

CAPITAL PUBLIC RADIO ENDOWMENT, INC.

FINANCIAL STATEMENTS
June 30, 2022 and 2021

CAPITAL PUBLIC RADIO ENDOWMENT, INC.

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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
Capital Public Radio Endowment, Inc.
Sacramento, California

Opinion

We have audited the accompanying financial statements of Capital Public Radio Endowment, Inc. (the "Endowment"), a nonprofit organization, which comprise the statements of financial position as of June 30, 2022 and 2021, and the related statements of activities and cash flows for the years then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Endowment as of June 30, 2022 and 2021, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Endowment and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management 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.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Endowment's ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards will always detect a material misstatement when it exists.

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The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Endowment's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Endowment's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control related matters that we identified during the audit.

Propp Christensen Caniglia LLP

July 11, 2023
Roseville, California

CAPITAL PUBLIC RADIO ENDOWMENT, INC.

STATEMENTS OF FINANCIAL POSITION

June 30, 2022 and 2021

	ASSETS	
	<u>2022</u>	<u>2021</u>
Current assets:		
Cash and cash equivalents	\$ 97,765	\$ 24,797
Investments	1,998,606	2,234,337
Pledges receivable, net	4,248	6,728
Receivable from related party, net	<u>-</u>	<u>30,211</u>
Total current assets	2,100,619	2,296,073
Pledges receivable, net of current portion and allowance	3,767	4,244
Land	<u>67,589</u>	<u>67,589</u>
Total assets	<u>\$ 2,171,975</u>	<u>\$ 2,367,906</u>
	LIABILITIES AND NET ASSETS	
Current liabilities:		
Accounts payable	\$ 123	\$ -
Due to related party, net	<u>9,353</u>	<u>-</u>
Total current liabilities	9,476	-
Net assets:		
Without donor restrictions	370,679	370,679
With donor restriction	<u>1,791,820</u>	<u>1,997,227</u>
Total liabilities and net assets	<u>\$ 2,171,975</u>	<u>\$ 2,367,906</u>

The accompanying notes are an integral part of these financial statements.

CAPITAL PUBLIC RADIO ENDOWMENT, INC.

STATEMENTS OF ACTIVITIES
For the Years Ended June 30, 2022 and 2021

	Without Donor Restrictions	With Donor Restrictions	2022 Total
Revenue and support:			
Donor contributions	\$ -	\$ 60,493	\$ 60,493
Net return on investments	-	(149,296)	(149,296)
	<u>-</u>	<u>(149,296)</u>	<u>(149,296)</u>
Total revenue and support	-	(88,803)	(88,803)
Net assets released from restrictions	<u>116,604</u>	<u>(116,604)</u>	<u>-</u>
Total revenue and support and net assets released from restrictions	<u>116,604</u>	<u>(205,407)</u>	<u>(88,803)</u>
Expenditures:			
Program services:			
Board approved distributions	72,827	-	72,827
Support services:			
Professional and administrative fees	36,728	-	36,728
Property taxes	7,049	-	7,049
	<u>116,604</u>	<u>-</u>	<u>116,604</u>
Total expenditures	<u>116,604</u>	<u>-</u>	<u>116,604</u>
Change in net assets	-	(205,407)	(205,407)
Net assets, beginning of year	<u>370,679</u>	<u>1,997,227</u>	<u>2,367,906</u>
Net assets, end of year	<u>\$ 370,679</u>	<u>\$ 1,791,820</u>	<u>\$ 2,162,499</u>

The accompanying notes are an integral part of these financial statements.

CAPITAL PUBLIC RADIO ENDOWMENT, INC.

