

**FRIENDS OF PUBLIC RADIO ARIZONA**  
**CONSOLIDATED FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2014**

**FRIENDS OF PUBLIC RADIO ARIZONA  
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## INDEPENDENT AUDITORS' REPORT

Board of Directors  
Friends of Public Radio Arizona  
Tempe, Arizona

We have audited the accompanying consolidated financial statements of Friends of Public Radio Arizona (a nonprofit organization), which comprise the consolidated statement of financial position as of June 30, 2014, and the related consolidated statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the consolidated financial statements.

### ***Management's Responsibility for the Consolidated Financial Statements***

Management is responsible for the preparation and fair presentation of these consolidated 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 consolidated 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 consolidated financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the consolidated financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the consolidated 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 consolidated 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 consolidated 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 consolidated financial statements referred to above present fairly, in all material respects, the financial position of Friends of Public Radio Arizona as of June 30, 2014, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

*CliftonLarsonAllen LLP*

Phoenix, Arizona  
November 20, 2014

**FRIENDS OF PUBLIC RADIO ARIZONA  
CONSOLIDATED STATEMENT OF FINANCIAL POSITION  
JUNE 30, 2014**

**ASSETS**

**CURRENT ASSETS**

|                           |                  |
|---------------------------|------------------|
| Cash and Cash Equivalents | \$ 2,099,256     |
| Accounts Receivable       | 16,791           |
| Total Current Assets      | <u>2,116,047</u> |

**NONCURRENT ASSETS**

|   |                  |
|---|------------------|
| Interest in Arizona Community Foundation Investment Pool                          | 1,941,418        |
| Interest in Maricopa County Community College District Foundation Investment Pool | 6,122,560        |
| Total Noncurrent Assets   | <u>8,063,978</u> |

|              |                             |
|--------------|-----------------------------|
| Total Assets | <u><u>\$ 10,180,025</u></u> |
|--------------|-----------------------------|

**LIABILITIES AND NET ASSETS**

**CURRENT LIABILITIES**

|                  |           |
|------------------|-----------|
| Accounts Payable | \$ 26,627 |
|------------------|-----------|

**NET ASSETS**

|                        |                   |
|------------------------|-------------------|
| Unrestricted           | 9,820,161         |
| Temporarily Restricted | 333,237           |
| Total Net Assets       | <u>10,153,398</u> |

|                                  |                             |
|----------------------------------|-----------------------------|
| Total Liabilities and Net Assets | <u><u>\$ 10,180,025</u></u> |
|----------------------------------|-----------------------------|

*See accompanying Notes to Consolidated Financial Statements.*

**FRIENDS OF PUBLIC RADIO ARIZONA  
CONSOLIDATED STATEMENT OF ACTIVITIES  
YEAR ENDED JUNE 30, 2014**

|  | Unrestricted        | Temporarily<br>Restricted | Total                |
|--|---------------------|---------------------------|----------------------|
| <b>REVENUES AND SUPPORT</b>  |                     |                           |                      |
| Contributions and Donations  | \$ 3,943,626        | \$ 295,437                | \$ 4,239,063         |
| Donated Goods and Services   | 712,412             | -                         | 712,412              |
| Investment Income  | 246,365             | -                         | 246,365              |
| Other Revenue  | 14,975              | -                         | 14,975               |
| Change in Interest in Arizona Community<br>Foundation Investment Pool                          | 170,666             | -                         | 170,666              |
| Change in Interest in Maricopa County Community<br>College District Foundation Investment Pool | 550,968             | -                         | 550,968              |
| Special Events Revenue   | \$ 280,618          |                           |                      |
| Less: Cost of Direct Benefit to Donors   | (82,591)            |                           |                      |
|  | 198,027             | -                         | 198,027              |
| Net Assets Released From Restriction   | 232,594             | (232,594)                 | -                    |
| Total Revenues and Support   | 6,069,633           | 62,843                    | 6,132,476            |
| <b>EXPENSES</b>  |                     |                           |                      |
| Program Services   | 4,558,193           | -                         | 4,558,193            |
| Support Services   | 244,080             | -                         | 244,080              |
| Fundraising  | 682,899             | -                         | 682,899              |
| Total Expenses   | 5,485,172           | -                         | 5,485,172            |
| <b>CHANGE IN NET ASSETS</b>  | 584,461             | 62,843                    | 647,304              |
| Net Assets - Beginning of Year   | 9,235,700           | 270,394                   | 9,506,094            |
| <b>NET ASSETS - END OF PERIOD</b>  | <b>\$ 9,820,161</b> | <b>\$ 333,237</b>         | <b>\$ 10,153,398</b> |

