinion, such adjustments are appropriate and have been properly applied. We were not engaged to audit, review, or apply any procedures to the 2016 combined financial statements of the Organization other than with respect to the adjustments and, accordingly, we do not express an opinion or any other form of assurance on the 2016 combined financial statements as a whole.

Report on Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the combined financial statements. The supplementary information, as listed in the table of contents, is presented for purposes of additional analysis and is not a required part of the combined financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the combined financial statements. This information has been subjected to the auditing procedures applied in the audit of the combined financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the combined financial statements or to the combined financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary information, as listed in the table of contents, is fairly stated, in all material respects, in relation to the combined financial statements as a whole.

Mark E. Damon, CPA, Partner
KDP Certified Public Accountants, LLP
Medford, Oregon
November 9, 2017

COMBINED FINANCIAL STATEMENTS

Jefferson Public Radio (A Department of Southern Oregon University)
and JPR Foundation, Inc.
Combined Statements of Financial Position
June 30, 2017 and 2016

	2017	2016
ASSETS:		
Current assets:		
Cash and cash equivalents	$ 2,485,239	$ 1,687,212
Investments	84,433	120,725
Pledges receivable, net	240,525	160,968
Related party receivable	-	460,110
Other receivables, net	52,469	56,739
Bequest receivable	50,000	-
Prepaid expenses	27,086	25,742
Deposits	1,500	1,500
Total current assets	2,941,252	2,512,996
Property and equipment:		
Land and non-depreciable buildings	720,162	1,916,507
Buildings and equipment, net of accumulated depreciation	1,117,093	1,324,606
Total property and equipment	1,837,255	3,241,113
Other assets:		
Prepaid expense, non-current	2,370	2,370
Mt. Baldy Communications, LLC	68,670	59,450
Asset restricted under bond indenture	1,330,000	-
Intangible assets, net	1,964,461	1,964,461
Total other assets	3,365,501	2,026,281
Total assets	8,144,008	7,780,390
LIABILITIES AND NET ASSETS:		
Current liabilities:		
Accounts payable	120,656	37,848
Accrued liabilities	126,461	131,305
Accrued vacation	72,308	70,324
Deferred income	64,227	70,589
Lease deposits	1,000	1,000
Current portion of long-term debt and obligation	9,617	781,839
Total current liabilities	394,269	1,092,905
Long-term liabilities:		
Long term debt, net of current portion	12,977	22,757
Long term obligation, net of current portion	1,330,000	-
Total long-term liabilities	1,342,977	22,757
Total liabilities	1,737,246	1,115,662
Net assets:		
Unrestricted	6,406,762	6,664,728
Total liabilities and net assets	$ 8,144,008	$ 7,780,390

See accompanying notes to the financial statements.

Jefferson Public Radio (A Department of Southern Oregon University)
and JPR Foundation, Inc.
Combined Statement of Activities
Years Ended June 30, 2017 and 2016

	Unrestricted Total	Temporarily Restricted	2017 Combined Total	2016 Combined Total (Restated)
Revenues, Support, and Other Income:				
Revenues and support:				
Membership and contributions	$ 1,397,843	$ -	$ 1,397,843	$ 1,262,538
Program underwriting	706,456	-	706,456	672,023
Southern Oregon University:				
General appropriations	266,889	-	266,889	259,700
Indirect administrative support	811,482	-	811,482	777,964
Corporation for Public Broadcasting Grants	327,189	98,637	425,826	393,810
Other grants and planned gifts	81,529	44,530	126,059	49,168
Donated programs, services and materials	159,518	-	159,518	160,311
Fundraising events	55,814	-	55,814	77,526
Jeffnet internet service royalties	36,967	-	36,967	38,654
Contribution from Jefferson Live! LLC	-	-	-	60,900
Total revenues and support	3,843,687	143,167	3,986,854	3,752,594
Other income:				
Rents and royalties	133,019	-	133,019	126,085
Miscellaneous income	1,467	-	1,467	2,627
Interest and dividend income	6,026	-	6,026	4,728
Realized and unrealized gain (loss), net of fees	13,708	-	13,708	7,819
Change in value of beneficial interest	-	-	-	(1,966)
Change in value of interest in Mt. Baldy LLC	9,220	-	9,220	-
Total other income	163,440	-	163,440	139,293
Net assets released from restrictions	143,167	(143,167)	-	-
Total Revenues, Support, and Other Income	4,150,294	-	4,150,294	3,891,887
Expenses:				
Program Services:				
Programming and production	1,318,271	-	1,318,271	1,296,622
Broadcasting	1,365,483	-	1,365,483	1,085,191
Program information and promotion	271,876	-	271,876	264,467
Total program services	2,955,630	-	2,955,630	2,646,280
Supporting Services:				
Management and general:				
Operating	212,847	-	212,847	222,152
Non-operating contribution to Jefferson Live!, LLC	558,730	-	558,730	-
Fundraising and membership development	273,501	-	273,501	272,438
Underwriting and grant solicitation	161,627	-	161,627	158,024
Depreciation	245,925	-	245,925	253,845
Total supporting services	1,452,630	-	1,452,630	906,459
Total Expenses	4,408,260	-	4,408,260	3,552,739
Change in Net Assets	(257,966)	-	(257,966)	339,148
Net Assets at Beginning of Year (as restated)	6,664,728	-	6,664,728	6,325,580
Net Assets at End of Year	$ 6,406,762	$ -	$ 6,406,762	$ 6,664,728

See accompanying notes to the financial statements.

Jefferson Public Radio (A Department of Southern Oregon University)
and JPR Foundation, Inc.
Combined Statement of Cash Flows
Years Ended June 30, 2017 and 2016

	2017	2016 (Restated)
Cash Flows from Operating Activities:		
Change in net assets	$ (257,966)	$ 339,148
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Depreciation	245,925	253,845
Unrealized (gain)/loss, net	(13,708)	5,709
Change in value of beneficial interest	-	1,964
Change in value of interest in Mt. Baldy LLC	(9,220)	-
Non-cash net contribution of buildings	99,806	-
Loss on disposal of property	262,981	-
(Increase) decrease in operating assets:		
Pledges receivable	(79,557)	(14,436)
Other receivables	(45,730)	102,537
Related party receivables	460,110	-
Prepaid expenses	(1,344)	1,540
Deposits	-	2,579
Increase (decrease) in operating liabilities:		
Accounts payable	82,808	7,627
Accrued liabilities	(4,844)	6,288
Accrued vacation	1,984	5,100
Deferred income	(6,362)	13,349
Net cash provided (used) by operating activities	734,883	725,250
Cash Flows from Investing Activities		
Proceeds from sale of investments	50,000	32,261
Purchase of property and equipment	(337,551)	(127,117)
Purchase of intangible assets	-	(10,000)
Proceeds from sale of building	360,000	-
Net cash provided (used) by investing activities	72,449	(104,856)
Cash Flows from Financing Activities		
Payments on long-term debt	(9,305)	(26,182)
Payments on capital lease obligations	-	(17,017)
Net cash provided (used) by financing activities	(9,305)	(43,199)
Net Increase (Decrease) in Cash and Cash Equivalents	798,027	577,195
Cash and Cash Equivalents, Beginning of Year	1,687,212	1,110,017
Cash and Cash Equivalents, End of Year	$ 2,485,239	$ 1,687,212

Supplemental disclosure of cash flow information:

	2017	2016 (Restated)
Cash paid for interest	$ 20,833	$ 49,585

See accompanying notes to the financial statements.

