

**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, 2012 AND 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)
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INDEPENDENT AUDITORS' REPORT

Dr. Elson Floyd, President
Washington State University
Pullman, Washington

We have audited the accompanying statements of net assets 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) as of June 30, 2012 and 2011, and the related statements of revenues, expenses, and changes in net assets and cash flows for the years then ended. These financial statements are the responsibility of MPM's management. 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. Those standards require that we plan and perform the audits to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe our audits provide a reasonable basis for our opinion.

As discussed in Note 1, the accompanying financial statements present only the financial position, changes in net assets, and cash flows of MPM. They do not purport to, and do not, present fairly the financial position, changes in net assets, and cash flows of Washington State University in conformity with accounting principles generally accepted in the United States of America.

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, 2012 and 2011, 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.

The management's discussion and analysis on pages 2 through 9 is not a required part of the basic financial statements but is supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

CliftonLarsonAllen LLP

CliftonLarsonAllen LLP

Spokane, Washington
February 20, 2013

**MURROW PUBLIC MEDIA COMPRISED OF NORTHWEST PUBLIC RADIO,
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MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2012 AND 2011**

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, 2012 and 2011. 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. MPM's financial statements include the accounts for its eighteen 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 the professionals. MPM is responsible to the FCC, WSU and its communities for the quality and consistency of the programming while accomplishing its 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 assets 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://www.wsu.edu/~genacct/finstat.htm>.

FINANCIAL HIGHLIGHTS

Overall, MPM's financial position declined slightly during the year ended June 30, 2012:

- ◆ Total assets decreased by \$150,668 largely from a drop in our grant cash holdings. Almost \$300,000 in deferred grant funding with fiscal year term dates was used to pay for operational needs. This completed all but one outstanding grant project or returned funds to agencies on which projects were finished under budget. An additional \$50,000 of carry forward state support was used by the student broadcasting units to cover their production needs.
- ◆ Capital additions, net of depreciation, disposals and transfer to IT, were down by \$257,005. The addition of new equipment in the amount of \$489,576 was less than the current year's depreciation of \$427,667 along with the accumulated depreciation value of \$318,914 in equipment transferred into MPM belonging to KUGR and Cable 8.
- ◆ Long-term debt, net of current maturities, decreased by \$52,813. We have continued to pay down our debt instruments and have not borrowed any additional funds.

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FINANCIAL HIGHLIGHTS (CONTINUED)

- ◆ Total liabilities decreased by \$40,653 mainly due to the reduction in deferred revenue due to the completion of several grant projects, a decision to not include state funded accrued payroll in MPM liabilities because WSU would accept that liability directly, and due to the continued reduction in long-term contracts with no new contracts being added.
- ◆ Net assets, which represent the residual of assets after deducting liabilities, decreased by \$110,015.
- ◆ Current assets were up slightly due to increases in contributions, grants and licensed program rights receivables. Noncurrent assets were down overall with licensed rights up by \$50,859 and capital assets down by about \$257,000. Liabilities overall were down mainly due to the reduction in deferred grants payable and our long term debt reduction.

Other significant changes to operations were as follows:

- ◆ Revenues from all sources totaled \$6,671,053, an increase of \$84,146 from fiscal year 2011. This increase is attributed to several factors including increased contract revenue, increased contributions and underwriting, additional rental income, general operating grants, and trade income as well as increased indirect support due to updated Facilities and Administrative Cost (F&A) rates by WSU.
- ◆ Operating expenses totaled \$6,781,068, an increase of \$162,703. Costs increased for personnel, program distribution, computer support, travel, site rent and site utilities. The largest increases were in general program support which includes trade costs and the indirect administrative support costs provided by WSU, both of which are offset by matching amounts in revenue. The significant increase in indirect support costs is due to a new negotiated F&A rate for WSU. There were also noted decreased costs in depreciation, program acquisition, contract services, membership dues, printing/advertising, and operating equipment which kept the yearly expenses prior to indirect support and depreciation to approximately \$200,000 below last year's numbers.

PRESENTATION OF THE FINANCIAL STATEMENTS

MPM's financial report includes three primary financial statements: the Statement of Net Assets; the Statement of Revenues, Expenses, and Changes in Net Assets; and the Statement 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 – Statement of Net Assets

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

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JUNE 30, 2012 AND 2011**

CONDENSED FINANCIAL INFORMATION AND ANALYSIS (CONTINUED)

Financial Position – Statement of Net Assets (continued)

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.

Below is a condensed view of the statement of net assets as of June 30, 2012, 2011, and 2010:

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

	<u>2012</u>	<u>2011</u>	<u>2010</u>
Assets:			
Current Assets	\$ 1,386,230	\$ 1,330,752	\$ 1,220,412
Noncurrent Assets	1,283,308	1,489,454	1,827,509
Other Assets	<u>-</u>	<u>-</u>	<u>476,687</u>
Total Assets	<u>\$ 2,669,538</u>	<u>\$ 2,820,206</u>	<u>\$ 3,524,608</u>
Liabilities:			
Current Liabilities	\$ 755,959	\$ 743,799	\$ 919,200
Noncurrent Liabilities	<u>64,270</u>	<u>117,083</u>	<u>185,626</u>
Total Liabilities	<u>820,229</u>	<u>860,882</u>	<u>1,104,826</u>
Net Assets:			
Invested in Capital Assets	908,454	1,096,915	1,362,245
Unrestricted	<u>940,855</u>	<u>862,409</u>	<u>628,537</u>
Total Net Assets	<u>1,849,309</u>	<u>1,959,324</u>	<u>1,990,782</u>
Total Liabilities and Net Assets	<u>\$ 2,669,538</u>	<u>\$ 2,820,206</u>	<u>\$ 3,095,608</u>

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CONDENSED FINANCIAL INFORMATION AND ANALYSIS (CONTINUED)

Statement of Revenues, Expenses, and Changes in Net Assets

The Statement of Revenues, Expenses and Changes in Net Assets 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 the Corporation for Public Broadcasting, 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.