STATEMENTS OF ACTIVITIES (CONTINUED)

For the Years Ended June 30, 2022 and 2021

	Without Donor Restrictions	With Donor Restrictions	2021 Total
Revenue and support:			
Donor contributions	\$ -	\$ 32,085	\$ 32,085
Net return on investments	-	533,066	533,066
	<u>-</u>	<u>533,066</u>	<u>533,066</u>
Total revenue and support	-	565,151	565,151
Net assets released from restrictions	<u>61,319</u>	<u>(61,319)</u>	<u>-</u>
Total revenue and support and net assets released from restrictions	<u>61,319</u>	<u>503,832</u>	<u>565,151</u>
Expenditures:			
Program services:			
Board approved distributions	44,131	-	44,131
Support services:			
Professional and administrative fees	10,197	-	10,197
Property taxes	6,991	-	6,991
	<u>61,319</u>	<u>-</u>	<u>61,319</u>
Total expenditures	61,319	-	61,319
Change in net assets	-	503,832	503,832
Net assets, beginning of year	<u>370,679</u>	<u>1,493,395</u>	<u>1,864,074</u>
Net assets, end of year	<u>\$ 370,679</u>	<u>\$ 1,997,227</u>	<u>\$ 2,367,906</u>

The accompanying notes are an integral part of these financial statements.

CAPITAL PUBLIC RADIO ENDOWMENT, INC.

STATEMENTS OF CASH FLOWS
For the Years Ended June 30, 2022 and 2021

	<u>2022</u>	<u>2021</u>
Cash flows from operating activities:		
Change in net assets	\$ (205,407)	\$ 503,832
Adjustments to reconcile change in net assets to net cash used in operating activities:		
Donor restricted contributions	(75,460)	(75,460)
Net realized and unrealized (gains) losses	164,757	(513,925)
Provisions for bad debt and discount on pledges	4,116	-
Changes in operating assets and liabilities:		
Pledges receivable	(1,159)	5,392
Accounts payable	123	-
Due to related party	39,564	(67,784)
	<u>(73,466)</u>	<u>(147,945)</u>
Net cash used in operating activities		
Cash flows from investing activities:		
Purchases of investments	(724,058)	(598,717)
Proceeds from sale of investments	795,032	516,195
	<u>70,974</u>	<u>(82,522)</u>
Net cash provided by (used in) investing activities		
Cash flows from financing activities:		
Permanently restricted contributions	75,460	75,460
	<u>75,460</u>	<u>75,460</u>
Net change in cash and cash equivalents	72,968	(155,007)
Cash and cash equivalents, beginning of year	24,797	179,804
	<u>24,797</u>	<u>179,804</u>
Cash and cash equivalents, end of year	<u>\$ 97,765</u>	<u>\$ 24,797</u>

The accompanying notes are an integral part of these financial statements.

CAPITAL PUBLIC RADIO ENDOWMENT, INC.

NOTES TO FINANCIAL STATEMENTS
June 30, 2022 and 2021

NOTE 1: NATURE OF ORGANIZATION

Capital Public Radio Endowment, Inc. (the "Endowment"), is a nonprofit public benefit organization, specifically organized for the benefit of Capital Public Radio, Inc. (the "Station") and other similar organizations providing information, music, and arts.

The Endowment's primary activity is overseeing an endowment fund consisting of both restricted and unrestricted cash and investments.

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting

The financial statements of the Endowment have been prepared on the accrual basis of accounting and accordingly reflect all significant receivables, payables, and other liabilities.

Basis of Presentation

The Endowment presents its financial statements in accordance with Financial Accounting Standards Board Accounting Standards Codification (FASB ASC) Topic 958, Subtopic 210 (FASB ASC 958-210), *Presentation of Financial Statements of Not-for-Profit Entities*, as amended by Accounting Standards Update ("ASU") 2016-14. Under FASB ASC 958-210, the Endowment is required to report information regarding its financial position and activities according to the following two classes of net assets:

Net assets without donor restrictions – Net assets that are not subject to stipulations;

Net assets with donor restrictions – Net assets that are subject to stipulations that will be met by actions or the passage of time.

