

**MURROW PUBLIC MEDIA COMPRISED OF
NORTHWEST PUBLIC RADIO, NORTHWEST PUBLIC
TELEVISION (KWSU/KTNW), KUGR RADIO & CABLE 8 TV
(A PUBLIC TELECOMMUNICATIONS SYSTEM
OPERATED BY WASHINGTON STATE UNIVERSITY)**

**FINANCIAL STATEMENTS AND
SUPPLEMENTARY INFORMATION**

YEARS ENDED JUNE 30, 2015 AND 2014

Wealth Advisory

Outsourcing

Audit, Tax, and Consulting

**MURROW PUBLIC MEDIA COMPRISED OF NORTHWEST PUBLIC RADIO,
NORTHWEST PUBLIC TELEVISION (KWSU/KTNW), KUGR RADIO & CABLE 8 TV
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**TABLE OF CONTENTS
YEARS ENDED JUNE 30, 2015**

INDEPENDENT AUDITORS' REPORT	1
MANAGEMENT'S DISCUSSION AND ANALYSIS	4
FINANCIAL STATEMENTS	
STATEMENTS OF NET POSITION	10
STATEMENTS OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION	11
STATEMENTS OF CASH FLOWS	12
NOTES TO FINANCIAL STATEMENTS	13
INDEPENDENT AUDITORS' REPORT ON SUPPLEMENTARY INFORMATION	25
SUPPLEMENTARY INFORMATION	
SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION ON A DEPARTMENTAL BASIS	26
SCHEDULE OF FUNCTIONAL EXPENSES	27

INDEPENDENT AUDITORS' REPORT

Daniel J. Bernardo, Interim President
Washington State University
Pullman, Washington

Report on the Financial Statements

We have audited the accompanying financial statements of Murrow Public Media comprised of Northwest Public Radio, Northwest Public Television (KWSU/KTNW), KUGR Radio & Cable 8 TV (a public telecommunications system operated by Washington State University) (MPM), an auxiliary enterprise of Washington State University, which comprise the statements of net position as of June 30, 2015 and 2014, and the related statements of revenues, expenses, and changes in net position and cash flows for the years 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.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits 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 auditors' 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 policies 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.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Murrow Public Media comprised of Northwest Public Radio, Northwest Public Television (KWSU/KTNW), KUGR Radio & Cable 8 TV (a public telecommunications system operated by Washington State University) as of June 30, 2015 and 2014, and the changes in net position and cash flows for the years then ended in conformity with accounting principles generally accepted in the United States of America.

Emphasis-of-Matters

Reporting Entity

As discussed in Note 1, the accompanying financial statements present only Murrow Public Media comprised of Northwest Public Radio, Northwest Public Television (KWSU/KTNW), KUGR Radio & Cable 8 TV (a public telecommunications system operated by Washington State University) and do not purport to, and do not, present fairly the financial position of Washington State University as of June 30, 2015 and 2014, and the changes in its financial position, or, where applicable, its cash flows for the years then ended in conformity with accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to this matter.

Prior Period Adjustment

As discussed in Note 9, the June 30, 2014 financial statements of MPM contained an error related to expenses in the amount of \$174,606. The financial statements include a restatement to correct the matter. Our opinion is not modified with respect to this matter.

Other Matter

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that management's discussion and analysis on pages 4 through 9 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic 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 basic 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.

Daniel J. Bernardo, Interim President
Washington State University

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated January 8, 2016, on our consideration of Murrow Public Media'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 result of that testing, and not to provide an opinion on 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 Murrow Public Media's internal control over financial reporting and compliance.

CliftonLarsonAllen LLP

CliftonLarsonAllen LLP

Spokane, Washington
January 8, 2016

**MURROW PUBLIC MEDIA COMPRISED OF NORTHWEST PUBLIC RADIO,
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MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2015**

INTRODUCTION

The following discussion and analysis provides an overview of the financial position and operations of Murrow Public Media (MPM) for the years ended June 30, 2015 and 2014. This discussion has been prepared by management, and should be read in conjunction with MPM's financial statements and accompanying notes which follow this section.

MPM is a noncommercial educational radio and television system licensed to Washington State University (WSU) in Pullman, Washington. The MPM's financial statements include the accounts for its nineteen public radio stations, two public television stations, one student run radio station, and one student run television station for which broadcast, budget, accounting, and certain grant purposes are separately identified. MPM does share facilities and personnel and are constituent organizational departments of The Edward R. Murrow College of Communication at Washington State University.

MPM includes Northwest Public Radio and Northwest Public Television (KWSU/KTNW), but also encompasses from the academic side of the college the student arm of broadcasting in KUGR Radio and Cable 8 TV. The vision of MPM is a "teaching hospital" model which gives students a hands-on role while being mentored and supervised by professionals. MPM is responsible to the FCC, WSU, and our communities for the quality and consistency of the programming while accomplishing our public educational and outreach mission.

These financial statements present only the above-described portion of the activities of WSU, and are not intended to represent the financial position, results of operations, or changes in net position of the University taken as a whole. WSU is a public university in the state of Washington, governed by a ten-member Board of Regents appointed by the State Governor. The complete financial statements of WSU may be found at <http://genacct.wsu.edu/finstat.html>.

FINANCIAL HIGHLIGHTS

MPM's financial position bounced back up to almost FY13 levels during the year ended June 30, 2015:

- Total assets increased by just over \$96 thousand. This was mainly to an increase in cash being held and an increase in the accounts receivable balances.
- Capital assets decreased by about \$1,220 thousand. We sent to WSU Surplus and retired \$1,244 thousand of old equipment and only added \$23 thousand in new equipment purchased during the year.
- Accounts Payable decreased by about \$155 thousand due to NWPR having paid off FY14's tower construction costs.
- Unearned Revenue is up by almost \$46 thousand due to grant funding received but not yet spent. There are plans for the grant funds in FY16 so as long as we provide the deliverables we are not in jeopardy of losing the funding. Note, \$274 thousand of unearned grant revenue was counted as FY15 revenue based on the GASB 33 revenue recognition requirements since all eligibility requirements had been met.
- There is no longer any Long Term Debt and all Short Term Debt was paid in full in FY15.

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NORTHWEST PUBLIC TELEVISION (KWSU/KTNW), KUGR RADIO & CABLE 8 TV
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MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2015**

FINANCIAL HIGHLIGHTS (CONTINUED)

- Due to the payoff of the tower construction payable and the small increase in unearned revenue, MPM's Total Liabilities had a net decrease of just over \$127 thousand.
- Net position, which represent the residual of assets after deducting liabilities, increased by just over \$224 thousand due to our increase in cash and receivables increases and our drop in total liabilities.

Other significant changes to operations were as follows:

- Revenues from all sources totaled \$7,705,255 and was an increase of just over \$460 thousand from fiscal year 2014. This increase is attributed to several increases including those in contributions, grant revenue, and our donated facilities and administrative support from WSU.
- Expenses totaled \$7,480,945, a decrease of almost \$36 thousand from fiscal year 2014. Areas with the largest cost decreases were contract services and repairs and maintenance which was directly linked to our tower repair and upgrades as noted prior. Other decreases came in our depreciation costs and operating equipment costs.