See accompanying Notes to Consolidated Financial Statements.

**FRIENDS OF PUBLIC RADIO ARIZONA  
CONSOLIDATED STATEMENT OF FUNCTIONAL EXPENSES  
YEAR ENDED JUNE 30, 2014**

|                                       | Program<br>Services | Support<br>Services | Fundraising       | Totals              |
|---------------------------------------|---------------------|---------------------|-------------------|---------------------|
| Distributions to Public Radio         | \$ 3,730,066        | \$ -                | \$ -              | \$ 3,730,066        |
| Public Radio Program Production       | 226,413             | -                   | -                 | 226,413             |
| Professional Fees                     | 408,242             | 25,502              | 9,683             | 443,427             |
| Advertising                           | -                   | -                   | 50                | 50                  |
| Printing and Postage                  | -                   | -                   | 1,178             | 1,178               |
| Public Awareness                      | 168,601             | -                   | 31,278            | 199,879             |
| Membership                            | -                   | -                   | 288,962           | 288,962             |
| Donated Services                      | 24,871              | 75,736              | 298,842           | 399,449             |
| Conference, Conventions, and Meetings | -                   | 2,370               | -                 | 2,370               |
| Supplies                              | -                   | 260                 | -                 | 260                 |
| Donations Processing and Bank Fees    | -                   | 122,349             | -                 | 122,349             |
| Other                                 | -                   | 17,863              | 52,906            | 70,769              |
| <b>Total</b>                          | <b>\$ 4,558,193</b> | <b>\$ 244,080</b>   | <b>\$ 682,899</b> | <b>\$ 5,485,172</b> |
| <b>Percentage</b>                     | <b>83%</b>          | <b>4%</b>           | <b>12%</b>        | <b>100%</b>         |

See accompanying Notes to Consolidated Financial Statements.

**FRIENDS OF PUBLIC RADIO ARIZONA  
CONSOLIDATED STATEMENT OF CASH FLOWS  
YEAR ENDED JUNE 30, 2014**

**CASH FLOWS FROM OPERATING ACTIVITIES**

|  |                    |
|--|--------------------|
| Cash Received from Sales, Grants and Contributions | \$ 4,827,729       |
| Cash Received from Interest and Dividends          | 150,388            |
| Cash Payments to Suppliers for Goods and Services  | <u>(5,147,467)</u> |
| Net Cash Used by Operating Activities              | <u>(169,350)</u>   |

**CASH FLOWS FROM INVESTING ACTIVITIES**

|   |                  |
|---|------------------|
| Purchase of Interest in Maricopa County Community District Foundation Investment Pool | (97,373)         |
| Purchase of Interest in Arizona Community Foundation Strategic Initiative             | <u>(482,466)</u> |
| Net Cash Used by Investing Activities   | <u>(579,839)</u> |

**NET DECREASE IN CASH AND CASH EQUIVALENTS**

(749,189)