NOTES TO COMBINED FINANCIAL STATEMENTS

NOTE 1 - NATURE OF OPERATIONS

Jefferson Public Radio (JPR) is a Department of Southern Oregon University (SOU) that serves as an outreach program of its regional educational mission. SOU is a State of Oregon public university governed by a Board of Trustees. JPR provides public broadcasting services to listeners in Southern Oregon and Northern California.

The JPR Foundation, Inc. (the Foundation) was established in 1997 to support JPR's educational and public service mission. The Foundation is an Oregon nonprofit, tax-exempt organization governed by a Board of Directors.

Jefferson Public Radio and JPR Foundation will collectively be referred as the Organization.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

BASIS OF ACCOUNTING

The financial statements of the Organization have been prepared on the accrual basis of accounting and are presented in accordance with accounting for financial statements of not-for-profit organizations, which requires classification of an organization's net assets and its revenues, expenses, gains, and losses based on the existence or absence of donor-imposed restrictions. It requires that the amounts for each of the three classes of net assets – permanently restricted, temporarily restricted, and unrestricted – be presented in a statement of financial position and that the amounts of change in each of those classes of net assets be presented in a statement of activities. The assets, liabilities, revenues, expenses, and net assets of the Organization are reported in the following categories:

> *Unrestricted Net Assets* – represent unrestricted resources available to support the Organization's operations and temporarily restricted resources which have become available for use by the Organization in accordance with the intention of the donor.
>
> *Temporarily Restricted Net Assets* – represent contributions that are limited in use by the Organization in accordance with temporary donor-imposed stipulations. These stipulations may expire with time or may be satisfied by the actions of the Organization according to the intention of the donor. Upon satisfaction of such stipulations, the associated net assets are released from temporarily restricted net assets and recognized as unrestricted net assets. Temporarily restricted net assets are available primarily for assistance and capital projects as designated by the donors.
>
> *Permanently Restricted Net Assets* – represent net assets subject to donor imposed stipulations that they be maintained by the Organization in perpetuity. The Board of Directors has interpreted Oregon's enacted Uniform Prudent Management of Institutional Funds Act (UPMIFA) as requiring the preservation of the fair value of the original gift as of the gift date of permanently restricted donations absent explicit donor stipulations to the contrary. As a result of this interpretation, the Organization classifies as permanently restricted net assets (a) the original value of gifts donated, (b) the original value of subsequent gifts, and (c) accumulations to the permanently restricted fund made in accordance with the direction of the applicable donor gift instrument at the time the accumulation is added to the fund. Generally, the donors of these assets permit the Organization to use of all or part of the investment return on these assets.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLIICIES (CONTINUED)

PRINCIPLES OF COMBINATION

The combined financial statements of Jefferson Public Radio and the JPR Foundation, Inc. include the JPR Foundation and the accounts of Southern Oregon University related to Jefferson Public Radio. Though not required under generally accepted accounting principles, the JPR Foundation has been combined with Jefferson Public Radio to provide full disclosure of Jefferson Public Radio's activities. All intercompany accounts and transactions have been eliminated. The combined financial statements do not include the financial activities of JPR Foundation's wholly owned limited liability company Jefferson Live!, LLC.

CASH AND CASH EQUIVALENTS

For combined financial statement purposes, all highly liquid investments with an original maturity of three months or less from the date of purchase are considered to be cash equivalents.

INVESTMENTS

Investments are stated at fair value based on quoted market prices. Investment in marketable securities are adjusted to fair value through recognition of unrealized gains and losses in nonoperating income (loss) as they are classified as trading securities. Purchases and sales of securities are recorded on a trade-basis. Interest income is recorded on the accrual basis. Net appreciation includes the gain and losses on investments bought and sold during the year, as well as market gain or loss on investments held during the year. Dividends are recorded on the exdividend date. Expenses relating to investment revenues, including custodial fees and investment advisory fees have been netted against investment revenues in the accompanying Statement of Activities.

CONTRIBUTIONS

Contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted support depending on the existence or nature of any donor restrictions. The Organization reports gifts of cash and other assets as restricted support if they are received with donor stipulations that limit the use of the donated assets. When a donor restriction expires, that is, when a stipulated time restriction ends or purpose restriction is accomplished, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities as net assets released from restrictions. Contributions received with donor-imposed restrictions that are met in the same reporting period are reported as unrestricted.

PLEDGES RECEIVABLE

Unconditional pledges receivable, less an allowance for uncollectible amounts, are recognized as revenues in the period the promise is made and as assets, decreases of liabilities, or expenses depending on the form of the benefit received. The allowance for uncollectible pledges is an estimate based on management's knowledge of historical pledge collection rates.

NONCASH CONTRIBUTIONS

Noncash contributions are recorded as revenue at their estimated fair value at the date of receipt.

Noncash contributions of $171,383 and $160,311 consisting of donated programs, promotions, services and materials were received during the years ended June 30, 2017 and 2016, respectively.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLIICIES (CONTINUED)

INDIRECT ADMINISTRATIVE SUPPORT

A portion of the general overhead costs of Southern Oregon University relates to and benefits JPR. Such items include administrative costs, utilities, maintenance and repairs. These services were provided without cost. The fair value of these services has been allocated to JPR and reported as revenue and expense in the accompanying combined statement of activities.

FUNCTIONAL ALLOCATION OF EXPENSES

The costs of providing the various programs and other activities are summarized on a functional basis in the combined statements of activities. Accordingly, certain costs have been allocated among program and support services based on total personnel costs or other systematic basis.