PRESENTATION OF THE FINANCIAL STATEMENTS

MPM's financial report includes three primary financial statements: The Statements of Net Position; the Statements of Revenues, Expenses, and Changes in Net Position; and the Statements of Cash Flows. These financial statements are prepared in accordance with Governmental Accounting Standards Board (GASB) principles and focus on MPM as a whole.

CONDENSED FINANCIAL INFORMATION AND ANALYSIS

Financial Position – Statements of Net Position

The Statements of Net Position is a snapshot of MPM's financial position at year end. It lists the assets (economic resources), liabilities (creditors' claims), and net position (residual interest in assets after paying creditors) based on end-of-year data.

Assets are classified as current, noncurrent, or capital. Current assets are expected to benefit MPM within 12 months and include cash, accounts receivable, inventories, prepaid expenses, and investments that can easily be converted to cash to meet operating expenses. Noncurrent assets include licensed program rights and capital equipment with a cost exceeding \$5,000 and having a useful life exceeding one year. Capital assets are reported net of accumulated depreciation.

Liabilities are classified as current or noncurrent. Current liabilities are claims that are due and payable within 12 months, and include payroll and benefits, amounts payable to suppliers for goods and services received and debt principal payments due within one year. Noncurrent liabilities are obligations payable beyond one year.

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NORTHWEST PUBLIC TELEVISION (KWSU/KTNW), KUGR RADIO & CABLE 8 TV
(A Public Telecommunications System Operated by Washington State University)
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2015**

CONDENSED FINANCIAL INFORMATION AND ANALYSIS (CONTINUED)

Financial Position – Statements of Net Position (Continued)

Below is a condensed view of the Statements of Net Position as of June 30, 2015, 2014, and 2013:

**Table A-1
Statements of Net Position**

	2015	Restated 2014	2013
Assets:			
Current Assets	\$ 1,553,801	\$ 1,219,296	\$ 1,082,974
Noncurrent Assets	874,371	1,112,005	1,463,664
Total Assets	\$ 2,428,172	\$ 2,331,301	\$ 2,546,638
Liabilities:			
Current Liabilities	\$ 387,754	\$ 515,194	\$ 430,241
Noncurrent Liabilities	-	-	28,279
Total Liabilities	387,754	515,194	458,520
Net Position:			
Invested in Capital Assets	603,625	819,341	1,131,621
Restricted	274,001	-	-
Unrestricted	1,162,792	996,766	956,497
Total Net Position	2,040,418	1,816,107	2,088,118
Total Liabilities and Net Position	\$ 2,428,172	\$ 2,331,301	\$ 2,546,638

STATEMENTS OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION

The Statements of Revenues, Expenses, and Changes in Net Position reports MPM's results of operations. In accordance with GASB reporting principles, revenues and expenses are classified as operating, nonoperating, or other.

In general, operating revenues are those received in the form of Community Service grants funded by CPB, as well as miscellaneous sales of goods and services. Operating expenses are those costs incurred to provide the staffing, maintenance, and equipment necessary to deliver public radio and television programming to the citizens of the state of Washington and portions of Idaho, Oregon, and British Columbia.

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NORTHWEST PUBLIC TELEVISION (KWSU/KTNW), KUGR RADIO & CABLE 8 TV
(A Public Telecommunications System Operated by Washington State University)
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2015**

STATEMENTS OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION (CONTINUED)

Nonoperating revenues are monies received for which goods and services are not provided. These funds include those provided by direct allocation from WSU in furtherance of WSU's mission, capital equipment grants, as well as contributions made by individual and business donors to sponsor public broadcasting activities.

MPM had a non-operating revenue increase in 2015 of just over \$309 thousand above 2014, which followed a decrease of \$217 thousand below 2013. These revenues are generated by allocations and donated facilities from WSU, capital grants and contributions. General appropriations from WSU decreased by just under \$52 thousand, but indirect contribution which are the value of donated facilities provided by WSU increased by just over \$206 thousand as a result of just over a 4% indirect rate increase used by WSU in FY15. Contributions were up by over \$154 thousand over FY14.

Following is a condensed view of the Statements of Revenues, Expenses, and Changes in Net Position for the fiscal years ended June 30, 2015, 2014, and 2013:

**Table A-2
Statements of Revenues, Expenses, and Changes in Net Position**

	2015	Restated 2014	2013
Operating Revenues	\$ 1,570,806	\$ 1,419,461	\$ 1,389,766
Operating Expenses	(7,480,945)	(7,516,781)	(7,193,305)
Loss from Operations	(5,910,139)	(6,097,320)	(5,803,539)
Nonoperating Revenues, Net	6,134,450	5,825,309	6,042,348
Change in Net Position	224,311	(272,011)	238,809
Net Position, Beginning of Year	1,816,107	2,088,118	1,849,309
Net Position, End of Year	<u>\$ 2,040,418</u>	<u>\$ 1,816,107</u>	<u>\$ 2,088,118</u>

ECONOMIC OUTLOOK

MPM's largest revenue source is still general appropriations and donated facilities from Washington State University comprising 44.61% of the system's revenue. We expect both of these sources to remain constant in the next fiscal year. Non-university or non-Corporation for Public Broadcasting (CPB) grants were up by almost \$96 thousand from 2014. We expect continued growth in this area of grants and in contributions, trades and underwriting. Contract revenue has not been as consistent as anticipated.

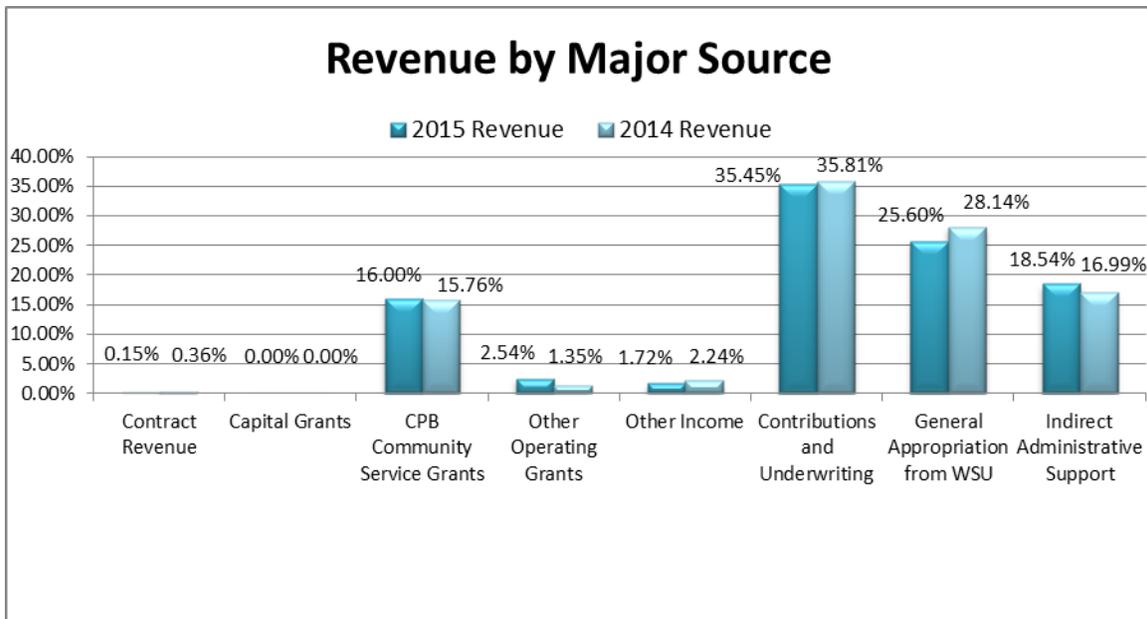
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NORTHWEST PUBLIC TELEVISION (KWSU/KTNW), KUGR RADIO & CABLE 8 TV
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MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2015**

ECONOMIC OUTLOOK (CONTINUED)

CPB funding committed to our stations for next year is down by about \$55 thousand overall. We knew this was coming due to a drop in one-time revenue in FY14. We expect there will continue to be ups and downs similarly to this in the following years as one-time opportunities arise.