Cash and Cash Equivalents - Beginning of Year

2,848,445

**CASH AND CASH EQUIVALENTS - END OF PERIOD**

\$ 2,099,256

**RECONCILIATION OF CHANGE IN NET ASSETS TO  
NET CASH PROVIDED BY OPERATING ACTIVITIES**

|  |                            |
|--|----------------------------|
| Change in Net Assets   | \$ 647,304                 |
| Adjustments to Reconcile Change in Net Assets<br>to Net Cash Provided by Operating Activities: |                            |
| Change in Interest in Arizona Community Foundation<br>Investment Pool                          | (170,666)                  |
| Change in Interest in Maricopa County Community<br>College District Foundation Investment Pool | (550,968)                  |
| Realized Gain, Net, on Investments   | (95,977)                   |
| (Increase) Decrease in Current Assets:   |                            |
| Accounts Receivable  | (8,286)                    |
| Prepaid Expenses   | 6                          |
| Increase (Decrease) in Operating Liabilities:  |                            |
| Accounts Payable   | <u>9,237</u>               |
| Net Cash Used by Operating Activities  | <u><u>\$ (169,350)</u></u> |

**SCHEDULE OF NONCASH TRANSACTIONS**

|  |                          |
|--|--------------------------|
| In-Kind Contributed Services and Auction Items | <u><u>\$ 411,053</u></u> |
|--|--------------------------|

*See accompanying Notes to Consolidated Financial Statements.*



**FRIENDS OF PUBLIC RADIO ARIZONA  
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS  
JUNE 30, 2014**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**Nature of Operations**

Friends of Public Radio Arizona's (Organization) mission is to assure the future vitality and excellence of the Phoenix community's public radio and to broaden public radio support. Funding for the Organization is provided through individual donations and fundraising.

**Basis of Accounting**

The financial statements of Friends of Public Radio Arizona have been prepared on the accrual basis of accounting. The more significant of the Organization's accounting policies are described below.

**Principles of Consolidation**

These consolidated financial statements include the activities of Friends of Public Radio Arizona and SPOT 127. SPOT 127 began operations in conjunction with Friends of Public Radio Arizona in 2011 and was organized as a separate entity in fiscal year 2014. All material intercompany accounts and transactions have been eliminated in consolidation.

**Financial Statement Presentation**

The Organization follows generally accepted accounting principles in the United States of America (U.S. GAAP). Net assets and revenues, expenses, gains, and losses are classified based on the existence or absence of donor-imposed restrictions. Accordingly, net assets of the Organization and changes therein are classified and reported as follows:

**Unrestricted**

Net assets that are not subject to donor-imposed stipulations.

**Temporarily Restricted**

Net assets subject to donor-imposed stipulations that may or will be met either by actions of the Organization and/or the passage of time.

**Permanently Restricted**

Net assets subject to donor-imposed stipulations that they be maintained permanently by the Organization. Generally, the donors of these assets permit the Organization to use all or part of the income earned on related investments for general or specific purposes.

Grants from governmental agencies which are restricted are reflected as unrestricted revenue since these funds are received and spent during the same year as permitted by generally accepted accounting principles.

**FRIENDS OF PUBLIC RADIO ARIZONA**  
**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS**  
**JUNE 30, 2014**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Restricted Contributions**

Support is recognized when received. Support that is restricted by the donor/grantor is reported as an increase in unrestricted net assets if the restriction expires in the fiscal year in which the support is recognized. All other donor-restricted support is reported as an increase in temporarily restricted net assets. When a restriction expires, temporarily restricted net assets are released to unrestricted net assets. Support that is permanently restricted by the donor/grantor is reported as an increase in permanently restricted net assets. The Organization had no permanently restricted net assets at June 30, 2014.

**Revenue Recognition**

Revenue received from exchange transactions, investment activity and other non-contribution revenue is recognized as earned.

**Special Events**

The Organization conducts several special events to raise funds for the benefit of the Phoenix community's public radio. Special event revenue consists of event attendance fees and sales of goods at events. Cost of direct benefits to donors is the cost incurred by the Organization to provide goods and services to donors at the events.

**Income Taxes**

The Organization is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code and, therefore, has no provision for federal income taxes.

The Organization follows a policy that clarifies the accounting for uncertainty in income taxes recognized in an organization's financial statements. The policy prescribes a recognition threshold and measurement principles for the financial statement recognition and measurement of tax positions taken or expected to be taken on a tax return that are not certain to be realized.

The Organization files as a tax-exempt organization. As of June 30, 2014, the Organization's tax years 2010 through 2012 tax returns are open for examination by the Internal Revenue Service. The 2013 tax return is due November 17, 2014.