PROPERTY AND EQUIPMENT

Purchases of property and equipment are recorded at cost. Purchases exceeding $5,000 with a useful life in excess of one year are capitalized. Costs of repairs and maintenance are expensed as incurred. Expenditures for property, equipment and major repairs that extend useful lives or add function are capitalized. When items of property and equipment are sold or retired, the related costs and accumulated depreciation are removed from the accounts and any gain or loss is included in the results of operations.

Donated property and equipment is recorded at estimated fair value at the date of donation. Such donations are reported as unrestricted support unless the donor has restricted the donated asset to a specific purpose. Assets donated with explicit restrictions regarding their use and contributions of cash that must be used to acquire property and equipment are reported as restricted support. Absent donor stipulations regarding how long those donated assets must be maintained, expirations or donor restrictions are reported when the donated or acquired assets are placed in service as instructed by the donor.

Property and equipment is depreciated using the straight-line method over estimated useful lives ranging from three to thirteen years for equipment and ten to forty years for buildings.

ADVERTISING EXPENSE

Advertising costs are expensed as they are incurred. Advertising expenses for the years ended June 30, 2017 and 2016 were $124,859 and $116,054, respectively.

USE OF ESTIMATES

The preparation of the combined financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the basic financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

TAX STATUS

Jefferson Public Radio is a department of Southern Oregon University and is exempt from federal and state income tax as a government entity. JPR Foundation, Inc. is exempt from federal and state income tax under Section 501(c)(3) of the Internal Revenue Code.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLIICIES (CONTINUED)

TAX STATUS (CONTINUED)

Revenue from sales of advertising in the JPR Foundation's Jefferson Journal publication is subject to tax on unrelated business income. At June 30, 2017 and 2016, no tax was due from this activity because the revenue does not exceed the expense of production and distribution of the publication.

No tax provision has been made in the accompanying statement of activities. The Organization recognizes the tax benefit from uncertain tax positions only if it is more likely than not that the tax positions will be sustained on examination by the tax authorities, based on the technical merits of the position. The tax benefit is measured based on the largest benefit that has a greater than 50% likelihood of being realized upon ultimate settlement. The Organization recognizes interest and penalties related to income tax matters in operating expenses. As of June 30, 2017 and 2016, there were no such uncertain tax positions.

PROGRAM UNDERWRITING

Revenue for program underwriting is recognized over the period covered. Expenditures of unrestricted funds are recognized as expenses when incurred. Costs incurred for programs that have not been broadcast are recorded as prepaid expenses. Prepaid expenses related to program underwriting for the years ended June 30, 2017 and 2016 were $8,302 and $7,817, respectively.

NOTE 3 - RESTATEMENT OF FINANCIAL STATEMENTS

During the year ended June 30, 2017, the Organization determined that the fiscal year 2016 beginning net assets needed to be restated due to an understatement of previously reported assets and liabilities.

The Holly Theatre in Medford, Oregon was purchased by JPR Foundation with the intention of restoring the theatre and operating it as a performing arts center. The Foundation assigned its interest and responsibility for the Holly Theatre to Jefferson Live!, LLC in 2012. While the intention was for this property to belong to Jefferson Live!, the property deed and related debt was not transferred until the property was refinanced in fiscal year 2017. As a result, the assets and associated debt have been included in the restatement.

The Front Street building in Medford, Oregon was purchased by the JPR Foundation in February 2011 with a five year note payable to the Larson Family Charitable Foundation. The Foundation assigned its interest and responsibility for the Front St building to Jefferson Live! LLC in 2012. While the intention was for this property to belong to Jefferson Live!, the property deed and related debt was not transferred until the property was refinanced in fiscal year 2017. As a result, the assets and associated debt have been included in the restatement.

The Grocery Warehouse building was donated to the JPR Foundation in 2011. The Foundation assigned its interest and responsibility for the Grocery Warehouse building to Jefferson Live! LLC in 2012, yet never transferred the property deed. Ownership of this property remained with the Foundation until sold in fiscal year 2017. As a result, the assets have been included in the restatement.

In prior years, JPR Foundation donated equipment to JPR. These assets were originally recorded at cost and subsequent depreciation was expensed accordingly. The restatement adjusts the value of these assets and subsequent depreciation to reflect fair market value at the time of donation.

NOTE 3 - RESTATEMENT OF FINANCIAL STATEMENTS (CONTINUED)

Purchased and donated FCC licenses were understated in error. In addition, these licenses are intangible assets that are determined to have an indefinite useful life. As a result, they are not subject to amortization. This restatement corrects for those errors.

These amounts have been corrected by restating the July 1, 2015 beginning unrestricted net assets as follows:

		Unrestricted Net Assets
Balance, June 30, 2015 as previously stated	$	5,292,645
Holly Theater land and building, net of associated debt		80,893
Front St land and building, net of associated debt		1,896
Grocery Warehouse		622,981
Donated equipment, net of accumulated depreciation		107,708
Intangible assets- FCC licenses		219,457
Unrestricted net assets- July 1, 2016 as restated	$	6,325,580

As a result of this restatement, there was additional interest expense of $43,883 within fiscal year 2016 activity that that was not previously reported. In addition, there was $60,900 contributed from Jefferson Live! LLC within fiscal year 2016 activity that that was not previously reported.

NOTE 4 - NET ASSETS RELEASED FROM RESTRICTIONS

Net assets were released from restrictions for the following purposes as of June 30:

		2017		2016
CPB Grant, Radio Prgram and Broadcast	$	98,637	$	89,470
Beneficial interest in funds held by OCF		-		30,963
Okie Trust Endowment, Radio Operations		44,530		44,343
Total net assets released from restriction	$	143,167	$	164,776

NOTE 5 – DEPOSITS IN EXCESS OF INSURED LIMITS

The JPR Foundation maintains accounts at various financial institutions. The Federal Deposit Insurance Corporation (FDIC) and National Credit Union Association (NCUA) insures accounts at each financial institution up to $250,000. As of June 30, 2017 and 2016, the funds held at certain financial institutions exceeded amounts insured by $517,802 and $560,415, respectively.

NOTE 6 - PLEDGES RECEIVABLE

In May of 2017, the Foundation entered into an Agreement to Exchange Services and Support with Southern Oregon University. As part of this agreement, the Foundation agreed to provide $2,053,914 over a 20-year period to the University to support construction of a new broadcast facility for JPR on the SOU campus. These payments reimburse the University for its portion of debt service associated with 2017 Series 1 General Obligation Bonds issued by the State of Oregon expressly for this project. The total support was discounted utilizing the University's estimated earnings rate on the Public University Fund investment pool of 2%. The discounted obligation at June 30, 2017 was $1,686,241. The University elected to account for this receivable within its JPR department. Since the Foundation and JPR are combined, the pledge receivable associated with the Foundation's contribution was eliminated in the combined financial statements.