We continue to expect moderate growth in contributions and underwriting due to continued support in our core areas and the ability to gain some market share in our newer areas. We continue to explore avenues for grant revenue outside of the Corporation for Public Broadcasting arena and options for growth in rental income and production work.

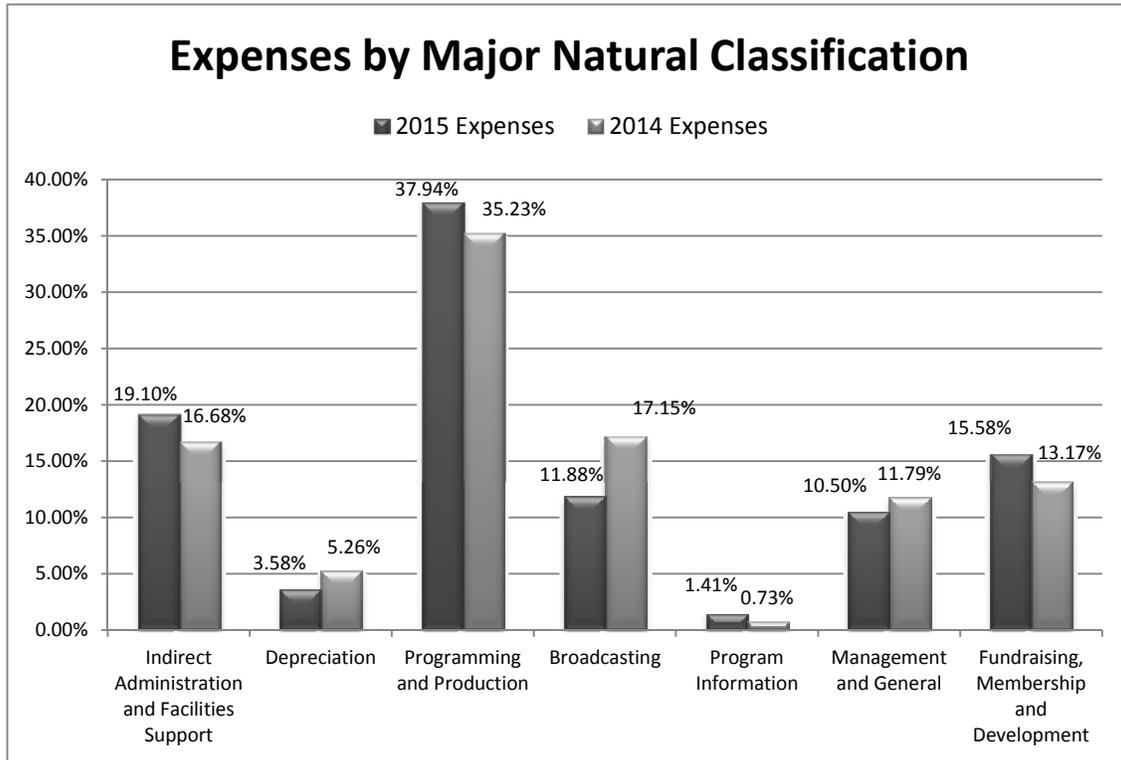
We expect our future expenses to align closely with this year. We take a proactive approach to our maintenance which has been able to hold down emergency repairs costs. We are ever reviewing our programming and production costs to provide the best quality to our listeners while at the best prices possible. We expect our salary, membership and routine costs to hold relatively constant.



We had ups and downs in our revenue during 2015. We were up in our contributions by over \$150 thousand and the indirect rate increased pushing our indirect revenue up by over \$206 thousand. Our contract revenue and other income were down by about \$43 thousand, but we think this should bounce back in the next year.

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NORTHWEST PUBLIC TELEVISION (KWSU/KTNW), KUGR RADIO & CABLE 8 TV
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MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2015**

ECONOMIC OUTLOOK (CONTINUED)



While many expenses remained constant from last year, there were a few notable changes in the following expense areas. The largest drop from FY14 was in the Broadcast costs which were down by \$407 thousand, which includes tower costs which were down by about \$150 thousand, contract services which were down by \$58 thousand and operating equipment which was down by \$51 thousand. Also down was our depreciation cost by almost \$130 thousand. The drop in tower and contract services is due to our completion of the tower upgrade, our operating equipment needs were just less than last year, and our capital asset values were down reducing our depreciation costs.

Costs going up were trade costs up by \$47 thousand and Programming costs up by \$100 thousand. Trades are up because we had more community outreach events which allows business to help bring an event to their community. We expect our programming costs to drop back by about \$100 thousand for next year due to programming changes by the Station Manager.

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NORTHWEST PUBLIC TELEVISION (KWSU/KTNW), KUGR RADIO & CABLE 8 TV
(A Public Telecommunications System Operated by Washington State University)
STATEMENTS OF NET POSITION
JUNE 30, 2015**

	2015	Restated 2014
ASSETS		
CURRENT ASSETS		
Cash Pooled with WSU	\$ 756,029	\$ 600,875
Accounts Receivable	116,085	2,582
Contributions/Underwriting Receivables, Less Allowance for Uncollectible Amounts of \$88,067 (2015) and \$76,632 (2014)	247,323	208,789
Grants and Contracts Receivable	30,883	53,492
Licensed Program Rights	403,481	353,558
Total Current Assets	1,553,801	1,219,296
NONCURRENT ASSETS		
Licensed Program Rights	270,746	264,385
Capital Assets:		
Equipment	9,233,531	10,454,141
Less: Accumulated Depreciation	(8,629,906)	(9,606,521)
Total Capital Assets	603,625	847,620
Total Noncurrent Assets	874,371	1,112,005
Total Assets	2,428,172	2,331,301
LIABILITIES AND NET POSITION		
CURRENT LIABILITIES		
Accounts Payable	73,163	228,025
Accrued Payroll	103,787	106,863
Accrued Leave Liability	152,867	139,606
Unearned Revenue	57,937	12,421
Current Maturities of Long-Term Debt	-	28,279
Total Liabilities	387,754	515,194
NET POSITION		
Net Investment in Capital Assets	603,625	819,341
Restricted	274,001	-
Unrestricted	1,162,792	996,766
Total Net Position	\$ 2,040,418	\$ 1,816,107

See accompanying Notes to Financial Statements.

