



**BLOOMINGTON COMMUNITY RADIO, INC.**

**FINANCIAL STATEMENTS**

**SEPTEMBER 30, 2022 AND 2021**

*CPAs / ADVISORS*



# BLOOMINGTON COMMUNITY RADIO, INC.

## TABLE OF CONTENTS SEPTEMBER 30, 2022 AND 2021

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	Page
<b>Report of Independent Auditors .....</b>	<b>1</b>
 <b>Financial Statements</b>	
Statements of Financial Position .....	4
Statements of Activities .....	5
Statements of Functional Expenses.....	7
Statements of Cash Flows .....	9
Notes to Financial Statements .....	10

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## REPORT OF INDEPENDENT AUDITORS

The Board of Directors  
Bloomington Community Radio, Inc.  
Bloomington, Indiana

### Opinion

We have audited the accompanying financial statements of Bloomington Community Radio, Inc. (the "Organization"), a nonprofit organization, which comprise the statement of financial position as of September 30, 2022, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements.

In our opinion, except for the matter described in the Basis for Qualified Opinion paragraph, the financial statements referred to above present fairly, in all material respects, the financial position of the Organization as of September 30, 2022, 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.

### Basis for Qualified Opinion

Because of the inadequacy of accounting records for the years prior to 2018, we were unable to obtain sufficient appropriate audit evidence regarding the amounts at which property and equipment and accumulated depreciation are recorded in the accompanying statement of financial position at September 30, 2022 (stated at \$261,456 and \$202,041, respectively), or the amount of depreciation expense for the year then ended (stated at \$8,278). The property and equipment balances and related depreciation expense enters into the determination of total assets at September 30, 2022, and the change in net assets, functional expenses, and cash flows for the year then ended.

We conducted our audit 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 Organization and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audit. We believe the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified audit opinion.

### Change in Accounting Principle

As discussed in Note 5 to the financial statements, the Organization adopted Financial Accounting Standards Board (FASB) Accounting Standards Update (ASU) No. 2020-07, *Not-for-Profit Entities (Topic 958): Presentation and Disclosures by Not-for-Profit Entities for Contributed Nonfinancial Assets* in 2022. Our qualified opinion is not modified with respect to this matter.

## **REPORT OF INDEPENDENT AUDITORS (Continued)**

### Prior Period Financial Statements

The financial statements as of September 30, 2021, were audited by Alerding CPA Group, who merged with Blue & Co., LLC as of December 1, 2022, and whose report dated April 2, 2022, expressed a qualified opinion on those statements.

### Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for 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 Organization'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. 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 substantial likelihood that, individually or in the aggregate, they would influence the judgement made by a reasonable user based on the financial statements.

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

- Exercise professional judgement 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 Organization'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.

**REPORT OF INDEPENDENT AUDITORS**  
**(Continued)**

- Conclude whether, in our judgement, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Organization'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.

*Blue & Co., LLC*

Carmel, Indiana

May 12, 2023

**BLOOMINGTON COMMUNITY RADIO, INC.**STATEMENTS OF FINANCIAL POSITION  
SEPTEMBER 30, 2022 AND 2021

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**ASSETS**

	2022	2021
Cash and cash equivalents	\$ 371,897	\$ 336,458
Grants receivable	105,554	2,040
Property and equipment		
Land	5,000	5,000
Buildings and Improvements	116,503	116,503
Furnishings and equipment	139,953	126,180
	261,456	247,683
Accumulated depreciation	(202,041)	(193,763)
Total property and equipment, net	59,415	53,920
	<u>\$ 536,866</u>	<u>\$ 392,418</u>

**LIABILITIES AND NET ASSETS****Liabilities**

Accounts payable	\$ -0-	\$ 99
Accrued expenses	8,853	11,208
Total liabilities	8,853	11,307

**Net assets**

Without donor restrictions	297,787	220,793
With donor restrictions	230,226	160,318
Total net assets	528,013	381,111
	<u>\$ 536,866</u>	<u>\$ 392,418</u>

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*See accompanying notes to financial statements.*