Other pledge activity is as follows as of June 30:

	2017	2016
Pledges expected to be collected in less than one year	$ 247,964	$ 164,253
Less allowance for uncollectible pledges	(7,439)	(3,285)
Net pledges receivable due in less than one year	$ 240,525	$ 160,968

NOTE 7 - PROPERTY AND EQUIPMENT

The following is a summary of property and equipment, less accumulated depreciation, on June 30, 2017 and 2016:

	6/30/2016	Additions	Deletions	6/30/2017
Capital assets, non-depreciable				
Building	$ 1,336,161	$ 299,139	$ (1,209,044)	$ 426,256
Land	580,346	-	(286,440)	293,906
Total capital assets, non-depreciable	1,916,507	299,139	(1,495,484)	720,162
Capital assets, depreciable				
Equipment	2,881,020	38,412	-	2,919,432
Total capital assets, depreciable	2,881,020	38,412	-	2,919,432
Less accumulated depreciation for				
Equipment	(1,556,414)	(245,925)	-	(1,802,339)
Total accumulated depreciation	(1,556,414)	(245,925)	-	(1,802,339)
Total capital assets being depreciated, net	1,324,606	(207,513)	-	1,117,093
Total property and equipment	$ 3,241,113	$ 91,626	$ (1,495,484)	$ 1,837,255

NOTE 7 - PROPERTY AND EQUIPMENT (CONTINUED)

	July 1, 2015 as restated	Additions	Deletions	6/30/2016
Capital assets, non-depreciable				
Building	$ 1,209,044	$ 127,117	-	$ 1,336,161
Land	580,346	-	-	580,346
Total capital assets, non-depreciable	1,789,390	127,117	-	1,916,507
Capital assets, depreciable				
Equipment	2,891,320		(10,300)	2,881,020
Total capital assets, depreciable	2,891,320	-	(10,300)	2,881,020
Less accumulated depreciation for				
Equipment	(1,312,869)	(253,845)	10,300	(1,556,414)
Total accumulated depreciation	(1,312,869)	(253,845)	10,300	(1,556,414)
Total capital assets being depreciated, net	1,578,451	(253,845)	-	1,324,606
Total property and equipment	$ 3,367,841	$ (126,728)	$ -	$ 3,241,113

NOTE 8 - INTANGIBLE ASSETS

On June 30, 2017 and 2016, intangible assets consisted of purchased and donated licenses for radio stations. The purchased licenses covered the following radio stations: KNHT, KTBR, KOOZ, KMJC, KHEC, KSYS, KJPR, and KNHM, and the FM broadcast translator K272FC. The donated licenses covered the following stations: KSJK, KPMO, and KAGI. Purchased licenses are recorded at cost, and donated licenses are recorded at the fair market value at the time of donation. Under generally accepted accounting principles, the carrying amount of these licenses is not amortized but is reduced if management determines that its implied fair value has been impaired.

On June 30, 2017 and 2016, intangible assets consisted of the following:

	2017	2016
Purchased licenses recorded at cost	$ 1,665,959	$ 1,665,959
Donated licenses recorded at fair market value	298,502	298,502
Total intangible assets	$ 1,964,461	$ 1,964,461

Twelve FM stations were established on frequencies awarded by the Federal Communications Commission. Broadcasting equipment used to operate the stations is included in these combined basis financial statements. No value was recorded for radio licenses when awarded. Awarded station licenses include: KSOR, KSRG, KSRS, KNYR, KLMF, KSMF, KSBA, KSKF, KNCA, KNSQ, KLDD and KZBY.

NOTE 9 - INVESTMENT IN LIMITED LIABILITY COMPANY

During the year ended June 30, 2004, the Foundation contributed $33,750 to the capital of Mt. Baldy Communications, LLC in exchange for a 15% ownership interest in the Limited Liability Company. Mt. Baldy Communications, LLC owns and operated a communication site on Baldy Mountain in Jackson County, Oregon. The investment is recorded at 15% of the LLC's value using the equity method of accounting. At June 30, 2017 and 2016 the Foundation's interest in Mt. Baldy Communications, LLC was $68,670 and $59,450, respectively.

NOTE 10 - OPERATING LEASES

EXPENSE

Jefferson Public Radio and the JPR Foundation have entered into various leases for transmitter and translator sites. The leases expire at various dates ranging from January 1, 2018 to September 30, 2029. For the years ended June 30, 2017 and 2016, rental expense was $213,502 and $213,118, respectively. As of June 30, 2017, minimum annual lease payments for leases with terms in excess of one year are as follows:

2018	$	101,435
2019		96,054
2020		84,055
2021		61,050
2022		47,362
Thereafter		223,640
Total	$	613,596

INCOME

Jefferson Public Radio and the JPR Foundation also sublease sites to other parties. For the years ended June 30, 2017 and 2016, rental income totaled $133,019 and $126,085, respectively. Subleases expire on dates ranging from September 30, 2017 to September 30, 2029. As of June 30, 2017, minimum annual future receipts for subleases with terms in excess of one year are as follows:

2018	$	116,235
2019		103,265
2020		97,610
2021		95,238
2022		90,623
Thereafter		636,455
Total	$	1,139,426

NOTE 11 - LONG-TERM DEBT AND OBLIGATIONS

Obligations of JPR to Southern Oregon University -

JPR entered into a note payable with Southern Oregon University Internal Bank resulting from conversion of general obligation bonds issued in 1998 and 2004 to purchase equipment. Terms of the note once required semi-annual payments on December 31 and June 30 on a reducing payment schedule. Due to the transfer of the loan to SOU, terms of the note were amended during the 2015 fiscal year to require semi-annual payments on August 1, and February 1 on a reducing payment schedule with a reducing interest rate. The note matures on August 1, 2037. The balance of the note at June 30, 2017 and 2016 was $14,722 and $18,613, respectively.

NOTE 11 - LONG-TERM DEBT AND OBLIGATIONS (CONTINUED)

Obligations of JPR to Southern Oregon University (continued)-

In May of 2017, JPR entered into a $1,330,000 long-term obligation with Southern Oregon University Internal Bank. JPR effectively contributed support to Southern Oregon University that will be financed over a 20 year term. Interest installments commenced on June 1, 2017 and are payable semi-annually on June 1st and December 1st of each year. Principal installments commence on July 1, 2018 and continue annually through June 1, 2037 (maturity date). The balance of the long-term obligation at June 30, 2017 was $1,330,000. The contributed funds support Southern Oregon University's debt service associated with 2017 Series 1 General Obligation Bonds issued to build a new facility that will house JPR.