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NORTHWEST PUBLIC TELEVISION (KWSU/KTNW), KUGR RADIO & CABLE 8 TV
(A Public Telecommunications System Operated by Washington State University)
STATEMENTS OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
YEARS ENDED JUNE 30, 2015**

	<u>2015</u>	<u>Restated 2014</u>
OPERATING REVENUES		
Contract Revenue	\$ 11,759	\$ 26,086
Community Service Grants from the Corporation for Public Broadcasting	1,233,004	1,134,645
Other Operating Grants	193,230	97,228
Other Income	132,813	161,502
Total Operating Revenues	<u>1,570,806</u>	<u>1,419,461</u>
OPERATING EXPENSES		
Programming and Production	2,838,156	2,660,980
Broadcasting	889,032	1,295,670
Program Information	105,767	55,222
Management and General	785,547	890,317
Fundraising and Membership Development	1,165,677	994,856
Indirect Administrative and Facilities Support	1,429,086	1,222,714
Depreciation	267,680	397,022
Total Operating Expenses	<u>7,480,945</u>	<u>7,516,781</u>
OPERATING LOSS	(5,910,139)	(6,097,320)
NONOPERATING REVENUES		
General Appropriation from WSU	1,973,355	2,025,039
Donated Facilities and Administrative Support from WSU	1,429,086	1,222,714
Contributions and Underwriting	2,732,009	2,577,556
Total Nonoperating Revenues	<u>6,134,450</u>	<u>5,825,309</u>
CHANGES IN NET POSITION	224,311	(272,011)
Net Position - Beginning of Year, Restated	<u>1,816,107</u>	<u>2,088,118</u>
NET POSITION - END OF YEAR	<u>\$ 2,040,418</u>	<u>\$ 1,816,107</u>

See accompanying Notes to Financial Statements.

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NORTHWEST PUBLIC TELEVISION (KWSU/KTNW), KUGR RADIO & CABLE 8 TV
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STATEMENTS OF CASH FLOWS
YEARS ENDED JUNE 30, 2015**

	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash Received from Customers	\$ 31,069	\$ 167,048
Cash Received from Operating Grants and Support from the Corporation for Public Broadcasting	1,448,843	1,202,899
Cash Paid to Suppliers	(2,950,529)	(2,757,110)
Cash Paid for Employee Salaries, Wages, and Benefits	(3,034,611)	(2,983,018)
Net Cash Used by Operating Activities	(4,505,228)	(4,370,181)
CASH FLOWS FROM NONCAPITAL AND RELATED FINANCING ACTIVITIES		
General Appropriation from WSU	1,973,355	2,025,039
Contributions and Underwriting Received	2,738,991	2,562,127
Net Cash Provided by Noncapital and Related Financing Activities	4,712,346	4,587,166
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Acquisition of Equipment	(23,685)	(48,751)
Proceeds on Long-Term Debt	-	-
Payments on Long-Term Debt	(28,279)	(35,991)
Net Cash Used by Capital and Related Financing Activities	(51,964)	(84,742)
NET INCREASE (DECREASE) IN CASH	155,154	132,243
Cash - Beginning of Year	600,875	468,632
CASH - END OF YEAR	\$ 756,029	\$ 600,875
RECONCILIATION OF OPERATING LOSS TO NET CASH USED BY OPERATING ACTIVITIES		
Operating Loss	\$ (5,910,139)	\$ (6,097,320)
Adjustments to Reconcile Operating Loss to Net Cash Used by Operating Activities:		
Depreciation	267,680	397,022
Indirect Administrative and Facilities Support from WSU	1,429,086	1,259,905
Net Changes in Assets and Liabilities:		
Accounts Receivable	(113,503)	(2,582)
Grants, Contracts, Contributions, and Underwriting Receivable	22,609	(46,932)
Licensed Program Rights	(56,284)	48,823
Accounts Payable	(154,862)	100,262
Accrued Payroll	(3,076)	17,756
Accrued Vacation	13,261	(47,115)
Net Cash Used by Operating Activities	\$ (4,505,228)	\$ (4,370,181)

See accompanying Notes to Financial Statements.

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(A Public Telecommunications System Operated by Washington State University)
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2015**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Operations

Murrow Public Media comprised of Northwest Public Radio, Northwest Public Television (KWSU/KTNW), KUGR Radio & Cable 8 TV (a public telecommunications system operated by Washington State University) (MPM) is a noncommercial educational radio and television system licensed to Washington State University (WSU) in Pullman, Washington. Its oldest television station, KWSU, has broadcast since 1962 and is a full member of the Public Broadcasting Service, America's Public Television Stations, and the Washington Educational Network. MPM's oldest radio station, KWSU, has broadcast since 1922 and is a full member of National Public Radio. MPM also encompass from the academic side of the college the student arm of broadcasting in KUGR Radio and Cable 8 TV.

Financial Reporting Entity

MPM's financial statements include the accounts of Northwest Public Radio (KWSU-AM / KRFA-FM / KFAE-FM / KNWR-FM / KNWY-FM / KNWO-FM / KNWV-FM / KZAZ-FM / KLWS-FM/KWWS-FM / KNWP-FM/KQWS-FM / KMWS-FM/KSWS-FM / KNWU-FM / KVTI-FM / KHNW-FM / KYVT-FM), Northwest Public Television (KWSU-TV/KTNW), KUGR Radio and Cable 8 TV, which for broadcast, budget, accounting, and certain grant purposes are separately identified. However, they share facilities and personnel and are constituent organizational departments of WSU. The vision of MPM is a "teaching hospital" model which gives students a hands-on role while being mentored and supervised by professionals. MPM is responsible to the FCC, WSU, and our communities for the quality and consistency of the programming while accomplishing our public educational and outreach mission.

Financial Statement Presentation

The financial statements are presented in accordance with accounting principles generally accepted in the United States of America and follow guidance given by the Governmental Accounting Standards Board (GASB). These financial statements present only a selected portion of the activities of WSU. As such, they are not intended to and do not present the financial position, changes in net position, or cash flows of WSU.

Basis of Accounting

MPM's financial statements have been presented using the economic resources measurement focus and the accrual basis of accounting. Under the accrual basis, revenues are recognized when earned, and expenses are recorded when an obligation has been incurred.

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NORTHWEST PUBLIC TELEVISION (KWSU/KTNW), KUGR RADIO & CABLE 8 TV
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NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2015**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Cash Pooled with WSU

Cash pooled with WSU may include certain investments in highly liquid debt instruments with an original maturity of three months or less. Some cash balances in excess of current requirements are pooled with other WSU funds and commonly invested. Interest income earned on the investment pool is distributed on a quarterly basis based on daily cash balances in the various funds. Cash and pooled investments are stated at fair value. Bank deposits are covered by the Federal Deposit Insurance Corporation or by collateral held in multiple financial institution collateral pools administered by the Washington Public Deposit Protection Commission.