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

MPM's nonoperating revenues in 2012 increased by \$208,136 over 2011 following an increase of \$697,528 from 2011. These revenues are generated by allocations and donated facilities from WSU, capital grants and contributions. General appropriations from WSU declined slightly but were offset by a large increase in the value of donated facilities provided by WSU as a result of the higher negotiated F&A rate. Capital grant revenue was down due to the completion of all but one capital grant projects. Contributions were up by \$184,560 over last year.

Following is a condensed view of the statements of revenues, expenses, and changes in net assets for the fiscal years ended June 30, 2012, 2011, and 2010:

**Table A-2
Statements of Changes in Net Assets**

	<u>2012</u>	<u>2011</u>	<u>2010</u>
Operating Revenues	\$ 1,444,192	\$ 1,568,181	\$ 1,474,317
Operating Expenses	<u>(6,781,068)</u>	<u>(6,618,365)</u>	<u>(6,618,268)</u>
Loss from Operations	(5,336,876)	(5,050,184)	(5,143,951)
Nonoperating Revenues, Net	<u>5,226,861</u>	<u>5,018,726</u>	<u>4,321,198</u>
Change in Net Assets	(110,015)	(31,458)	(822,753)
Net Assets, Beginning of Year	<u>1,959,324</u>	<u>1,990,782</u>	<u>2,813,535</u>
Net Assets, End of Year	<u>\$ 1,849,309</u>	<u>\$ 1,959,324</u>	<u>\$ 1,990,782</u>

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CONDENSED FINANCIAL INFORMATION AND ANALYSIS (CONTINUED)

Economic Outlook

MPM's largest revenue source is still general appropriations and donated facilities from Washington State University comprising 46 percent of MPM'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) grant contributions, underwriting, contract revenue and other income are holding about the same as 2012. We expect a modest increase in contract production since we have hired another producer and have seen continued interest in our services.

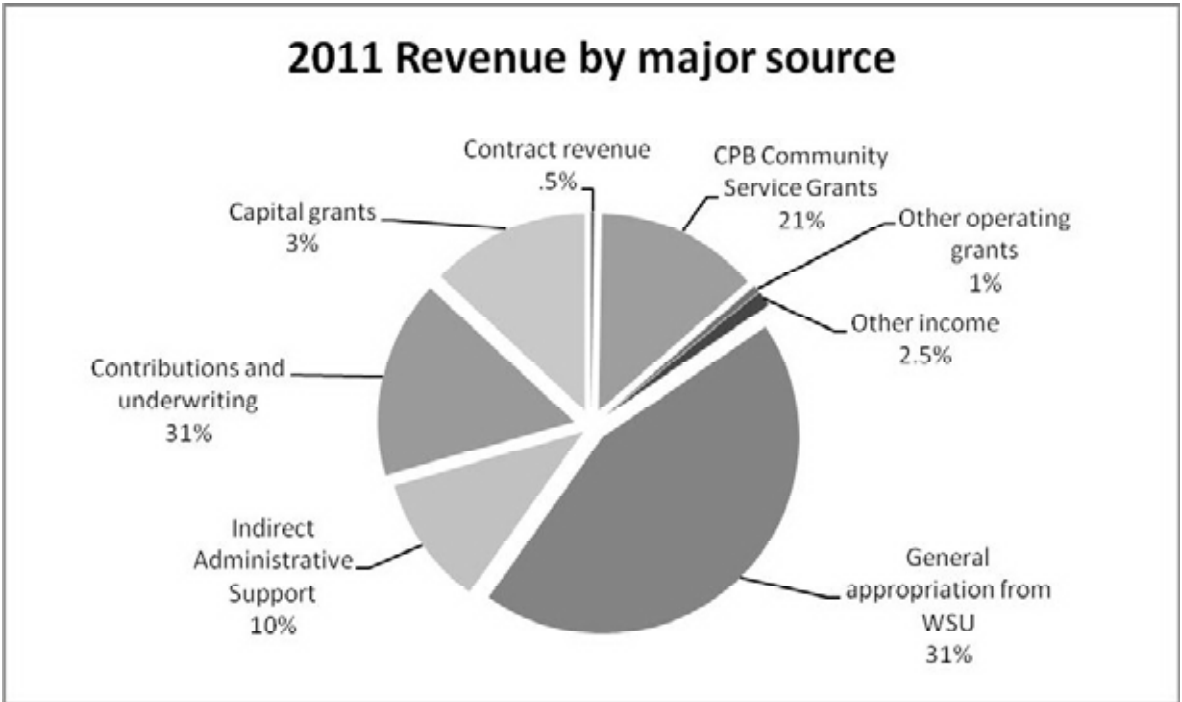
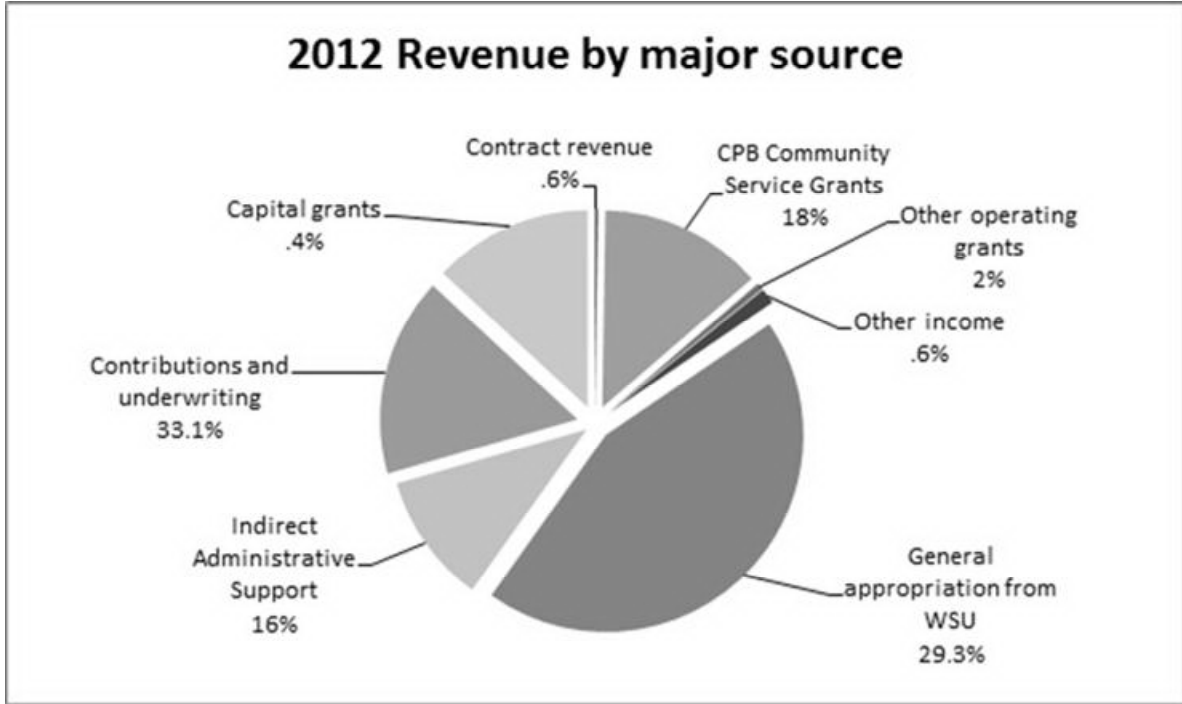
Although the CPB funding has seen a decline over the past couple years, we believe the recently elected officials will try and sustain the current level of funding for Public Broadcasting rather than pushing for reductions. Note the most recent drop in CPB funding of \$57,054 between FY12 to FY13 was caused by a drop in our FY10 and FY11 net worth. To explain, prior to FY10, MPM included Media Services Radio & TV, Academic Media Services Classroom and Conference, the Washington Educational Conferencing Network and the Uplink units beside Northwest Public Radio and Northwest Public TV. In FY10, Northwest Public Radio and Northwest Public TV were transferred into The Edward R. Murrow College of Communication while the rest of the units remained within Information Technology. Removing the support of those units over FY10 and FY11 caused our FY13 CPB funding to drop because our grants are based upon the nonfederal financial support we receive to support our mission from two years prior.