**Estimates**

The preparation of financial statements in conformity with U.S. GAAP requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

**FRIENDS OF PUBLIC RADIO ARIZONA  
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS  
JUNE 30, 2014**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Cash Equivalents**

Cash equivalents consist of short term, highly liquid investments that are both (a) readily convertible to known amounts of cash; and (b) so near their maturity that they present insignificant risk of changes in value because of changes in interest rates. Generally, only investments with original maturities of three months or less meet this definition.

**Fair Value of Financial Instruments**

Fair value is a market-based measurement, not an entity-specific measurement. Therefore, a fair value measurement should be determined based on the assumptions that market participants would use in pricing the asset or liability and establishes a fair value hierarchy. The fair value hierarchy consists of three levels of inputs that may be used to measure fair value as follows:

*Level I* – Inputs that utilize quoted prices (unadjusted) in active markets for identical assets or liabilities that the Organization has the ability to access.

*Level II* – Inputs that include quoted prices for similar assets and liabilities in active markets and inputs that are observable for the asset or liability, either directly or indirectly, for substantially the full term of the financial instrument. Fair values for these instruments are estimated using pricing models, quoted prices of securities with similar characteristics, or discounted cash flows.

*Level III* – Inputs that are unobservable inputs for the asset or liability, which are typically based on an entity's own assumptions, as there is little, if any, related market activity.

In instances where the determination of the fair value measurement is based on inputs from different levels of the fair value hierarchy, the level in the fair value hierarchy within which the entire fair value measurement falls is based on the lowest level input that is significant to the fair value measurement in its entirety.

**Accounts Receivable**

Accounts receivable consisted of amounts owed to the Organization under event sponsorship agreements and amounts owed to the Organization for proceeds of donated vehicle auctions.

**Functional Allocation of Expenses**

Donated services are allocated based on job descriptions and the best estimates of management. Expenses, other than donated services, which are not directly identifiable by program or supporting service, are allocated based on the best estimate of management.

**Designation of Unrestricted Net Assets**

The Board of Directors of the Organization reviews its plans for future support of the local Phoenix public radio stations KJZZ and KBAQ. It has designated a portion of unrestricted net assets as board-designated endowments to assure adequate funds are available for such support.

**FRIENDS OF PUBLIC RADIO ARIZONA**  
**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS**  
**JUNE 30, 2014**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Subsequent Events**

In preparing these financial statements, the Organization has evaluated events and transactions for potential recognition or disclosure through November 20, 2014, the date the financial statements were available to be issued.

**Risks and Uncertainties**

The Organization invests in a variety of investment funds. In general, investments are exposed to various risks, such as interest rate, credit and overall market volatility risk. Due to the level of risk associated with certain investments, it is reasonably possible that changes in the values of the investments will occur in the near term and that such changes could materially affect the investment balances and the amounts reported in the statement of activities. Subsequent to year-end, there continues to be fluctuations in the fair market value of investments due to changes in market conditions and other factors.

In the ordinary course of business, the Organization is subject to various litigation risks. In the opinion of management, there are no current proceedings or claims against the Organization that would have a material effect on the statement of financial position, activities, or cash flows.

**NOTE 2 CASH AND CASH EQUIVALENTS**

Cash and cash equivalents consisted of a book balance of \$2,099,256 and bank balances of \$2,136,772 of which \$750,000 was insured by federal depository insurance. The remaining \$1,386,772 was uninsured and uncollateralized.

**NOTE 3 BOARD-DESIGNATED ENDOWMENT FUND**

Included within Unrestricted Net Assets on the Statement of Financial Position, the Organization has board-designated endowment funds established for the purpose of providing an operating cash reserve. As required by U.S. GAAP, net assets of the endowment fund are classified and reported based on the existence or absence of donor-imposed restrictions. The Board of the Organization has interpreted the Uniform Prudent Management of Institutional Funds Act (UPMIFA) as requiring the preservation of the fair value of the original designated amount. The Organization reinvests earnings on the fund back into the endowment. In addition, management fees are deducted from the fund. The fund is spendable based on appropriations from the Board. The Board has deposited the fund with the Arizona Community Foundation and the Maricopa County Community College District Foundation for an interest in the respective investment pools.