Contributions and Underwriting Receivables

MPM records receivables for membership contributions in the period the pledges are made. MPM records underwriting receivables as they are recorded per the underwriting agreement. All contributions, program underwriting, and other accounts receivable are unsecured donations. The majority of underwriting receivables are due from underwriters located in Washington State. Management determines the allowance for uncollectible accounts using percentages based on historical experience applied to the aging of outstanding accounts. When a pledge is deemed uncollectible, it is generally written off against the allowance.

Grants and Contracts Receivable

Accounts receivable are primarily from granting agencies, are based upon invoices rendered for services provided, and are unsecured. Grants are expense reimbursements from services that have been performed. Historical experience has shown that they are rarely uncollectible.

Capital Assets

Equipment is stated at cost. Consistent with state of Washington policy, MPM capitalizes equipment that has a cost greater than \$5,000 and an estimated useful life of more than one year. Depreciation is calculated on the straight-line basis over the estimated useful lives of the assets of 4 to 15 years. Assets acquired using federal grant money are capitalized and depreciated over the estimated useful lives of such assets. Gains or losses on the sale of property and equipment are included in other income and expense. Expenditures for repairs and maintenance are charged to expense as incurred.

Accrued Leave Liability

Accumulated vacation, compensatory leave and sick leave, earned and unused by employees of the MPM, totaled \$152,867 and \$139,606 at June 30, 2015 and 2014, respectively. Permanent MPM employees are entitled to accrue and accumulate sick leave at the rate of eight hours per month worked. The employee is entitled to either the present value of 25% of his or her unused sick leave balance upon retirement or 25% of his or her net accumulation for the year in which it exceeds 480 hours.

**MURROW PUBLIC MEDIA COMPRISED OF NORTHWEST PUBLIC RADIO,
NORTHWEST PUBLIC TELEVISION (KWSU/KTNW), KUGR RADIO & CABLE 8 TV
(A Public Telecommunications System Operated by Washington State University)
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2015**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Revenue Recognition

Funds restricted by the donor, grantor, or other outside party for particular purposes are deemed to be earned and reported as revenues when MPM has satisfied all eligibility requirements as defined by the GASB. Such amounts received but not yet earned are reported as unearned revenue.

Net Position

MPM's net position is classified as follows:

Net Investment in Capital Assets – This represents MPM's total investment in capital assets net of depreciation. There are no debts outstanding related to them.

Restricted – This represents resources restricted because they are constrained by external parties. Restricted net position includes grant proceeds received but not expended. As of June 30, 2015, restricted net position for radio and TV operations and programming was \$140,591 and \$133,410, respectively.

Unrestricted – These represent resources derived from operations and investing activities which are available for use as management requires.

Classification of Revenue, Expenses, and Transfers

MPM has classified its revenue as either operating or nonoperating according to the following criteria:

Operating Revenue and Expense – Operating revenue and expense includes activities that have the characteristics of exchange transactions, such the proceeds from providing broadcast programming.

Nonoperating Revenue and Expense – Nonoperating revenue and expense includes activities that have the characteristics of nonexchange transactions, such as contributions and general appropriations from WSU.

Administrative Support and Facilities Provided by WSU

Administrative support from WSU consists of allocated institutional and physical plant expense incurred by WSU in support of MPM. Donated supplies and in-kind services are recorded at their estimated value as revenues and expenses in the period they are received. Donated facilities from WSU consist of office and studio space together with related occupancy costs, and are recorded as revenues and expenses at values determined using the methodology developed by the Corporation for Public Broadcasting (CPB).

Licensed Program Rights not yet Broadcast

Costs incurred for the majority of programs not yet broadcast relate to licensed program rights and programs acquired by MPM that are expected to be broadcast subsequent to year-end.

**MURROW PUBLIC MEDIA COMPRISED OF NORTHWEST PUBLIC RADIO,
NORTHWEST PUBLIC TELEVISION (KWSU/KTNW), KUGR RADIO & CABLE 8 TV
(A Public Telecommunications System Operated by Washington State University)
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2015**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Economic Dependence

MPM is dependent upon funding from CPB, WSU, underwriters, and contributors.

Allocation of Costs

The costs of providing the various programs and other activities have been summarized on a functional basis in the statements of revenues, expenses, and changes in net position. Accordingly, certain costs have been allocated between program and supporting services based upon total direct costs or another systematic basis.

Risk Management

WSU participates in a state of Washington risk management self-insurance program. Premiums to the state are based on actuarially determined projections and include allowances for payments of both outstanding and current liabilities. WSU assumes its potential liability and property losses for all properties except for auxiliary enterprise buildings and contents. WSU has elected to self-insure for unemployment compensation for all employees.

Tax Exemption

As a part of WSU, the operations of MPM are exempt from federal income tax on related income under the provisions of Section 115(a) of the Internal Revenue Code.

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 that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period. Actual results could differ from those estimates.

NOTE 2 GRANTS AND CONTRACTS RECEIVABLE

Grants and contracts receivable were as follows at June 30:

	2015	2014
CPB - Oregon Public Broadcasting Local Journalism	\$ -	\$ 22,491
Yakima Community Fund	-	3,430
Northwest Public Affairs Network	30,883	27,571
Total	\$ 30,883	\$ 53,492

**MURROW PUBLIC MEDIA COMPRISED OF NORTHWEST PUBLIC RADIO,
NORTHWEST PUBLIC TELEVISION (KWSU/KTNW), KUGR RADIO & CABLE 8 TV
(A Public Telecommunications System Operated by Washington State University)
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2015**

NOTE 3 CAPITAL ASSETS - EQUIPMENT

The following summarizes activity related to equipment at June 30, 2015 and 2014:

	Balance, June 30, 2014	Additions	Transfers/ Disposals	Balance, June 30, 2015
Equipment	\$ 10,454,141	\$ 23,685	\$ (1,244,295)	\$ 9,233,531
Less: Accumulated Depreciation	(9,606,521)	(267,680)	1,244,295	(8,629,906)
Total	<u>\$ 847,620</u>	<u>\$ (243,995)</u>	<u>\$ -</u>	<u>\$ 603,625</u>

	Balance, June 30, 2013	Additions	Transfers/ Disposals	Balance, June 30, 2014
Equipment	\$ 10,508,416	\$ 48,751	\$ (103,026)	\$ 10,454,141
Less: Accumulated Depreciation	(9,312,525)	(397,022)	103,026	(9,606,521)
Total	<u>\$ 1,195,891</u>	<u>\$ (348,271)</u>	<u>\$ -</u>	<u>\$ 847,620</u>

Equipment includes the following expenditures for broadcasting equipment obtained through grants from the U.S. Department of Commerce's Public Telecommunications Facilities Program:

Year Ended June 30,	Amount
2006	\$ 67,881
2007	52,688
2008	1,436,994
2009	(91,129)
2010	99,522
2011	186,529
2012	17,994
2013	-
2014	-
2015	-
Total	<u>\$ 1,770,479</u>

The federal government has a 10-year priority lien on any property purchased under these grants to assure continued use for public telecommunications. Ten years from the final close out of each grant, MPM receives complete ownership of the equipment.