We expect moderate growth in contributions and underwriting until the financial conditions within the state stabilize. We are continuing to explore more avenues for grant revenue outside of the CPB arena and expect non-CPB grants and rental income to hold constant.

As any company plans for the future and what changes it may hold, we are conservative in our spending, looking for partnerships where they may be possible to reach common goals and researching new sources of revenue as well as continuing to grow our current membership and underwriting support.

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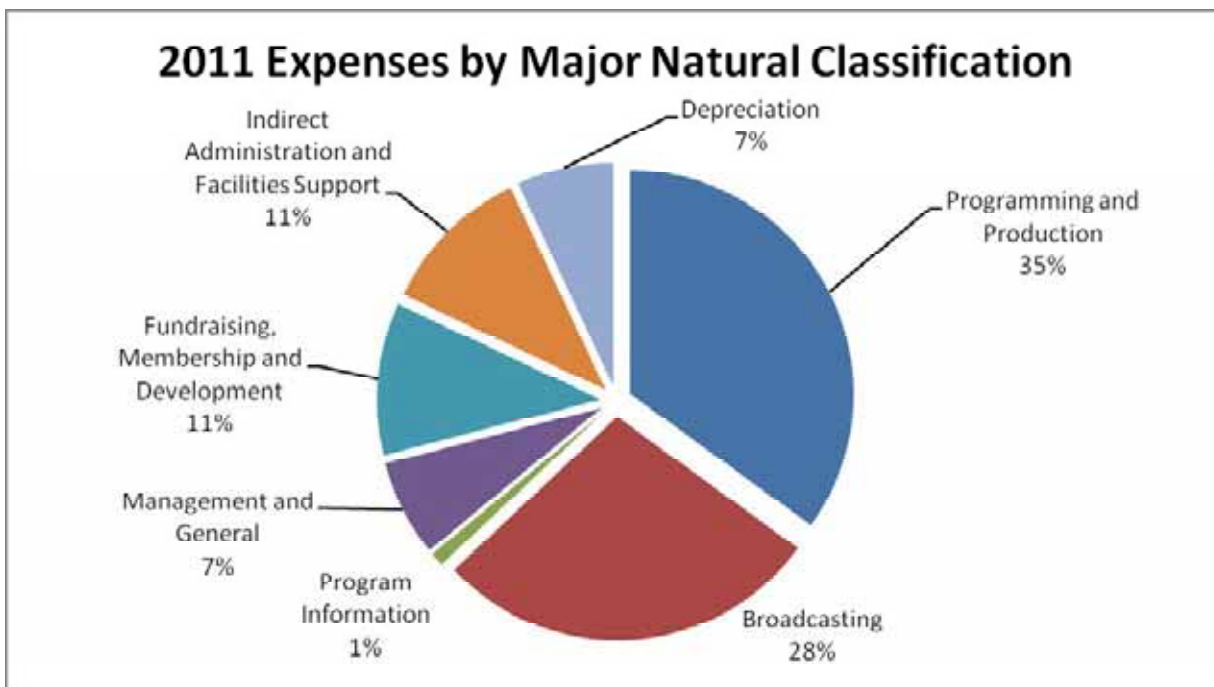
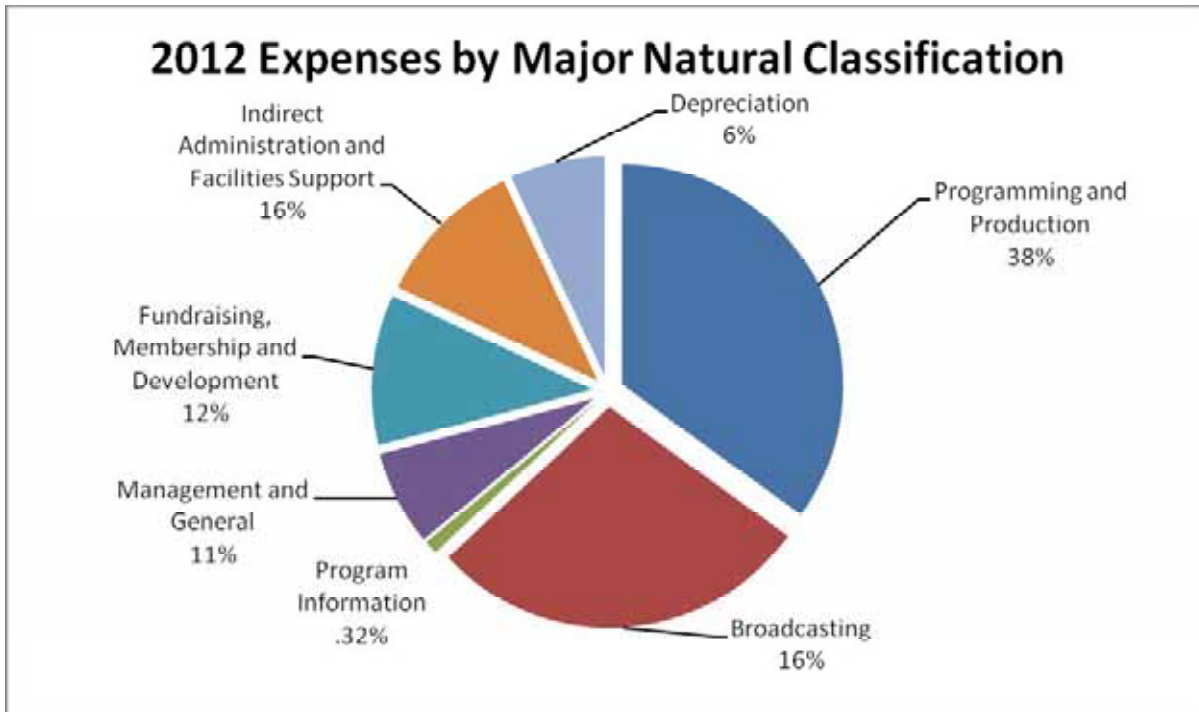
CONDENSED FINANCIAL INFORMATION AND ANALYSIS (CONTINUED)



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CONDENSED FINANCIAL INFORMATION AND ANALYSIS (CONTINUED)

Revenues held mostly constant from 2011 to 2012. The State of Washington and the Northwest are still recovering from the economic downturn. Small increases in contributions, operating grants and other income are working to fill the decrease in CPB Community Service Grant revenue.



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CONDENSED FINANCIAL INFORMATION AND ANALYSIS (CONTINUED)

Programming and Production costs increased due to higher CPB dues and programming costs. Management and General costs increased due to more on air acknowledgments from trades. Most all other 2012 expenses were much the same as 2011.