Obligations of the Foundation -

On September 9, 2003, the Foundation entered into a note payable to U.S. Bank in the amount of $75,000. The note required 59 monthly principal and interest payments of $855 including interest at 6.5%. The note was amended on September 10, 2008 to require 120 monthly principal and interest payments of $518 including interest at 7.24% per annum. The note matures on September 10, 2018. The note is secured by real estate located in Redding, California. The balance of the note at June 30, 2017 and 2016 was $7,872 and $13,286, respectively.

On April 18, 2011, the Foundation entered into a note payable to U.S. Bank in the amount of $500,000. The note required 59 monthly principal and interest payments of $3,613 including interest at 6% per annum beginning May 26, 2011 and a final payment of accrued interest and principal on April 26, 2017. The note was secured by the Holly Theatre property. The balance of the note at June 30, 2016 was $422,697. This obligation was refinanced out of the Foundation's name on January 24, 2017 and the remaining assets of the Holly Theatre (including the property) were contributed to Jefferson Live! LLC.

On November 9, 2011, the Foundation entered into a note payable to the Larson Family Charitable Foundation in the amount of $350,000. The note required annual interest only payments beginning December 1, 2011. Interest was computed at 5% per annum. Principal was to be paid in one payment on December 1, 2016. The note was secured by the 315 S. Front Street property. The balance of the note at June 30, 2016 was $350,000. This obligation was refinanced out of the Foundation's name on January 25, 2017 and the remaining assets of 315 S. Front Street (including the property) were contributed to Jefferson Live! LLC.

In May of 2017, the Foundation entered into an Agreement to Exchange Services and Support with Southern Oregon University. The Foundation agreed to provide $2,053,914 in support to the University that will be paid over a 20 year period to the University to support construction of a new broadcast facility for JPR on the SOU campus. The total support was discounted utilizing the University's estimated earnings rate on the Public University Fund investment pool of 2%. The discounted obligation at June 30, 2017 was $1,686,241. These payments reimburse SOU's debt service associated with 2017 Series 1 General Obligation Bonds issued to build a new facility that will house JPR and the Foundation. This amount was eliminated in the combined financial statements as the University elected to account for its receivable in its JPR department. As a result, the future required minimum payment will not show on the following schedule.

NOTE 11 - LONG-TERM DEBT AND OBLIGATIONS (CONTINUED)

Future maturities of long-term debt and obligations at June 30, 2017 are as follows:

	Principal	Interest	Total
Year ending June 30,			
2018	$ 9,617	$ 49,116	$ 58,733
2019	37,627	60,495	98,122
2020	45,619	58,844	104,463
2021	45,647	56,622	102,269
2022	45,678	54,403	100,081
Thereafter	1,168,406	459,547	1,627,953
	$ 1,352,594	$ 739,027	$ 2,091,621

NOTE 12 - GUARANTEES

During fiscal 2017, the Foundation entered into a Corporate Guarantee and Pledge of Assets agreement with U.S. Bank in which the Foundation guaranteed payment of all present and future indebtedness, obligations, and liabilities owed to U.S. Bank by its wholly owned subsidiary organization Jefferson Live! LLC. The Foundation would be required to perform under the guarantee if Jefferson Live! LLC failed to make scheduled principal and interest payments. The Foundation’s maximum potential amount of future payments under the guarantee are as follows:

- At June 30, 2017, Jefferson Live! LLC owed U.S. Bank $405,560 associated with its purchase of the Holly Theatre. Total remaining debt service (principal and interest) is $482,876 and the obligation matures on December 31, 2021. The obligation is secured by real property known as 226 West 6th Street, Medford, Oregon, of which the proceeds associated with the liquidation of such assets would be utilized to offset amounts owed to U.S. Bank.

- At June 30, 2017, Jefferson Live! LLC owed U.S. Bank $814,091 associated with its purchase of the Cascade Theatre. Total remaining debt service (principal and interest) is $1,213,408 and the obligation matures on February 6, 2032. The obligation is secured by real property known as 1725 Market St., Redding, California, of which the proceeds associated with the liquidation of such assets would be utilized to offset amounts owed to U.S. Bank.

- At June 30, 2017, Jefferson Live! LLC owed U.S. Bank $256,378 associated with its purchase of the Front Street property. Total remaining debt service (principal and interest) is $383,076 and the obligation matures on December 31, 2031. The obligation is secured by real property known as 315 S. Front Street, Medford, Oregon, of which the proceeds associated with the liquidation of such assets would be utilized to offset amounts owed to U.S. Bank.

At June 30, 2017, in accordance with applicable accounting standards, the Foundation has not recorded a liability associated with the guarantees.

NOTE 13 – FAIR VALUE OF FINANCIAL INVESTMENTS

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value hierarchy requires an entity to maximize the use of observable inputs and minimize the use of unobservable inputs when measuring fair value. There are three levels of inputs that may be used to measure fair value:

Level 1 – Quoted prices in active markets for identical assets or liabilities.

Level 2 – Observable inputs other than Level 1 prices, such as quoted prices for similar assets or liabilities.

Level 3 – Unobservable inputs that are supported by little or no market activity and that are significant to the fair value of the assets or liabilities.

The carrying values of promises to give receivable and other accounts receivable, accounts payable, accrued expenses, and deferred revenue approximates fair value due to the short maturity of such instruments.

The following table presents the fair value hierarchy for those assets measured at fair value on a recurring basis at June 30, 2017 and 2016:

	2017		
	Level 1	Level 2	Total
Assets			
Investments:			
Equity mutual funds	$ 62,609	$ -	$ 62,609
Bond fund	-	21,824	21,824
Total assets	$ 62,609	$ 21,824	$ 84,433

	2016		
	Level 1	Level 2	Total
Assets			
Investments:			
Equity mutual funds	$ 100,497	$ -	$ 100,497
Bond fund	-	20,228	20,228
Total assets	$ 100,497	$ 20,228	$ 120,725

NOTE 14 - RELATED PARTY TRANSACTIONS

The JPR Foundation is the sole owner of Jefferson Live! LLC. At June 30, 2016 Jefferson Live! LLC owed JPR Foundation $460,110. During the 2017 fiscal year, the Foundation contributed the Holly Theatre and the Front Street building to Jefferson Live! LLC, along with the associated debt. The net value of these contributions was $99,806. In addition, Jefferson Live! repaid $361,186 of the $460,110 that was due to the Foundation. The remaining balance of $92,924 was forgiven by the Foundation and recorded as an expense. The Foundation also contributed $360,000 from the proceeds of the sale of the Grocery Warehouse building to Jefferson Live!