NOTE 4 PENSION PLANS

MPM employees are employees of WSU and participants in two retirement programs through WSU. WSU offers four contributory pension plans: the Washington State Public Employees Retirement System (PERS) plan, the Washington State Teachers Retirement System (TRS), and the Law Enforcement Officers' and Firefighters' Retirement System (LEOFF), cost sharing multiple-employer defined benefit pension plans administered by the State of Washington Department of Retirement Services, and the Washington State University Retirement Plan (WSURP), a defined contribution pension plan with a supplemental payment to beneficiaries when required. MPM has employees in two of these plans: PERS and WSURP.

**MURROW PUBLIC MEDIA COMPRISED OF NORTHWEST PUBLIC RADIO,
NORTHWEST PUBLIC TELEVISION (KWSU/KTNW), KUGR RADIO & CABLE 8 TV
(A Public Telecommunications System Operated by Washington State University)
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2015**

NOTE 4 PENSION PLANS (CONTINUED)

Contribution rates and contributions for the above retirement plans for employees working in the department for the years ended June 30 are as follows:

	Required Contributions		Contribution Rates					
	2015	2014	2015			2014		
			PERS	Employee	WSU	Employee	WSU	
PERS	\$ 57,140	\$ 52,111	Plan 1	6.00%	9.21%	6.00%	9.21%	
WSURP	81,787	81,850	Plan 2	4.92%	9.21%	4.92%	9.21%	
			Plan 3	5% - 15%	9.21%	5% - 15%	9.21%	

WSU funds the obligations for these plans at the University-wide level, therefore the unfunded liability of the plan is recorded on the Washington State University Financial Statements and does not exist at the department level.

PERS, TRS, and LEOFF

Plan Description - PERS Plan 1 provides retirement and disability benefits and minimum benefit increases beginning at age 66 to eligible nonacademic plan members hired prior to October 1, 1977. PERS Plans 2 and 3 provide retirement and disability benefits and a cost-of-living adjustment to eligible nonacademic plan members hired on or after October 1, 1977. Retirement benefits are vested after five years of eligible service. PERS Plan 3 has a defined contribution component that members may elect to self-direct as established by the Employee Retirement Benefits Board. PERS 3 defined benefit plan benefits are vested after an employee completes five years of eligible service.

TRS 1 provides retirement and disability benefits, a lump-sum death benefit, and minimum benefit increases beginning at age 65 to certain eligible faculty hired prior to October 1, 1977. TRS 2 and 3 provide retirement benefits, a cost-of-living adjustment to certain eligible faculty hired on or after October 1, 1977. In addition, TRS 3 has a defined contribution component which is fully funded by employee contributions. Defined benefit plan benefits are vested after an employee completes five years of eligible service.

LEOFF 2 provides retirement benefits and a cost-of-living adjustment for eligible law enforcement officers. LEOFF System benefits are vested after an employee complete five years of eligible service.

The authority to establish and amend benefit provisions resides with the legislature. The Washington State Public Employees Retirement System issues a publicly available financial report that includes financial statements and required supplementary information for PERS, TRS, and LEOFF. The report may be obtained by writing to the Department of Retirement Systems, P.O. Box 48380, Olympia, Washington 98504-8380 or online at <http://www.drs.wa.gov/administration>.

**MURROW PUBLIC MEDIA COMPRISED OF NORTHWEST PUBLIC RADIO,
NORTHWEST PUBLIC TELEVISION (KWSU/KTNW), KUGR RADIO & CABLE 8 TV
(A Public Telecommunications System Operated by Washington State University)
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2015**

NOTE 4 PENSION PLANS (CONTINUED)

PERS, TRS, and LEOFF (CONTINUED)

Funding Policy - Each biennium, the state Pension Funding Council adopts PERS and TRS Plan 1 employer contribution rates, Plan 2 employer and employee contribution rates, and Plan 3 employer contribution rates. Employee contribution rates for Plan 1 are established by statute. Under LEOFF, employer and employee contribution rates for Plan 2 are developed by the Office of the State Actuary to fully fund the plan. All employers are required to contribute at the level established by state law.

Washington State University Retirement Plan

Plan Description - Faculty, professional, and other staff, are eligible to participate in the Washington State University Retirement Plan (WSURP), a single-employer tax-deferred defined contribution plan. The Teacher's Insurance and Annuity Association (TIAA) and the College Retirement Equities Fund (CREF) are the companion organizations through which individual retirement annuities are purchased. Employees have at all times a 100% vested interest in their accumulations.

TIAA-CREF benefits are payable upon termination at the member's option unless the participant is re-employed in another institution which participates in TIAA-CREF.

The Plan has a supplemental payment component that guarantees a minimum retirement benefit goal based upon a one-time calculation at each employee's retirement date. WSU makes direct payments to qualifying retirees when the retirement benefit provided by TIAA-CREF does not meet the benefit goal. Employees are eligible for a nonreduced supplemental payment after the age of 65 with 10 years of full-time service.

The minimum retirement benefit goal is 2% of the average annual salary for each year of full-time service up to a maximum of 25 years. However, if the participant does not elect to make the 10% TIAA-CREF contribution after age 49, the benefit goal is 1.5% for each year of full-time service for those years the lower contribution rate is selected.

WSU's Board of Regents are authorized to amend benefit provisions under RCW 28B.10.400. In 2011, the plan was amended to eliminate the supplemental benefit provisions for all employees hired after June 30, 2011.

**MURROW PUBLIC MEDIA COMPRISED OF NORTHWEST PUBLIC RADIO,
NORTHWEST PUBLIC TELEVISION (KWSU/KTNW), KUGR RADIO & CABLE 8 TV
(A Public Telecommunications System Operated by Washington State University)
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2015**

NOTE 4 PENSION PLANS (CONTINUED)

Washington State University Retirement Plan (Continued)

The WSURP supplemental pension benefits are unfunded and charged to operations in the years in which they are paid. WSU makes no contributions other than benefit payments and there are no plan assets. An actuarial study of the supplemental pension benefits was performed as of July 1, 2015. The actuarial assumptions for the evaluation included an investment rate of return of 4.00% and projected salary increases of 3.00% per year for two years and 3.75% per year thereafter. Based on assumptions made regarding expected benefit payments, the actuary presents a cash flow projection rather than an actuarial funding plan to liquidate any unfunded liabilities. WSU uses this cash flow projection to budget annual amounts to provide funds for these benefits. The unfunded actuarial accrued liability calculated at June 30, 2015 was \$73,930,000 under the plan's entry age normal method and is amortized over an 11-year period. The annual required contribution (ARC) is projected at \$10,309,000. The net pension obligation is the cumulative excess, if any, of the ARC over the actual benefit payments and is reported as a liability on WSU's financial statements. The net pension obligation as of June 30, 2015 is \$50,175,778.

Contributions - Contribution rates for the WSURP (TIAA-CREF), which are based upon age, are 5%, 7.5%, or 10% of salary and are matched by WSU. Employee and employer contributions for the years ended June 30, 2015 and 2014 were \$23,765,816 and \$21,897,849, respectively. Supplemental payments made by WSU for the year ended June 30, 2014 were \$1,343,466.