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STATEMENTS OF NET ASSETS
JUNE 30, 2012 AND 2011**

ASSETS	2012	2011
CURRENT ASSETS		
Cash on Deposit with WSU	\$ 754,150	\$ 840,133
Accounts Receivable	16,482	-
Contributions and Underwriting Receivables, Less Allowance for Uncollectible Amounts of \$34,272 and \$18,107, Respectively	192,121	156,540
Grants and Contracts Receivable	59,908	13,739
Licensed Program Rights	363,569	320,340
Total Current Assets	1,386,230	1,330,752
NONCURRENT ASSETS		
Licensed Program Rights	257,771	206,912
Capital Assets:		
Equipment	11,236,125	10,746,549
Less: Accumulated Depreciation	(10,210,588)	(9,464,007)
Total Capital Assets	1,025,537	1,282,542
Total Noncurrent Assets	1,283,308	1,489,454
Total Assets	\$ 2,669,538	\$ 2,820,206
LIABILITIES AND NET ASSETS		
CURRENT LIABILITIES		
Accounts Payable	\$ 200,507	\$ 105,323
Accrued Payroll	90,902	139,929
Accrued Leave Liability	153,458	125,192
Unearned Revenue	145,779	304,811
Lease Settlement Payable	112,500	-
Current Maturities of Long-Term Debt	52,813	68,544
Total Current Liabilities	755,959	743,799
LONG-TERM DEBT, Less Current Maturities	64,270	117,083
Total Liabilities	820,229	860,882
NET ASSETS		
Invested in Capital Assets, Net of Related Debt	908,454	1,096,915
Unrestricted	940,855	862,409
Total Net Assets	1,849,309	1,959,324
Total Liabilities and Net Assets	\$ 2,669,538	\$ 2,820,206

See accompanying Notes to Financial Statements.