Revenues and gains and losses on investments are reported as changes in net assets without donor restrictions unless use of the related assets is limited by donor-imposed restrictions. Expenses are reported as decreases in net assets without donor restrictions. Expirations of donor restrictions on net assets (i.e., the donor-stipulated purpose has been fulfilled, and/or the stipulated time period has elapsed) are reported as reclassifications between the applicable classes of net assets.

Revenue Recognition

In accordance with the provisions of FASB ASC Topic 958-605, *Not-for-Profit Entities – Revenue Recognition*, unconditional contributions are generally recognized as revenues or gains in the period received and as assets, decreases of liabilities, or expenses depending on the form of the benefits received. Unconditional promises to give (pledges) are recognized as revenues once a valid pledge has been received. The receivable and the corresponding revenue are recognized concurrently. Conditional contributions and pledges are recorded when the conditions have been met.

Receivable balances are stated at unpaid balance, less an allowance for doubtful accounts. The Endowment provides for losses on receivable balances using the allowance method. This method is based on experience and other circumstances which may affect the collectability of the balance. Uncollectible receivables are charged off when management determines the receivable will not be collected.

The Endowment implements the guidance provided by ASU 2018-08, *Clarifying the Scope of the Accounting Guidance for Contributions Received and Contributions Made*, to provide a decision-making model to assist entities in evaluating whether transactions should be accounted for as contributions within the scope of Topic 958, *Not-for-Profit Entities*, or as exchange (reciprocal) transactions subject to other guidance and determining whether a contribution is conditional.

CAPITAL PUBLIC RADIO ENDOWMENT, INC.

NOTES TO FINANCIAL STATEMENTS

June 30, 2022 and 2021

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Revenue Recognition (Continued)

In accordance with the provisions of FASB ASC 606, the Endowment's other income received and exchange transactions are not recognized as revenues until the revenue is earned, which is at the time when the services are provided.

Land

Land consists of a permanently restricted piece of property where a transmitting tower owned by the Station currently resides.

Donated Assets

In accordance with the provisions of FASB ASC 958-605, donated marketable securities and other non-cash donations received are valued at fair value at the date of contribution.

Cash and Cash Equivalents

Cash equivalents consist of all highly liquid investments with original maturities of three months or less.

Concentration of Credit Risk

The Endowment maintains its cash and cash equivalents and investments with a brokerage company who is a member of the Securities Investor Protection Corporation. The cash and securities are insured up to \$500,000 in the event the brokerage firm goes out of business.

Marketable Securities

Marketable equity securities and debt securities which are held to maturity are valued at fair market value with realized and unrealized gains and losses reflected in the statement of activities.

Endowment

The Endowment consists of a fund established to provide funding to the Station and includes donor-restricted endowment funds. As required by generally accepted accounting principles, net assets associated with endowment funds are classified and reported based on the existence or absence of donor-imposed restrictions.

The board of directors has interpreted the Uniform Prudent Management of Institutional Funds Act ("UPMIFA") as requiring the preservation of the fair value of the original gift as of the gift date of the donor-restricted endowment funds, absent explicit donor stipulations to the contrary. As a result of this interpretation, the Endowment classifies the following as net assets with donor restrictions: (1) the original value of gifts donated to the permanent endowment, (2) the original value of subsequent gifts to the permanent endowment, and (3) accumulations to the permanent endowment made in accordance with the direction of the applicable donor gift instrument at the time the accumulation is added to the fund. The remaining portion of the endowment fund is classified as subject to donor restrictions until those amounts are appropriated for expenditure in a manner consistent with the standard of prudence prescribed by UPMIFA. In accordance with UPMIFA, the following factors are considered in making a determination to appropriate or to accumulate donor-restricted endowment funds: (1) the duration and preservation of the fund, (2) the purposes of the Endowment and the donor-restricted endowment fund, (3) the general economic conditions, (4) the possible effect of inflation and deflation, (5) the expected total return from income and the appreciation of investments, (6) the other resources of the Endowment, and (7) the investment policies of the Endowment.