NOTE 5 OTHER POSTEMPLOYMENT BENEFITS

During the 2008 fiscal year, WSU adopted GASB Statement No. 45, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other than Pensions*. This statement establishes standards for the measurement, recognition, and display of other post-employment benefits (OPEB) expenditures and related liabilities (assets), note disclosures, and required supplementary information in the financial reports of state and local governmental employers. GASB Statement No. 45 requires systematic, accrual-basis measurement and recognition of OPEB cost (expense) over a period that approximates employees' years of service. The statement also provides information about actuarial accrued liabilities (AAL) associated with OPEB and whether and to what extent progress is being made in funding the plan.

The state of Washington funds OPEB obligations at a state-wide level on a pay-as-you-go basis. Disclosure information, as required under GASB 45, does not exist at department levels, and as a result, the AAL is not available for auxiliary entities. The state is ultimately responsible for the obligation; therefore, the annual required contribution (ARC) is not recorded on the MPM financial statements.

The state of Washington's Comprehensive Annual Financial Report (CAFR) includes the State's measurement and recognition of OPEB expense/expenditures, liabilities, note disclosures, and required supplemental information specified by GASB Statement No. 45.

**MURROW PUBLIC MEDIA COMPRISED OF NORTHWEST PUBLIC RADIO,
NORTHWEST PUBLIC TELEVISION (KWSU/KTNW), KUGR RADIO & CABLE 8 TV
(A Public Telecommunications System Operated by Washington State University)
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2015**

NOTE 6 COMMITMENTS

Grant Commitments

During the fiscal year ended June 30, 2015, MPM received the following grant to fund specific projects as follows:

Hanford Oral History Digitalization

This grant was awarded to digitalize the Hanford Oral History project for Northwest Public Television with a term of one year from December of 2014 through December of 2015. All work is done, the funds received and the grant is closed.

Evergreen State Radio Live

A new grant awarded to NWPR for the purpose of educating our listeners to the history of radio in Washington State. The total grant was for \$5,000 and only had a three month term ended May 31, 2015. All work has been done, the final invoice for \$500 was paid in full in November of 2015 and the grant has been closed.

Northwest News Network

This grant replaces our past NPAN grant award to NWPR to fund reporters covering many geographical parts of our listening area. This grant termed June 30, 2015 with the final invoice paid in full in August of 2015. Now that payment has been received, the account will be de-allocated and closed.

Public Broadcasting Service Membership

In September 2015, MPM committed to pay \$359,412 to the Public Broadcasting System for continued membership and to acquire programming for the fiscal year ending June 30, 2016.

National Public Radio Membership

In September 2015, MPM committed to pay \$390,979 to National Public Radio for continued membership and to acquire programming for the one-year period ending September 30, 2016.

**MURROW PUBLIC MEDIA COMPRISED OF NORTHWEST PUBLIC RADIO,
NORTHWEST PUBLIC TELEVISION (KWSU/KTNW), KUGR RADIO & CABLE 8 TV
(A Public Telecommunications System Operated by Washington State University)
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2015**

NOTE 6 COMMITMENTS (CONTINUED)

Lease Commitments and Total Rental Expense

MPM has leased sites and/or facilities to locate equipment necessary for state-wide transmission of broadcast and microwave signals under various operating lease agreements that expire between June 30, 2015 and June 30, 2022. Those leases which have expired are under negotiation.

Future minimum rental commitments are as follows:

Year Ending June 30,	Amount
2016	\$ 204,563
2017	159,666
2018	80,084
2019	68,888
2020	63,338
Thereafter	39,531
Total	\$ 616,070

MPM's rent expense for the years ended June 30, 2015 and 2014 was \$197,693 and \$185,989, respectively, not including the value of facility space donated by WSU.

**MURROW PUBLIC MEDIA COMPRISED OF NORTHWEST PUBLIC RADIO,
NORTHWEST PUBLIC TELEVISION (KWSU/KTNW), KUGR RADIO & CABLE 8 TV
(A Public Telecommunications System Operated by Washington State University)
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2015**

NOTE 7 LONG-TERM DEBT

Following is a summary of long-term debt at June 30:

	<u>2015</u>	<u>2014</u>
Note payable to the state of Washington, due in semiannual installments of \$6,040, including interest at 4.61%; collateralized by equipment, paid in full December 1, 2014	\$ -	\$ 5,903
Note payable to the state of Washington, due in semiannual installments of \$2,258, including interest at 4.61%; collateralized by equipment, paid in full December 1, 2014	-	2,206
Note payable to the state of Washington, due in semiannual installments of \$899, including interest at 4.61%; collateralized by equipment, paid in full December 31, 2014	-	880
Note payable to the state of Washington, due in semiannual installments of \$2,774, including interest at 3.69%; collateralized by equipment, paid in full June 1, 2015	-	5,400
Note payable to the state of Washington, due in semiannual installments of \$7,131, including interest at 3.56%; collateralized by equipment, paid in full June 1, 2015	-	13,890
Total	<u>-</u>	<u>28,279</u>
Less: Current Maturities	-	28,279
Noncurrent	<u>\$ -</u>	<u>\$ -</u>

Following is a summary of activity of long-term debt:

	<u>2015</u>	<u>2014</u>
Beginning Balance	\$ 28,279	\$ 64,270
Principal Payments	(28,279)	(35,991)
Ending Balance	<u>\$ -</u>	<u>\$ 28,279</u>

Related interest expense was \$729 and \$2,214 for the years ended June 30, 2015 and 2014, respectively, which is included in programming and production expense on the statements of revenue, expenses, and changes in net position.

**MURROW PUBLIC MEDIA COMPRISED OF NORTHWEST PUBLIC RADIO,
NORTHWEST PUBLIC TELEVISION (KWSU/KTNW), KUGR RADIO & CABLE 8 TV
(A Public Telecommunications System Operated by Washington State University)
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2015**

NOTE 8 INVESTMENT IN ENDOWMENT FUNDS

Various endowments have been established at the Washington State University Foundation (Foundation). The purpose of the endowments is to distribute funds to support the operational goals of MPM. The policies of the Foundation are intended to maintain a perpetual fund, provide a stable source of support, and invest for total return and long-term growth. The market value of the permanent endowments was \$136,246 and \$141,434 as of June 30, 2015 and 2014, respectively.