NOTE 14 - RELATED PARTY TRANSACTIONS (CONTINUED)

As a department of Southern Oregon University, JPR received $1,330,000 in assets restricted under bond indenture for the purposes of building a facility that will house JPR. Simultaneously, the Foundation entered into an Agreement to Exchange Services and Support with SOU and agreed to assume the associated debt for these bond payments. The Foundation agreed to provide $2,053,914 in support to the University that will be paid over a 20 year period (unconditional promise to give). The total support was discounted utilizing the University's estimated earnings rate on the Public University Fund investment pool of 2%. The discounted obligation at June 30, 2017 was $1,686,241. This amount was eliminated in the combined financial statements as SOU elected to account for its receivable in its JPR department.

NOTE 15 - CONTINGENT LIABILITIES

There are recorded liens on equipment paid with grants from NTIA, U.S. Department of Commerce. These liens provide the Federal government with rights to recover its share of the cost of the equipment purchased under NTIA grants during ten-year periods. In the event the station, during those periods, ceases to use said equipment for public radio purposes, if must return the grant funds reported by NTIA. Total liens at June 30, 2017 and 2016 were $192,831 for both years.

NOTE 16 – ASSETS RESTRICTED UNDER BOND INDENTURE

In May of 2017, JPR received $1,330,000 from Southern Oregon University that is restricted under the University's 2017 Series 1 General Obligation Bonds. These assets will be utilized to build a new broadcast facility that will house JPR on the SOU campus.

NOTE 17 - SUBSEQUENT EVENTS

Subsequent events have been evaluated for the year ended June 30, 2017 through November 9, 2017, the date the combined financial statements were available to be issued. No subsequent events were noted by management that require note disclosure.

SUPPLEMENTARY INFORMATION

Jefferson Public Radio (A Department of Southern Oregon University) and JPR Foundation, Inc.
Combining Schedule of Financial Position
June 30, 2017

	JPR-SOU	JPR Foundation	Eliminations	Total
ASSETS:				
Current assets:				
Cash and cash equivalents	$ 900,620	$ 1,584,619	$ -	$ 2,485,239
Investments	-	84,433	-	84,433
Pledges receivable, net	-	240,525	-	240,525
Other receivables, net	20,813	31,656	-	52,469
Bequest receivable	-	50,000	-	50,000
Prepaid expenses	10,485	16,601	-	27,086
Deposits	-	1,500	-	1,500
Total current assets	931,918	2,009,334	-	2,941,252
Property and Equipment:				
Land and non-depreciable buildings	426,256	293,906	-	720,162
Buildings and equipment, net of accumulated depreciation	1,106,713	10,380	-	1,117,093
Total property and equipment	1,532,969	304,286	-	1,837,255
Other assets:				
Prepaid expense, non-current	2,370	-	-	2,370
Related party receivable	1,686,241	-	(1,686,241)	-
Mt. Baldy Communications, LLC	-	68,670	-	68,670
Asset restricted under bond indenture	1,330,000	-	-	1,330,000
Intangible assets, net	1,964,461	-	-	1,964,461
Total other assets	4,983,072	68,670	(1,686,241)	3,365,501
Total Assets	$ 7,447,959	$ 2,382,290	$ (1,686,241)	$ 8,144,008
LIABILITIES AND NET ASSETS:				
Current liabilities:				
Accounts payable	113,414	7,242	-	120,656
Accrued liabilities	119,005	7,456	-	126,461
Accrued vacation	67,721	4,587	-	72,308
Deferred income	-	64,227	-	64,227
Lease deposits	-	1,000	-	1,000
Current portion of long-term debt	3,789	5,828	-	9,617
Total current liabilities	303,929	90,340	-	394,269
Long-term liabilities:				
Related party payable	-	1,686,241	(1,686,241)	-
Long term debt, net of current portion	10,933	2,044	-	12,977
Long term obligation, net of current portion	1,330,000	-	-	1,330,000
Total long-term liabilities	1,340,933	1,688,285	(1,686,241)	1,342,977
Total liabilities	1,644,862	1,778,625	(1,686,241)	1,737,246
Net assets:				
Unrestricted	4,116,856	603,665	1,686,241	6,406,762
Temporarily restricted	1,686,241	-	(1,686,241)	-
Total Net Assets	5,803,097	603,665	-	6,406,762
Total liabilities and net assets	$ 7,447,959	$ 2,382,290	$ (1,686,241)	$ 8,144,008

Jefferson Public Radio (A Department of Southern Oregon University) and JPR Foundation, Inc.
Combining Schedule of Financial Position
June 30, 2016

	JPR-SOU	JPR Foundation	Eliminations	Total
ASSETS				
Current assets				
Cash and cash equivalents	$ 77,349	$ 1,609,863	$ -	$ 1,687,212
Investments	-	120,725	-	120,725
Pledges receivable, net	-	160,968	-	160,968
Related party receivable	-	460,110	-	460,110
Other receivables, net	20,902	35,837	-	56,739
Prepaid expenses	10,109	15,633	-	25,742
Deposits	-	1,500	-	1,500
Total current assets	108,360	2,404,636	-	2,512,996
Property and Equipment				
Land and non-depreciable buildings	127,117	1,789,390	-	1,916,507
Buildings and equipment, net of accumulated depreciation	1,039,569	285,037	-	1,324,606
Total property and equipment	1,166,686	2,074,427	-	3,241,113
Other assets				
Prepaid expense, non-current	2,370	-	-	2,370
Mt. Baldy Communications, LLC	-	59,450	-	59,450
Intangible assets, net	1,964,461	-	-	1,964,461
Total other assets	1,966,831	59,450	-	2,026,281
Total Assets	$ 3,241,877	$ 4,538,513	$ -	7,780,390
LIABILITIES AND NET ASSETS				
Current liabilities				
Accounts payable	$ 30,600	$ 7,248	$ -	$ 37,848
Accrued liabilities	116,969	14,336	-	131,305
Accrued vacation	59,548	10,776	-	70,324
Deferred income	-	70,589	-	70,589
Lease deposits	-	1,000	-	1,000
Current portion of long-term debt	3,892	777,947	-	781,839
Total current liabilities	211,009	881,896	-	1,092,905
Long term debt, net of current portion	14,721	8,036	-	22,757
Total liabilities	225,730	889,932	-	1,115,662
Net assets				
Unrestricted (Restated)	3,016,147	3,648,581	-	6,664,728
Total liabilities and net assets	$ 3,241,877	$ 4,538,513	$ -	$ 7,780,390