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STATEMENTS OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS
YEARS ENDED JUNE 30, 2012 AND 2011**

	<u>2012</u>	<u>2011</u>
OPERATING REVENUES		
Contract Revenue	\$ 41,906	\$ 14,139
Community Service Grants from the Corporation for Public Broadcasting	1,215,735	1,400,800
Other Operating Grants	143,551	72,139
Other Income	43,000	81,103
Total Operating Revenues	<u>1,444,192</u>	<u>1,568,181</u>
OPERATING EXPENSES		
Programming and Production	2,548,348	2,328,420
Broadcasting	1,114,672	1,820,317
Program Information	21,456	3,771
Management and General	776,145	539,107
Fundraising and Membership Development	795,072	768,977
Indirect Administrative and Facilities Support	1,097,708	711,236
Depreciation	427,667	446,537
Total Operating Expenses	<u>6,781,068</u>	<u>6,618,365</u>
OPERATING LOSS	(5,336,876)	(5,050,184)
NONOPERATING REVENUES (EXPENSES)		
General Appropriation from WSU	1,996,236	2,064,215
Donated Facilities and Administrative Support from WSU	1,097,708	711,236
Contributions and Underwriting	2,218,615	2,034,055
Capital Grants	26,802	209,220
Lease Settlement	(112,500)	-
Total Nonoperating Revenues, Net	<u>5,226,861</u>	<u>5,018,726</u>
CHANGE IN NET ASSETS	(110,015)	(31,458)
Net Assets - Beginning of Year	<u>1,959,324</u>	<u>1,990,782</u>
NET ASSETS - END OF YEAR	<u>\$ 1,849,309</u>	<u>\$ 1,959,324</u>

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STATEMENTS OF CASH FLOWS
YEARS ENDED JUNE 30, 2012 AND 2011**

	<u>2012</u>	<u>2011</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash Received from Customers	\$ 45,911	\$ 174,277
Cash Received from Operating Grants and Support from the Corporation for Public Broadcasting	1,313,117	2,210,980
Cash Paid to Suppliers	(2,379,791)	(2,635,243)
Cash Paid for Employee Salaries, Wages, and Benefits	<u>(2,908,635)</u>	<u>(3,461,160)</u>
Net Cash Used by Operating Activities	(3,929,398)	(3,711,146)
CASH FLOWS FROM NONCAPITAL AND RELATED FINANCING ACTIVITIES		
General Appropriation from WSU	1,996,236	2,064,215
Contributions and Underwriting Received	2,046,515	1,948,245
Capital Grants	<u>26,802</u>	<u>209,220</u>
Net Cash Provided by Noncapital and Related Financing Activities	4,069,553	4,221,680
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Acquisition of Equipment	(157,594)	(247,857)
Payments on Long-Term Debt	<u>(68,544)</u>	<u>(65,753)</u>
Net Cash Used by Capital and Related Financing Activities	<u>(226,138)</u>	<u>(313,610)</u>
NET INCREASE (DECREASE) IN CASH	(85,983)	196,924
Cash - Beginning of Year	<u>840,133</u>	<u>643,209</u>
CASH - END OF YEAR	<u>\$ 754,150</u>	<u>\$ 840,133</u>

See accompanying Notes to Financial Statements.

	<u>2012</u>	<u>2011</u>
RECONCILIATION OF OPERATING LOSS TO NET CASH USED BY OPERATING ACTIVITIES		
Operating Loss	\$ (5,336,876)	\$ (5,050,184)
Adjustments to Reconcile Operating Loss to Net Cash Used by Operating Activities:		
Depreciation	427,667	446,537
Indirect Administrative and Facilities Support from WSU	1,097,708	711,236
Loss on Transfer of Equipment	-	132,403
Net Changes in Assets and Liabilities:		
Accounts Receivable	(16,482)	54,286
Grants, Contracts, Contributions, and Underwriting Receivable	(81,750)	51,554
Licensed Program Rights	(94,088)	(12,284)
Accounts Payable	95,184	(8,891)
Accrued Payroll	(49,027)	40,200
Accrued Vacation	28,266	(76,003)
	<u>28,266</u>	<u>(76,003)</u>
Net Cash Used by Operating Activities	<u>\$ (3,929,398)</u>	<u>\$ (3,711,146)</u>
 SUPPLEMENTAL SCHEDULE OF NONCASH CAPITAL AND RELATED FINANCING ACTIVITIES		
Transfer of Assets	<u>\$ 13,068</u>	<u>\$ (132,403)</u>

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NOTES TO FINANCIAL STATEMENTS
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NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Operations

Murrow Public Media (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 encompasses 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 TV (KWSU-TV / KTNW-TV), 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 the 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.

Basis of Accounting

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 assets, or cash flows of WSU.

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. Pursuant to GASB No. 20, MPM has elected not to apply any Financial Accounting Standards Board pronouncements issued after November 20, 1989.

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NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Cash on Deposit with WSU

Cash on deposit 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. Substantially, the majority of underwriting receivables are due from underwriters located in Washington. 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, services have been performed and then invoices are issued. 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 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.

MPM reviews assets for impairment whenever events or changes in circumstances have indicated that the carrying amount of its assets might not be recoverable. Impaired assets are reported at the lower of cost or fair value. At June 30, 2012 and 2011, no assets had been written down.