The endowment net assets and activity for the year ended June 30, 2014, have been presented in Note 4.

**FRIENDS OF PUBLIC RADIO ARIZONA  
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS  
JUNE 30, 2014**

**NOTE 4 INTEREST IN INVESTMENT POOLS AND FAIR VALUE MEASUREMENTS**

The Organization uses fair value measurements to record fair value adjustments to certain assets and liabilities and to determine fair value disclosures. For additional information on how the Organization measures fair value refer to Note 1 – Summary of Significant Accounting Policies. The following table presents the fair value hierarchy for the balances of the assets of the Organization measured at fair value on a recurring basis as of June 30, 2014:

|   | <u>Level 1</u> | <u>Level 2</u> | <u>Level 3</u>      | <u>Total</u>        |
|---|----------------|----------------|---------------------|---------------------|
| Interest in Arizona Community Foundation Investment Pool                          | \$ -           | \$ -           | \$ 1,941,418        | \$ 1,941,418        |
| Interest in Maricopa County Community College District Foundation Investment Pool | -              | -              | 6,122,560           | 6,122,560           |
|   | <u>\$ -</u>    | <u>\$ -</u>    | <u>\$ 8,063,978</u> | <u>\$ 8,063,978</u> |

The Organization has monies held and administered by the Maricopa County Community College District Foundation and Arizona Community Foundation to enhance investment return opportunity and as a means of holding portions of the Organization’s unrestricted net assets. Under agreements with the Maricopa County Community College District Foundation and Arizona Community Foundation, the funds will remain at the Maricopa County Community College District Foundation and Arizona Community Foundation as board-designated endowment funds. The funds are stated at fair value, which was determined based on quoted market prices.

As both the resource provider (the transferor of assets to the Maricopa County Community College District Foundation and Arizona Community Foundation) and as the self-named beneficiary, Friends of Public Radio Arizona recognizes the funds held by the Maricopa County Community College District Foundation and Arizona Community Foundation as community foundation holdings and classifies the funds in long-term assets. The Maricopa County Community College District Foundation and Arizona Community Foundation hold these assets in a board advised fund with the income and principal available for distribution to the Organization subject to the Organization’s Board of Director’s approval and subject to the Organization advising that the distribution be made in accordance with the provisions of the respective agreements.

**FRIENDS OF PUBLIC RADIO ARIZONA  
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS  
JUNE 30, 2014**

**NOTE 4 INTEREST IN INVESTMENT POOLS AND FAIR VALUE MEASUREMENTS  
(CONTINUED)**

The board-designated endowments net assets and activity for the year ended June 30, 2014, consisted of the following:

|  | Unrestricted<br>Board<br>Designated |
|--|-------------------------------------|
| Board-Designated Endowment Net Assets - Beginning                          | \$ 6,666,528                        |
| Contributions  | 477,109                             |
| Realized Gain  | 95,977                              |
| Interest and Dividends   | 147,126                             |
| Change in Interest in Arizona Community Foundation Investment Pool         | 170,666                             |
| Change in Interest in Maricopa County Community Foundation Investment Pool | 550,968                             |
| Management Fees  | (44,396)                            |
| Board Designated Endowment Net Assets - Ending                             | \$ 8,063,978                        |

**Level 3 Assets and Liabilities**

The following table provides a summary of changes in fair value of the Organization's Level 3 financial assets for the year ended June 30, 2014:

|                           | Arizona<br>Community<br>Foundation<br>Investment<br>Pool | Maricopa<br>County<br>Community<br>College<br>District<br>Foundation<br>Investment<br>Pool | Total        |
|---------------------------|--|--|--------------|
| Balances at July 1, 2013  | \$ 1,247,097   | \$ 5,419,431   | \$ 6,666,528 |
| Purchases                 | 477,109  | -  | 477,109      |
| Realized Gain             | 41,189   | 54,788   | 95,977       |
| Interest and Dividends    | 17,562   | 129,564  | 147,126      |
| Change in value           | 170,666  | 550,968  | 721,634      |
| Fees                      | (12,205)   | (32,191)   | (44,396)     |
| Balances at June 30, 2014 | \$ 1,941,418   | \$ 6,122,560   | \$ 8,063,978 |