Jefferson Public Radio (A Department of Southern Oregon University)
and JPR Foundation, Inc.
Combining Schedule of Activities
Year Ended June 30, 2017

	JPR-SOU	JPR Foundation	Eliminations	Total
Revenues, Support, and Other Income:				
Revenues and support:				
Membership and contributions	$ 426	$ 1,397,417	$ -	$ 1,397,843
Program underwriting	5,188	701,268	-	706,456
Southern Oregon University:				
General appropriations	266,889	-	-	266,889
Indirect administrative support	811,482	-	-	811,482
Corporation for Public Broadcasting Grants	425,826	-	-	425,826
Other grants and planned gifts	12,836	113,223	-	126,059
Donated programs, services and materials	46,742	112,776	-	159,518
Fundraising events	-	55,814	-	55,814
Jeffnet internet service royalties	-	36,967	-	36,967
Contribution from JPR Foundation	1,686,241	-	(1,686,241)	-
Total revenues and support	3,255,630	2,417,465	(1,686,241)	3,986,854
Other income:				
Rents and royalties	94,739	38,280	-	133,019
Miscellaneous income	-	1,467	-	1,467
Interest and dividend income	11	6,015	-	6,026
Realized and unrealized gain (loss), net of fees	-	13,708	-	13,708
Change in value of interest in Mt. Baldy LLC	-	9,220	-	9,220
Total other income	94,750	68,690	-	163,440
Total Revenues, Support, and Other Income	3,350,380	2,486,155	(1,686,241)	4,150,294
Expenses:				
Program Services:				
Programming and production	1,278,581	39,690	-	1,318,271
Broadcasting	996,194	369,289	-	1,365,483
Program information and promotion	113,254	158,622	-	271,876
Total program services	2,388,029	567,601	-	2,955,630
Supporting Services:				
Management and general:				
Operating	200,595	12,252	-	212,847
Non-operating contribution to Jefferson Live!, LLC	-	558,730	-	558,730
Fundraising and membership development	142,048	131,453	-	273,501
Underwriting and grant solicitation	77,960	83,667	-	161,627
Depreciation	242,734	3,191	-	245,925
Related-party contribution	-	1,686,241	(1,686,241)	-
Total supporting services	663,337	2,475,534	(1,686,241)	1,452,630
Total Expenses	3,051,366	3,043,135	(1,686,241)	4,408,260
Transfers in (out)	2,487,936	(2,487,936)	-	-
Change in Net Assets	2,786,950	(3,044,916)	-	(257,966)
Net Assets at Beginning of Year (as restated)	3,016,147	3,648,581	-	6,664,728
Net Assets at End of Year	$ 5,803,097	$ 603,665	$ -	$ 6,406,762

Jefferson Public Radio (A Department of Southern Oregon University)
and JPR Foundation, Inc.
Combining Schedule of Activities
Year Ended June 30, 2016

	JPR-SOU	JPR Foundation	Eliminations	Total
Revenues, Support, and Other Income:				
Revenues and support:				
Membership and contributions	$ 492	$ 1,262,046	$ -	$ 1,262,538
Program underwriting	6,875	665,148	-	672,023
Southern Oregon University:				
General appropriations	259,700	-	-	259,700
Indirect administrative support	777,964	-	-	777,964
Corporation for Public Broadcasting Grants	393,810	-	-	393,810
Other grants and planned gifts	900	48,268	-	49,168
Donated programs, services and materials	45,143	115,168	-	160,311
Fundraising events	41,101	36,425	-	77,526
Jeffnet internet service royalties	-	38,654	-	38,654
Contribution from Jefferson Live!	-	60,900	-	60,900
Total revenues and support	1,525,985	2,226,609	-	3,752,594
Other income:				
Rents and royalties	88,213	37,872	-	126,085
Miscellaneous income	-	2,627	-	2,627
Interest and dividend income	54	4,674	-	4,728
Realized and unrealized gain (loss), net of fees	-	7,819	-	7,819
Change in value of beneficial interest	-	(1,966)	-	(1,966)
Total other income	88,267	51,026	-	139,293
Total Revenues, Support, and Other Income	1,614,252	2,277,635	-	3,891,887
Expenses:				
Program Services:				
Programming and production	1,196,944	99,678	-	1,296,622
Broadcasting	931,006	154,185	-	1,085,191
Program information and promotion	110,598	153,869	-	264,467
Total program services	2,238,548	407,732	-	2,646,280
Supporting Services:				
Management and general	170,031	52,121	-	222,152
Fundraising and membership development	144,315	128,123	-	272,438
Underwriting and grant solicitation	106,932	51,092	-	158,024
Depreciation	179,201	74,644	-	253,845
Total supporting services	600,479	305,980	-	906,459
Total Expenses	2,839,027	713,712	-	3,552,739
Transfers in (out)	2,642,228	(2,642,228)	-	-
Change in Net Assets	1,417,453	(1,078,305)	-	339,148
Net Assets at Beginning of Year	1,271,529	4,021,116	-	5,292,645
Beginning of year restatement	327,165	705,770	-	1,032,935
Net Assets at Beginning of Year (as restated)	1,598,694	4,726,886	-	6,325,580
Net Assets at End of Year	$ 3,016,147	$ 3,648,581	$ -	$ 6,664,728

Jefferson Public Radio (A Department of Southern Oregon University)
and JPR Foundation, Inc.
Schedule of Expenses by Entity
Year Ended June 30, 2017

	JPR-SOU	JPR Foundation	Eliminations	Total
Salaries and benefits	$ 1,063,474	$ 97,879	$ -	$ 1,161,353
Advertising	7,080	106,779	-	113,859
Bank and credit card fees	-	19,950	-	19,950
Bad debts	-	48,913	-	48,913
Permits and fees	-	28,636	-	28,636
Dues and subscriptions	11,440	-	-	11,440
Telephone / data lines	11,795	24,221	-	36,016
Postage	-	43,429	-	43,429
Printing	944	31,311	-	32,255
Insurance	3,146	4,855	-	8,001
Interest	20,389	750	-	21,139
Programming	400,069	5,800	-	405,869
Professional services/ contract labor	22,044	13,071	-	35,115
Legal	36,000	375	-	36,375
Repairs, maintenance, and equipment	51,152	145	-	51,297
Property leases	193,224	-	-	193,224
Utilities	110,845	73,873	-	184,718
Property taxes	271	1,206	-	1,477
Service and supplies	7,778	7,708	-	15,486
Special events	-	19,874	-	19,874
Special projects	-	17	-	17
Travel	10,757	1,503	-	12,260
Donated services and materials	46,742	560,426	-	607,168
Related party contribution	-	1,686,241	(1,686,241)	-
Indirect admin. support	811,482	-	-	811,482
Depreciation	242,734	3,191	-	245,925
Loss on sale of assets	-	262,982	-	262,982
Total expenses	$ 3,051,366	$ 3,043,135	$ (1,686,241)	$ 4,408,260