**MURROW PUBLIC MEDIA COMPRISED OF NORTHWEST PUBLIC RADIO,
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(A Public Telecommunications System Operated by Washington State University)
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2012 AND 2011**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Accrued Leave Liability

Accumulated vacation, compensatory leave and sick leave, earned and unused by employees of the MPM, totaled \$153,458 and \$125,192 at June 30, 2012 and 2011, 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 percent of his or her unused sick leave balance upon retirement or 25 percent of his or her net accumulation for the year in which it exceeds 480 hours.

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 incurred expenditures in compliance with the specific restrictions. Such amounts received but not yet earned are reported as unearned revenue.

Net Assets

MPM's net assets are classified as follows:

Invested in Capital Assets, Net of Depreciation and Related Debt – This represents the MPM's total investment in capital assets net of depreciation. There are no debts outstanding related to them.

Restricted Net Assets, Expendable – Restricted expendable net assets include resources which MPM is legally or contractually obligated to spend in accordance with restrictions imposed by external third parties.

Unrestricted Net Assets – 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/expense includes activities that have the characteristics of exchange transactions, such the proceeds from providing broadcast programming.

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

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JUNE 30, 2012 AND 2011**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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.

Costs Incurred for Programs not yet Broadcast

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

Economic Dependence

MPM is dependent upon funding from the Corporation for Public Broadcasting, 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 assets. 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.

**MURROW PUBLIC MEDIA COMPRISED OF NORTHWEST PUBLIC RADIO,
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NOTE 2 GRANTS AND CONTRACTS RECEIVABLE

Grants and contracts receivable were as follows at June 30:

	<u>2012</u>	<u>2011</u>
Corporation for Public Broadcasting - Internet Services Acquisition	\$ 26,171	\$ -
Corporation for Public Broadcasting - Digital Conversion Fund	20,000	-
Northwest Public Affairs Network	13,737	13,739
Total	<u>\$ 59,908</u>	<u>\$ 13,739</u>

NOTE 3 EQUIPMENT

The following summarizes activity related to equipment at June 30:

	<u>Balance, June 30, 2011</u>	<u>Additions</u>	<u>Transfers</u>	<u>Balance, June 30, 2012</u>
Equipment	\$ 10,746,549	\$ 157,594	\$ 331,982	\$ 11,236,125
Less: Accumulated Depreciation	(9,464,007)	(427,667)	(318,914)	(10,210,588)
Total	<u>\$ 1,282,542</u>	<u>\$ (270,073)</u>	<u>\$ 13,068</u>	<u>\$ 1,025,537</u>

	<u>Balance, June 30, 2010</u>	<u>Additions</u>	<u>Transfers*</u>	<u>Balance, June 30, 2011</u>
Equipment	\$ 12,199,177	\$ 247,857	\$ (1,700,485)	\$ 10,746,549
Less: Accumulated Depreciation	(10,585,552)	(446,537)	1,568,082	(9,464,007)
Total	<u>\$ 1,613,625</u>	<u>\$ (198,680)</u>	<u>\$ (132,403)</u>	<u>\$ 1,282,542</u>

* The loss on transfer of equipment was included in the related expense account.

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NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2012 AND 2011**

NOTE 3 EQUIPMENT (CONTINUED)

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
2002	\$ 98,245
2003	630,665
2004	48,294
2005	432,379
2006	67,881
2007	52,688
2008	1,436,994
2009	(91,129)
2010	99,522
2011	186,529
2012	17,994
Total	\$ 2,980,062

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

WSU offers four contributory pension plans: the Washington State Public Employees Retirement System (PERS) plan, the Washington State Teachers Retirement System (TRS), 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.

MPM's contribution rates and contributions for the above retirement plans for the years ended June 30 are as follows:

	Required Contributions		Contribution Rates				
	2012	2011	2012		2011		
			PERS	Employee	WSU	Employee	WSU
PERS	\$ 36,056	\$ 27,420	Plan 1	6.00%	7.21%	6.00%	5.31%
WSURP	80,145	72,319	Plan 2	4.64%	7.21%	3.90%	5.31%
			Plan 3	5% - 15%	7.21%	5% - 15%	5.31%
			WSURP	5% - 10%	5% - 10%	5% - 10%	5% - 10%

An actuarial valuation of the plans for MPM as an entity is not available.

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NOTE 4 PENSION PLANS (CONTINUED)

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 benefits 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 III 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, PO Box 48380, Olympia, Washington 98504-8380 or online at <http://www.drs.wa.gov/administration>.

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.

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NOTE 4 PENSION PLANS (CONTINUED)

Washington State University Retirement Plan

Plan Description

Faculty, professional and other staff, are eligible to participate in the Washington State University Retirement Plan (WSURP). 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 percent 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. The University 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 non-reduced supplemental payment after the age of 65 with 10 years of full-time service.

The minimum retirement benefit goal is 2 percent 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 percent TIAA-CREF contribution after age 49, the benefit goal is 1.5 percent for each year of full-time service for those years the lower contribution rate is selected.

The University'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.

The WSURP supplemental pension benefits are unfunded and charged to operations in the years in which they are paid. The University 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, 2011. The actuarial assumptions for the evaluation included an investment rate of return of 4.25 percent and projected salary increases of 2 percent per year for two years and 4 percent per year thereafter. Based on assumptions made regarding expected benefit payments, the actuary present a cash flow projection rather than an actuarial funding plan to liquidate an unfunded liabilities. The University uses this cash flow projection to budget annual amounts to provide funds for these benefits. The unfunded actuarial accrued liability calculated at July 1, 2011 was \$45,172,000 under the plan's entry age normal method and is amortized over a 14.5 year period. The annual required contribution (ARC) is projected at \$7,002,000. 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 the University's financial statements. The net pension obligation as of June 30, 2012 is \$25,854,572.