NOTE 9 PRIOR PERIOD ADJUSTMENT

The June 30, 2014 financial statements of MPM contained an error related to expenses. Expenses of \$174,606 were posted twice, therefore understating cash and overstating expenses by this amount. The 2014 financial statements have been restated. The effects of the restatement are summarized as follows:

	Originally Stated	Restatement	Restated
Cash Pooled with WSU	\$ 426,269	\$ 174,606	\$ 600,875
Net Position	1,641,501	174,606	1,816,107
Change in Net Position	(446,617)	174,606	(272,011)

**INDEPENDENT AUDITORS' REPORT ON
SUPPLEMENTARY INFORMATION**

Washington State University
Pullman, Washington

We have audited the financial statements of Murrow Public Media comprised of Northwest Public Radio, Northwest Public Television (KWSU/KTNW), KUGR Radio & Cable 8 TV (a public telecommunications system operated by Washington State University) as of and for the year ended June 30, 2015, and have issued our report thereon dated January 8, 2016, which expressed an unmodified opinion on those financial statements. Our audit was performed for the purpose of forming an opinion on the financial statements as a whole. The supplementary information on pages 25 and 26 is presented for the purposes of additional analysis and is not a required part of the 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 financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

CliftonLarsonAllen LLP

CliftonLarsonAllen LLP

Spokane, Washington
January 8, 2016

**MURROW PUBLIC MEDIA COMPRISED OF NORTHWEST PUBLIC RADIO,
NORTHWEST PUBLIC TELEVISION (KWSU/KTNW), KUGR RADIO & CABLE 8 TV
(A Public Telecommunications System Operated by Washington State University)
SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION ON A DEPARTMENTAL BASIS
YEAR ENDED JUNE 30, 2015
(SEE INDEPENDENT AUDITORS' REPORT ON SUPPLEMENTARY INFORMATION)**

	Northwest Public Radio			Northwest Public Television			Combined Totals
	KUGR Radio	Radio	Total Radio	Broadcast	Cable 8-TV	Total Television	
OPERATING REVENUES							
Contract Revenue	\$ -	\$ -	\$ -	\$ 11,759	\$ -	\$ 11,759	\$ 11,759
Community Service Grants from the Corporation for Public Broadcasting	-	400,191	400,191	832,813	-	832,813	1,233,004
Other Operating Grants	-	194,400	194,400	(1,170)	-	(1,170)	193,230
Other Income	2,959	93,443	96,402	33,936	2,475	36,411	132,813
Total Operating Revenues	<u>2,959</u>	<u>688,034</u>	<u>690,993</u>	<u>877,338</u>	<u>2,475</u>	<u>879,813</u>	<u>1,570,806</u>
OPERATING EXPENSES							
Programming and Production	10,489	1,759,628	1,770,117	1,019,795	48,244	1,068,039	2,838,156
Broadcasting	-	662,880	662,880	226,152	-	226,152	889,032
Program Information	-	104,169	104,169	1,598	-	1,598	105,767
Management and General	-	383,929	383,929	401,618	-	401,618	785,547
Fundraising and Membership Development	-	882,993	882,993	282,684	-	282,684	1,165,677
Indirect Administrative and Facilities Support	2,591	937,277	939,868	477,299	11,919	489,218	1,429,086
Depreciation	(12,610)	163,175	150,565	47,914	69,201	117,115	267,680
Total Operating Expenses	<u>470</u>	<u>4,894,051</u>	<u>4,894,521</u>	<u>2,457,060</u>	<u>129,364</u>	<u>2,586,424</u>	<u>7,480,945</u>
OPERATING LOSS	2,489	(4,206,017)	(4,203,528)	(1,579,722)	(126,889)	(1,706,611)	(5,910,139)
NONOPERATING REVENUES							
General Appropriation from WSU	39,913	897,654	937,567	897,288	138,500	1,035,788	1,973,355
Donated Facilities and Administrative Support from WSU	2,591	937,277	939,868	477,299	11,919	489,218	1,429,086
Contributions and Underwriting	-	2,391,682	2,391,682	340,327	-	340,327	2,732,009
Total Nonoperating Revenues	<u>42,504</u>	<u>4,226,613</u>	<u>4,269,117</u>	<u>1,714,914</u>	<u>150,419</u>	<u>1,865,333</u>	<u>6,134,450</u>
CHANGES IN NET POSITION	<u>\$ 44,993</u>	<u>\$ 20,596</u>	<u>\$ 65,589</u>	<u>\$ 135,192</u>	<u>\$ 23,530</u>	<u>\$ 158,722</u>	<u>\$ 224,311</u>

**MURROW PUBLIC MEDIA COMPRISED OF NORTHWEST PUBLIC RADIO,
NORTHWEST PUBLIC TELEVISION (KWSU/KTNW), KUGR RADIO & CABLE 8 TV
(A Public Telecommunications System Operated by Washington State University)
SCHEDULE OF FUNCTIONAL EXPENSES
YEAR ENDED JUNE 30, 2015
(SEE INDEPENDENT AUDITORS' REPORT ON SUPPLEMENTARY INFORMATION)**

	Program Services				Support Services			Total
	Programming and Production	Broadcasting	Program Information	Total Program Services	Management and General	Fundraising and Membership	Total Support Services	
Salaries and Wages	\$ 937,534	\$ 299,325	\$ 26,684	\$ 1,263,543	\$ 512,512	\$ 582,570	\$ 1,095,082	\$ 2,358,625
Employee Benefits and Payroll Taxes	286,284	66,756	6,951	359,991	178,975	147,206	326,181	686,172
Program Production and Acquisitions	1,140,910	-	-	1,140,910	-	-	-	1,140,910
Program Distribution/Transport	2,007	103,560	-	105,567	-	-	-	105,567
Professional Services	-	-	49,502	49,502	77,134	-	77,134	126,636
Contract Services (Includes Telemarketing and Audience Research)	282,229	(23,900)	-	258,329	-	8,741	8,741	267,070
Membership Dues	(6,744)	15	-	(6,729)	925	10,352	11,277	4,548
Subscriptions and Publications	-	-	-	-	119	-	119	119
Office Supplies and Photocopying	12,476	588	188	13,252	504	36,208	36,712	49,964
Computer Supplies, Software, and Line Charges	46,552	11,751	32	58,335	36	26,768	26,804	85,139
Telephone and Facsimile	9,051	6,184	-	15,235	997	23,368	24,365	39,600
Postage and Shipping	1,772	2,521	207	4,500	152	27,094	27,246	31,746
Repairs and Maintenance	13,049	89,584	12,316	114,949	559	67	626	115,575
Printing, Publications, Advertising, and Direct Mail	11,179	-	5,021	16,200	981	3,297	4,278	20,478
Travel	35,970	11,663	4,824	52,457	11,567	23,463	35,030	87,487
Motor Vehicle Operations	12,195	33,116	-	45,311	-	298	298	45,609
Site Rent	2,701	186,393	-	189,094	-	8,600	8,600	197,694
Site Utilities	-	77,071	-	77,071	185	232	417	77,488
Interest Expense	729	-	-	729	-	-	-	729
Premiums	98	-	-	98	-	29,123	29,123	29,221
Bank Card Expense	-	-	-	-	150	17,910	18,060	18,060
Uncollectible Debts	-	-	-	-	-	11,435	11,435	11,435
On-Air Advertising Trades	-	-	-	-	-	201,812	201,812	201,812
General Program Support	36,002	3,867	42	39,911	353	7,133	7,486	47,397
Operating Equipment	14,162	20,538	-	34,700	398	-	398	35,098
Total	2,838,156	889,032	105,767	3,832,955	785,547	1,165,677	1,951,224	5,784,179
Indirect Administrative and Facilities Support	701,217	219,652	26,131	947,000	194,084	288,002	482,086	1,429,086
Depreciation	87,151	180,529	-	267,680	-	-	-	267,680
Total	<u>\$ 3,626,524</u>	<u>\$ 1,289,213</u>	<u>\$ 131,898</u>	<u>\$ 5,047,635</u>	<u>\$ 979,631</u>	<u>\$ 1,453,679</u>	<u>\$ 2,433,310</u>	<u>\$ 7,480,945</u>