**FRIENDS OF PUBLIC RADIO ARIZONA  
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS  
JUNE 30, 2014**

**NOTE 4 INTEREST IN INVESTMENT POOLS AND FAIR VALUE MEASUREMENTS  
(CONTINUED)**

The following table describes the valuation techniques used to calculate fair value for assets in Level 3. There were no changes in valuation techniques and related inputs from the prior year.

**Quantitative Information about Level 3 Fair Value Measurements**

|   | <b>Fair Value<br/>at June 30,<br/>2014</b> | <b>Valuation</b>                           | <b>Unobservable Inputs</b>  |
|---|--|--|---|
| Arizona Community Foundation<br>Investment Pool                             | \$ 1,941,418                               | Percentage ownership<br>of investment pool | The percentage ownership<br>of investment pool as applied<br>to investment statements |
| Maricopa County Community<br>College District Foundation<br>Investment Pool | \$ 6,122,560                               | Percentage ownership<br>of investment pool | The percentage ownership<br>of investment pool as applied<br>to investment statements |

The Organization evaluates Level 3 investments for events and changes in circumstances that indicate a transfer into or transfer out of Level 3. The Organization recognizes the transfers into and out of Level 3 as of the date of the event or change in circumstance. During the year ended June 30, 2014, there were no transfers into or out of the Level 3 category.

**NOTE 5 ECONOMIC DEPENDENCE**

Friends of Public Radio Arizona is dependent upon contributions from individuals, corporations and foundations and proceeds from its special events for support of its program services.

**NOTE 6 INVESTMENT EARNINGS**

Investment earnings for the year ended June 30, 2014, was comprised of the following:

|                                |                   |
|--------------------------------|-------------------|
| Interest and Dividend Income   | \$ 150,388        |
| Realized Gains and Losses, Net | 95,977            |
| Total                          | <u>\$ 246,365</u> |

**FRIENDS OF PUBLIC RADIO ARIZONA  
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS  
JUNE 30, 2014**

**NOTE 7 DONATED GOODS AND SERVICES**

The Organization receives donated services from a variety of unpaid volunteers. No amounts have been recognized in the accompanying statement of activities because the criteria for recognition of such volunteer efforts under U.S. GAAP have not been satisfied.

The Organization received \$399,449 of donated management and fundraising services during the year ended June 30, 2014, that is included in revenues and expenses in the statement of activities. The value of donated services was obtained using the personnel costs from the organization that provided the services. Additionally, the Organization received proceeds of \$312,963 from the auction of donated vehicles.

The Organization also received \$11,604 in donated auction items for its special events. These donations are included in special event revenue and expenses on the statement of activities.

**NOTE 8 RESTRICTIONS/LIMITATIONS ON NET ASSETS**

The Organization's Board of Directors has chosen to place the following limitations on unrestricted net assets:

|                                |                            |
|--------------------------------|----------------------------|
| Board-Designated for Endowment |                            |
| Purposes                       | \$ 8,063,978               |
| Undesignated                   | <u>1,756,183</u>           |
| Total                          | <u><u>\$ 9,820,161</u></u> |

The following is a summary of temporarily restricted net assets at June 30, 2014:

|                        |                          |
|------------------------|--------------------------|
| Youth Media            | \$ 178,152               |
| VG Piper Grant         | 45,000                   |
| Hickey Foundation      | 39,135                   |
| Tower                  | 25,000                   |
| Program Underwriting   | 16,782                   |
| Parsons                | 13,578                   |
| Business/Economic Desk | 10,000                   |
| Polsinelli             | 5,590                    |
| Total                  | <u><u>\$ 333,237</u></u> |