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NOTE 4 PENSION PLANS (CONTINUED)

Washington State University Retirement Plan (Continued)

Contributions

Contribution rates for the WSURP (TIAA-CREF), which are based upon age, are 5 percent, 7.5 percent, or 10 percent of salary and are matched by the University. Employee and employer contributions for the years ended June 30, 2012 and 2011 were each \$19,458,452 and \$19,419,832, respectively. Supplemental payments made by the University for the year ended June 30, 2012 were \$1,181,004.

NOTE 5 OTHER POST-EMPLOYMENT BENEFITS

During the 2008 fiscal year, the University 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 supplementary information specified by GASB Statement No. 45.

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NOTE 6 COMMITMENTS

Grant Commitments

During the fiscal year ended June 30, 2012, MPM received the following grants to fund specific projects as follows:

Corporation for Public Broadcasting Digital Radio Conversion Fund

The KWSU/DTV Digital Conversion Project (DDF Round 16) provided funding to upgrade our Lewiston translator for KWSU to a digital signal meeting new standards. The estimated total project cost is \$38,385; CPB forwarded \$21,348 which has been deposited in our account. Our local funds in the amount of \$3,490 are the required match. The majority of the project has been completed and we expect to meet the grant deadline of March 31, 2013.

Public Broadcasting Service Membership

In September 2012, MPM committed to pay \$341,136 to the Public Broadcasting System for continued membership and to acquire programming for the fiscal year ending June 30, 2013.

National Public Radio Membership

In September 2012, MPM committed to pay \$359,157 to National Public Radio for continued membership and to acquire programming for the one-year period ending September 30, 2013.

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, 2012 and June 30, 2021. Those leases which have expired are under negotiations.

Future minimum rental commitments are as follows:

Year Ending June 30,	Amount
2013	\$ 117,586
2014	109,980
2015	98,428
2016	100,119
2017	71,882
2018 and Subsequent Years	129,665
Total	\$ 627,660

MPM's rent expense for the years ended June 30, 2012 and 2011 was \$171,474 and \$133,796, respectively, not including the value of facility space donated by WSU.

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NOTE 7 LONG-TERM DEBT

Following is a summary of long-term debt at June 30, 2012:

Note payable to the state of Washington, due in semiannual installments of \$2,446, including interest at 4.44%; collateralized by equipment, maturing December 1, 2012.	\$ 2,393
Note payable to the state of Washington, due in semiannual installments of \$1,890, including interest at 4.44%; collateralized by equipment, maturing December 1, 2012.	1,849
Note payable to the state of Washington, due in semiannual installments of \$4,893, including interest at 4.44%; collateralized by equipment, maturing December 1, 2012.	4,787
Note payable to the state of Washington, due in semiannual installments of \$6,040, including interest at 4.61%; collateralized by equipment, maturing December 1, 2014.	28,222
Note payable to the state of Washington, due in semiannual installments of \$2,258, including interest at 4.61%; collateralized by equipment, maturing December 1, 2014.	10,548
Note payable to the state of Washington, due in semiannual installments of \$899, including interest at 4.61%; collateralized by equipment, maturing December 1, 2014.	4,202
Note payable to the state of Washington, due in semiannual installments of \$2,774, including interest at 3.69%; collateralized by equipment, maturing June 1, 2015.	15,624
Note payable to the state of Washington, due in semiannual installments of \$7,131, including interest at 3.56%; collateralized by equipment, maturing June 1, 2015.	40,241
Note payable to the state of Washington, due in semiannual installments of \$9,411, including interest at 4.2%; collateralized by equipment, maturing December 1, 2012.	9,217
Total	117,083
Less: Current Maturities	52,813
Total	\$ 64,270

**MURROW PUBLIC MEDIA COMPRISED OF NORTHWEST PUBLIC RADIO,
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JUNE 30, 2012 AND 2011**

NOTE 7 LONG-TERM DEBT (CONTINUED)

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

	<u>2012</u>	<u>2011</u>
Beginning Balance	\$ 185,627	\$ 251,380
Additions	-	-
Principal Payments	<u>(68,544)</u>	<u>(65,753)</u>
Ending Balance	<u>\$ 117,083</u>	<u>\$ 185,627</u>

Aggregate scheduled principal and interest payments are as follows:

<u>Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2013	\$ 52,813	\$ 4,033	\$ 56,846
2014	35,990	2,214	38,204
2015	28,280	729	29,009
Total	<u>\$ 117,083</u>	<u>\$ 6,976</u>	<u>\$ 124,059</u>

Related interest expense was approximately \$6,943 and \$9,734 for the years ended June 30, 2012 and 2011, respectively, which is included in Programming and Production expense on the Statement of Revenue, Expenses, and Changes in Net Assets.

NOTE 8 INVESTMENT IN ENDOWMENT FUNDS

On November 30, 2004, Murrow Public Media established endowment funds with the Washington State University Foundation (Foundation). On November 7, 2002, KUGR Radio had an endowment fund established for them by William "Bill" Stowell with the Foundation. The investments are held by the Foundation in pools that include investments in various stocks, bonds, fixed income securities, real estate and commodities. Distributions are made in accordance with the applicable investment policy and payment procedures of the Foundation. 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 held by the Foundation on behalf of Murrow Public Media is \$122,102 and \$114,678 as of June 30, 2012 and 2011.

NOTE 9 LEASE SETTLEMENT

The contractual dispute in which MPM was involved last year was resolved effective June 30, 2012 with a settlement liability amount of \$112,500 and no lawsuit filed. Negotiations are still in process regarding a future lease, but MPM is paying rent on a month-to-month agreement.