CAPITAL PUBLIC RADIO ENDOWMENT, INC.

NOTES TO FINANCIAL STATEMENTS
June 30, 2022 and 2021

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Endowment (Continued)

The Endowment has adopted investment and spending policies, approved by the board of directors, for endowment assets that attempt to provide a predictable stream of funding to supported programs while seeking to maintain the purchasing power of the endowment assets long-term. To satisfy its long-term rate-of-return objectives, the Endowment relies on a total return strategy in which investment returns are achieved through both capital appreciation (realized and unrealized) and current yield (interest and dividends). The Endowment targets a diversified asset allocation that places a greater emphasis on equity-based investments to achieve its long-term return objectives within prudent risk constraints.

The Endowment may, at the discretion of the board of directors, appropriate for distribution amounts which exceed the planned minimum accumulation of the fund if approved by a majority of the board. In establishing this policy, the Endowment considered the long-term expected return on endowment funds. Accordingly, over the long-term, the Endowment expects the current spending policy to allow endowment funds to reach and maintain certain minimum levels, which have been established by the donors and the board. This is consistent with the Endowment's objective to maintain the purchasing power of the endowment assets held in perpetuity or for a specified term, as well as to provide additional real growth through new gifts and investment returns.

The Endowment fund consists of monetary funds and investments comprised of equity securities stated at fair value based on quoted market prices. Investment income and realized and unrealized gains and losses are reflected in the statement of activities as increases or decreases in net assets with donor restrictions. Net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statement of activities as net assets released from restrictions upon satisfaction of the time or purpose restriction.

Income Taxes

The Endowment is exempt from income taxes under the provisions of the Internal Revenue Code Section 501(c)(3) and from franchise taxes under the provisions of the California Revenue and Taxation Code Section 23701d, except as they may be levied for unrelated business income. After they are filed, the Endowment's income tax returns remain subject to examination by taxing authorities generally three years for federal returns and four years for state returns.

Fair Value Measurements

In August 2018, the FASB issued ASU no. 2018-13 *Fair Value Measurement* (Topic 820): *Disclosure Framework-Changes to the Disclosure Requirements for Fair Value Measurement*. The ASU modifies the disclosure requirements on fair value measurements in Topic 820, Fair Value Measurement. The objective of these disclosure requirements is to provide financial statement users with information about assets and liabilities measured at fair value regarding (1) the valuation techniques and inputs used to develop fair value measurements, including the related judgments and assumptions made, (2) the uncertainty in the fair value measurements as of the reporting date, and (3) how changes in the measurements impact the performance of the Endowment. The Endowment has retrospectively adopted the provision as of June 31, 2021 with no effect to previously reported net assets available for benefits.

CAPITAL PUBLIC RADIO ENDOWMENT, INC.

NOTES TO FINANCIAL STATEMENTS
June 30, 2022 and 2021

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Fair Value Measurements (Continued)

FASB ASC 820-10 defines fair value as the exchange price that would be received for an asset or paid to transfer a liability (an exit price) in the principal or most advantageous market for the asset or liability in an orderly transaction between market participants on the measurement date. The Endowment determines the fair values of its assets and liabilities based on the fair value hierarchy established in FASB ASC 820-10. The standard describes three levels of inputs that may be used to measure fair value (Level 1, Level 2 and Level 3). Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the Endowment has the ability to access at the measurement date. An active market is a market in which transactions occur with sufficient frequency and volume to provide pricing information on an ongoing basis. Level 2 inputs are inputs other than quoted prices that are observable for the asset or liability, either directly or indirectly. Level 3 inputs are unobservable inputs for the asset or liability. Unobservable inputs reflect the Endowment's own assumptions about the assumptions market participants would use in pricing the asset or liability (including assumptions about risk). Unobservable inputs are developed based on the best information available in the circumstances and may include the Endowment's own data.