Jefferson Public Radio (A Department of Southern Oregon University)
and JPR Foundation, Inc.
Schedule of Expenses by Entity
Year Ended June 30, 2016

	JPR-SOU	JPR Foundation	Total
Salaries and benefits	$ 966,339	$ 143,983	$ 1,110,322
Advertising	4,720	111,334	116,054
Bank and credit card fees	-	20,457	20,457
Bad debts	-	29,141	29,141
Permits and fees	41	573	614
Dues and subscriptions	8,685	-	8,685
Telephone / data lines	12,751	325	13,076
Postage	-	26,890	26,890
Printing	135	39,195	39,330
Insurance	5,516	7,320	12,836
Interest	5,158	45,073	50,231
Programming	390,422	3,795	394,217
Professional services/ contract labor	13,351	25,861	39,212
Legal	36,000	63	36,063
Repairs, maintenance, and equipment	103,000	930	103,930
Property leases	163,973	54,192	218,165
Utilities	101,533	83,010	184,543
Property taxes	224	1,060	1,284
Service and supplies	7,216	3,353	10,569
Special events	334	35,547	35,881
Special projects	-	113	113
Travel	17,321	5,157	22,478
Donated services and materials	45,143	1,696	46,839
Indirect admin. support	777,964	-	777,964
Depreciation	179,201	74,644	253,845
Total expenses	$ 2,839,027	$ 713,712	$ 3,552,739

Jefferson Public Radio (A Department of Southern Oregon University)
and JPR Foundation, Inc.
Combining Schedule of Activities
Year Ended June 30, 2017

	KSOR-FM	KNCA-FM	Total
Revenues, Support, and Other Income			
Revenues and support:			
Membership and contributions	$ 1,189,471	208,372	$ 1,397,843
Program underwriting	633,247	73,209	706,456
Southern Oregon University:			
General appropriations	157,112	109,777	266,889
Indirect administrative support	662,296	149,186	811,482
Corporation for Public Broadcasting Grants	289,959	135,867	425,826
Other grants and planned gifts	126,059	-	126,059
Donated programs, services and materials	89,874	69,644	159,518
Fundraising events	55,814	-	55,814
Jeffnet internet service royalties	36,967	-	36,967
Total revenues and support	3,240,799	746,055	3,986,854
Other income:			
Rents and royalties	64,521	68,498	133,019
Miscellaneous income	1,467	-	1,467
Interest and dividend income	6,026	-	6,026
Realized and unrealized gain (loss), net of fees	13,708	-	13,708
Change in value of beneficial interest	9,220	-	9,220
Total other income	94,942	68,498	163,440
Total Revenues, Support, and Other Income	3,335,741	814,553	4,150,294
Expenses:			
Program Services:			
Programming and production	843,555	474,716	1,318,271
Broadcasting	1,242,628	122,855	1,365,483
Program information and promotion	220,927	50,949	271,876
Total program services	2,307,110	648,520	2,955,630
Supporting Services:			
Management and general:			
Operating	174,692	38,155	212,847
Non-operating contribution to Jefferson Live!, LLC	558,730	-	558,730
Fundraising and membership development	259,012	14,489	273,501
Underwriting and grant solicitation	119,970	41,657	161,627
Depreciation	183,060	62,865	245,925
Total supporting services	1,295,464	157,166	1,452,630
Total Expenses	3,602,574	805,686	4,408,260
Change in Net Assets	(266,833)	8,867	(257,966)
Net Assets at Beginning of Year (as restated)	6,677,439	(12,711)	6,664,728
Net Assets at End of Year	$ 6,410,606	$ (3,844)	$ 6,406,762

Jefferson Public Radio (A Department of Southern Oregon University)
and JPR Foundation, Inc.
Combining Schedule of Activities
Year Ended June 30, 2016

	KSOR-FM	KNCA-FM	Total
Revenues, Support, and Other Income			
Revenues and support:			
Membership and contributions	$ 1,078,984	$ 183,554	$ 1,262,538
Program underwriting	587,441	84,582	672,023
Southern Oregon University:			
General appropriations	153,131	106,569	259,700
Indirect administrative support	619,218	158,746	777,964
Corporation for Public Broadcasting Grants	260,465	133,345	393,810
Other grants and planned gifts	49,168	-	49,168
Donated programs, services and materials	92,668	67,643	160,311
Fundraising events	77,526	-	77,526
Jeffnet internet service royalties	38,654	-	38,654
Contribution from Jefferson Live!	60,900	-	60,900
Total revenues and support	3,018,155	734,439	3,752,594
Other income:			
Rents and royalties	60,156	65,929	126,085
Miscellaneous income	2,627	-	2,627
Interest and dividend income	4,728	-	4,728
Realized and unrealized gain (loss), net of fees	7,819	-	7,819
Change in value of beneficial interest	(1,966)	-	(1,966)
Total other income	73,364	65,929	139,293
Total Revenues, Support, and Other Income	3,091,519	800,368	3,891,887
Expenses:			
Program Services:			
Programming and production	846,201	450,421	1,296,622
Broadcasting	939,781	145,410	1,085,191
Program information and promotion	211,663	52,804	264,467
Total program services	1,997,645	648,635	2,646,280
Supporting Services:			
Management and general	206,137	16,015	222,152
Fundraising and membership development	237,803	34,635	272,438
Underwriting and grant solicitation	116,829	41,195	158,024
Depreciation	190,980	62,865	253,845
Total supporting services	751,749	154,710	906,459
Total Expenses	2,749,394	803,345	3,552,739
Change in Net Assets	342,125	(2,977)	339,148
Net Assets at Beginning of Year	5,302,379	(9,734)	5,292,645
Beginning of year restatement	1,032,935	-	1,032,935
Net Assets at Beginning of Year (as restated)	6,335,314	(9,734)	6,325,580
Net Assets at End of Year	$ 6,677,439	$ (12,711)	$ 6,664,728

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