CliftonLarsonAllen

CliftonLarsonAllen LLP
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**INDEPENDENT AUDITORS' REPORT ON
SUPPLEMENTARY INFORMATION**

Dr. Elson Floyd, President
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, 2012, and have issued our report thereon dated February 20, 2013, which contained an unqualified opinion on those financial statements. Our audit was performed for the purpose of forming an opinion on the financial statements as a whole. The schedule of revenues, expenses, and changes in net assets on a departmental basis and the schedule of functional expenses are presented for the purposes of additional analysis and are 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
February 20, 2013

**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 ASSETS ON A DEPARTMENTAL BASIS
YEAR ENDED JUNE 30, 2012
(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	\$ -	\$ 317	\$ 317	\$ 41,589	\$ -	\$ 41,589	\$ 41,906
Community Service Grants from the Corporation for Public Broadcasting	-	374,069	374,069	841,666	-	841,666	1,215,735
Other Operating Grants	-	97,702	97,702	45,849	-	45,849	143,551
Other Income	1,800	24,263	26,063	16,937	-	16,937	43,000
Total Operating Revenues	1,800	496,351	498,151	946,041	-	946,041	1,444,192
OPERATING EXPENSES							
Programming and Production Broadcasting	11,809	1,412,796	1,424,605	1,079,289	44,454	1,123,743	2,548,348
Program Information	-	13,785	13,785	7,671	-	7,671	21,456
Management and General	-	486,483	486,483	289,662	-	289,662	776,145
Fundraising and Membership Development	-	597,735	597,735	197,337	-	197,337	795,072
Indirect Administrative and Facilities Support	302	677,433	677,735	411,077	8,896	419,973	1,097,708
Depreciation	2,179	113,224	115,403	306,127	6,137	312,264	427,667
Total Operating Expenses	14,290	4,043,105	4,057,395	2,664,186	59,487	2,723,673	6,781,068
OPERATING LOSS	(12,490)	(3,546,754)	(3,559,244)	(1,718,145)	(59,487)	(1,777,632)	(5,336,876)
NONOPERATING REVENUES (EXPENSES)							
General Appropriation from WSU	3,694	1,069,569	1,073,263	826,604	96,369	922,973	1,996,236
Donated Facilities and Administrative Support from WSU	302	677,433	677,735	411,077	8,896	419,973	1,097,708
Contributions and Underwriting	1,050	1,944,843	1,945,893	272,722	-	272,722	2,218,615
Capital Grants	-	(4,094)	(4,094)	30,896	-	30,896	26,802
Lease Settlement	-	(56,250)	(56,250)	(56,250)	-	(56,250)	(112,500)
Total Nonoperating Revenues, Net	5,046	3,631,501	3,636,547	1,485,049	105,265	1,590,314	5,226,861
CHANGES IN NET ASSETS	\$ (7,444)	\$ 84,747	\$ 77,303	\$ (233,096)	\$ 45,778	\$ (187,318)	\$ (110,015)

**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, 2012
(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	\$ 935,650	\$ 362,468	\$ -	\$ 1,298,118	\$ 446,252	\$ 441,346	\$ 887,598	\$ 2,185,716
Employee Benefits and Payroll Taxes	264,277	138,044	-	402,321	132,008	167,828	299,836	702,157
Program Production and Acquisitions	944,533	-	-	944,533	-	-	-	944,533
Program Distribution	-	109,120	-	109,120	-	-	-	109,120
Professional Services	-	9,196	-	9,196	75,614	-	75,614	84,810
Contract Services (Includes Telemarketing and Audience Research)	250,786	27,364	2,391	280,541	1,945	20,250	22,195	302,736
Membership Dues	9,899	66	-	9,965	1,525	7,835	9,360	19,325
Subscriptions and Publications (Included in General Program Support)	608	-	-	608	-	3,348	3,348	3,956
Office Supplies	5,976	561	34	6,571	3,516	3,220	6,736	13,307
Computer Supplies, Software, and Line Charges	21,805	10,580	792	33,177	1,596	18,829	20,425	53,602
Telephone and Facsimile	6,654	14,388	-	21,042	1,005	13,453	14,458	35,500
Postage and Shipping	9,191	1,645	112	10,948	215	17,723	17,938	28,886
Repairs and Maintenance	21,610	148,465	752	170,827	715	93	808	171,635
Printing, Publications, Advertising and Direct Mail	12,589	243	5,765	18,597	643	23,911	24,554	43,151
Travel	24,569	15,817	6,863	47,249	7,949	26,138	34,087	81,336
Motor Vehicle Operations	24,191	29,414	379	53,984	270	85	355	54,339
Site Rent	-	163,374	-	163,374	-	8,100	8,100	171,474
Site Utilities	-	81,169	-	81,169	-	-	-	81,169
Interest Expense	5,959	984	-	6,943	-	-	-	6,943
Premiums	5,822	-	-	5,822	462	26,410	26,872	32,694
Bank Card Expense	115	-	-	115	-	13,567	13,567	13,682
On Air Advertising Trades	-	-	-	-	101,405	-	101,405	101,405
General Program Support	4,114	1,774	4,368	10,256	1,025	2,936	3,961	14,217
Total	2,548,348	1,114,672	21,456	3,684,476	776,145	795,072	1,571,217	5,255,693
Indirect Administrative and Facilities Support	535,844	244,118	4,699	784,661	143,868	169,179	313,047	1,097,708
Depreciation	172,367	255,300	-	427,667	-	-	-	427,667
Total	<u>\$ 3,256,559</u>	<u>\$ 1,614,090</u>	<u>\$ 26,155</u>	<u>\$ 4,896,804</u>	<u>\$ 920,013</u>	<u>\$ 964,251</u>	<u>\$ 1,884,264</u>	<u>\$ 6,781,068</u>