The fair values of investments are based on unadjusted quoted market prices within active markets.

Functional Expenses

Functional expenses are allocated to program and supporting services based on direct expenditures incurred. Expenses not directly chargeable to a particular functional category are allocated based on an analysis of personnel time and space or other resources utilized for the related activities.

Use of Estimates

The presentation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect reported amounts of assets, liabilities, and disclosures at the date of the financial statements and that also affect reported amounts of revenue and expenses during the reporting period. Accordingly, actual results could differ from those estimates.

Reclassifications

Certain amounts in the 2021 financial statements have been reclassified, with no effect to change in net assets, to conform to the 2022 financial statement presentation.

Subsequent Events

Events and transactions have been evaluated for potential recognition or disclosure through July 11, 2023, the date that the financial statements were available to be issued.

CAPITAL PUBLIC RADIO ENDOWMENT, INC.

NOTES TO FINANCIAL STATEMENTS
June 30, 2022 and 2021

NOTE 3: LIQUIDITY AND AVAILABILITY OF FINANCIAL ASSETS

As part of the Endowment's liquidity management, the Endowment has a policy to structure its financial assets to be available as its general expenditures, liabilities, and other obligations come due.

The Endowment's financial assets available within one year of the balance sheet date for general expenditure are as follows:

	<u>2022</u>	<u>2021</u>
Cash and cash equivalents	\$ 97,765	\$ 24,797
Investments	1,998,606	2,234,337
Pledges receivable, net	4,248	6,728
Receivable from related party, net	<u>-</u>	<u>30,211</u>
Financial assets	2,100,619	2,296,073
Less those unavailable for general expenditure within one year, due to purpose and time restrictions stipulated by donors	<u>(1,729,940)</u>	<u>(1,925,394)</u>
Financial assets available to meet cash needs for general expenditures within one year	<u>\$ 370,679</u>	<u>\$ 370,679</u>

NOTE 4: INVESTMENTS

Investments consist of the following at June 30, 2022 and 2021:

	<u>2022</u>		<u>2021</u>	
	<u>Cost</u>	<u>Market Value</u>	<u>Cost</u>	<u>Market Value</u>
Stocks	\$ 720,193	\$ 1,426,034	\$ 641,767	\$ 1,569,644
Exchange-traded and closed-end funds	120,754	203,261	133,342	262,987
Government securities	<u>370,018</u>	<u>369,311</u>	<u>400,054</u>	<u>401,706</u>
Total	<u>\$ 1,210,965</u>	<u>\$ 1,998,606</u>	<u>\$ 1,175,163</u>	<u>\$ 2,234,337</u>

CAPITAL PUBLIC RADIO ENDOWMENT, INC.

NOTES TO FINANCIAL STATEMENTS
June 30, 2022 and 2021

NOTE 5: PLEDGES RECEIVABLE

Pledges receivable consist of the following at June 30, 2022 and 2021:

	<u>2022</u>	<u>2021</u>
Receivable in less than one year	\$ 4,998	\$ 7,916
Less allowance for doubtful accounts	<u>(750)</u>	<u>(1,188)</u>
Current pledges receivable, net	<u>\$ 4,248</u>	<u>\$ 6,728</u>
Receivable in one to five years	\$ 4,808	\$ 5,416
Less discount to present value at 3.5%	(320)	(360)
Less allowance for doubtful accounts	<u>(721)</u>	<u>(812)</u>
Noncurrent pledges receivable, net	<u>\$ 3,767</u>	<u>\$ 4,244</u>

NOTE 6: FAIR VALUE MEASUREMENTS

The following tables set forth by level, within the fair value hierarchy, the Endowment's assets and liabilities that are measured at fair value on a recurring basis as of June 30, 2022 and 2021:

	<u>Fair Values as of June 30, 2022</u>			
	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Stocks	\$ 1,426,034	\$ -	\$ -	\$ 1,426,034
Exchange-traded and closed-end funds	203,261	-	-	203,261
Government securities	<u>369,311</u>	<u>-</u>	<u>-</u>	<u>369,311</u>
Total	<u>\$ 1,998,606</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,998,606</u>
	<u>Fair Values as of June 30, 2021</u>			
	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Stocks	\$ 1,569,644	\$ -	\$ -	\$ 1,569,644
Exchange-traded and closed-end funds	262,987	-	-	262,987
Government securities	<u>401,706</u>	<u>-</u>	<u>-</u>	<u>401,706</u>
Total	<u>\$ 2,234,337</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,234,337</u>

CAPITAL PUBLIC RADIO ENDOWMENT, INC.

NOTES TO FINANCIAL STATEMENTS
June 30, 2022 and 2021

NOTE 7: NET ASSETS WITH DONOR RESTRICTIONS

At June 30, 2022 and 2021, net assets with donor restrictions are restricted for the following purposes:

	<u>2022</u>	<u>2021</u>
Subject to expenditure for specified purpose:		
Subject to appropriations	\$ 733,279	\$ 999,179
Not subject to appropriation or expenditure:		
Land required to be held by the Station	67,589	67,589
Original donor-restricted endowment gifts	<u>990,952</u>	<u>930,459</u>
Total net assets with donor restrictions	<u>\$ 1,791,820</u>	<u>\$ 1,997,227</u>

NOTE 8: ENDOWMENT

The following is a reconciliation, classed by net assets, of the beginning and ending balances of the donor restricted endowment for the years ended June 30, 2022 and 2021:

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>
Balance, June 30, 2020	\$ 370,679	\$ 1,493,395	\$ 1,864,074
Donor contributions	-	32,085	32,085
Interest and dividends	-	29,240	29,240
Net realized and unrealized gain/loss	-	513,925	513,925
Released from restrictions	61,319	(61,319)	-
Board approved distributions	(44,131)	-	(44,131)
Investment advisory and administrative fees	(10,197)	(10,099)	(20,296)
Property taxes	<u>(6,991)</u>	<u>-</u>	<u>(6,991)</u>
Balance, June 30, 2021	370,679	1,997,227	2,367,906
Donor contributions	-	60,493	60,493
Interest and dividends	-	26,900	26,900
Net realized and unrealized gain/loss	-	(164,757)	(164,757)
Released from restrictions	116,604	(116,604)	-
Board approved distributions	(72,827)	-	(72,827)
Investment advisory and administrative fees	(36,728)	(11,439)	(48,167)
Property taxes	<u>(7,049)</u>	<u>-</u>	<u>(7,049)</u>
Balance, June 30, 2022	<u>\$ 370,679</u>	<u>\$ 1,791,820</u>	<u>\$ 2,162,499</u>

CAPITAL PUBLIC RADIO ENDOWMENT, INC.

NOTES TO FINANCIAL STATEMENTS
June 30, 2022 and 2021

NOTE 9: RELATED PARTIES

The Endowment's Board entered into a professional services agreement with Capital Public Radio, Inc. to provide financial management during the years ended June 30, 2022 and 2021.

The contracted Chief Financial Officer and the audit committee for the Endowment are also the Chief Financial Officer and audit committee to Capital Public Radio, Inc. During the years ended June 30, 2022 and 2021, the Endowment contributed \$72,827 and \$44,131, respectively, to Capital Public Radio, Inc.

At June 30, 2022, \$9,353 was payable to Capital Public Radio, Inc. This balance is payable to the Station for various expenses paid by the Station on behalf of the Endowment.

At June 30, 2021, \$30,211 was receivable from Capital Public Radio, Inc. This balance is receivable from the Station for capital campaign pledges collected on behalf of the Endowment.

Included in pledges receivable at June 30, 2022 and 2021, are \$8,015 and \$10,972, respectively, in pledges from board members.