# BLOOMINGTON COMMUNITY RADIO, INC.

## STATEMENT OF ACTIVITIES YEAR ENDED SEPTEMBER 30, 2022 (With Comparative Total for the Year Ended September 30, 2021)

	2022			2021
	Without Donor	With Donor		
	Restrictions	Restrictions	Total	Total
<b>Support and revenues</b>				
Contributions				
Individuals and foundations	\$ 218,675	\$ -0-	\$ 218,675	\$ 158,041
In-kind contributions - services	42,371	-0-	42,371	29,893
In-kind rent	33,345	-0-	33,345	33,345
Grants	9,848	243,432	253,280	288,045
Total contributions	304,239	243,432	547,671	509,324
Program service fees	15,500	-0-	15,500	14,000
PPP loan forgiveness	-0-	-0-	-0-	29,772
Other	34	-0-	34	-0-
Net assets released from restrictions	173,524	(173,524)	-0-	-0-
Total support and revenue	493,297	69,908	563,205	553,096
<b>Expenses</b>				
Program services	209,662	-0-	209,662	171,789
Management and general	133,409	-0-	133,409	112,952
Fundraising	73,232	-0-	73,232	47,458
Total expenses	416,303	-0-	416,303	332,199
Change in net assets	76,994	69,908	146,902	220,897
<b>Net assets, beginning of year</b>	220,793	160,318	381,111	160,214
<b>Net assets, end of year</b>	<u>\$ 297,787</u>	<u>\$ 230,226</u>	<u>\$ 528,013</u>	<u>\$ 381,111</u>

*See accompanying notes to financial statements.*

**BLOOMINGTON COMMUNITY RADIO, INC.**STATEMENT OF ACTIVITIES  
YEAR ENDED SEPTEMBER 30, 2021

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	2021		
	Without Donor	With Donor	
	Restrictions	Restrictions	Total
<b>Support and revenues</b>			
Contributions			
Individuals and foundations	\$ 158,041	\$ -0-	\$ 158,041
In-kind contributions - services	29,893	-0-	29,893
In-kind rent	33,345	-0-	33,345
Grants	19,480	268,565	288,045
Total contributions	240,759	268,565	509,324
Program service fees	14,000	-0-	14,000
PPP loan forgiveness	29,772	-0-	29,772
Net assets released from restrictions	123,068	(123,068)	-0-
Total support and revenue	407,599	145,497	553,096
<b>Expenses</b>			
Program services	171,789	-0-	171,789
Management and general	112,952	-0-	112,952
Fundraising	47,458	-0-	47,458
Total expenses	332,199	-0-	332,199
Change in net assets	75,400	145,497	220,897
<b>Net assets, beginning of year</b>	145,393	14,821	160,214
<b>Net assets, end of year</b>	<u>\$ 220,793</u>	<u>\$ 160,318</u>	<u>\$ 381,111</u>

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*See accompanying notes to financial statements.*



# BLOOMINGTON COMMUNITY RADIO, INC.

## STATEMENT OF FUNCTIONAL EXPENSES

YEAR ENDED SEPTEMBER 30, 2022

(With Comparative Total for the Year Ended September 30, 2021)

	2022				2021
	Program Services	Management and General	Fundraising	Total	Total
Wages and related taxes	\$ 111,418	\$ 50,645	\$ 40,516	\$ 202,579	\$ 175,543
Contract services	11,270	14,553	50	25,873	11,799
Advertising and promotion	43,432	4	20,021	63,457	27,636
Program syndication	22,404	-0-	-0-	22,404	16,304
Rent	2,500	33,345	-0-	35,845	34,381
Utilities	1,974	14,247	-0-	16,221	13,977
Depreciation	5,795	1,656	827	8,278	6,704
Supplies	3,035	6,446	994	10,475	17,887
Credit card fees	35	-0-	5,498	5,533	3,949
Website and technology	-0-	-0-	-0-	-0-	270
Insurance	-0-	3,619	-0-	3,619	3,950
Dues and memberships	5,526	3,760	4,658	13,944	12,292
Donor database and postage	-0-	-0-	-0-	-0-	6,843
Travel and meals	227	1,723	534	2,484	48
Small equipment	1,743	2,199	-0-	3,942	-0-
Other	303	1,212	134	1,649	616
Total expenses	<u>\$ 209,662</u>	<u>\$ 133,409</u>	<u>\$ 73,232</u>	<u>\$ 416,303</u>	<u>\$ 332,199</u>

*See accompanying notes to financial statements.*

**BLOOMINGTON COMMUNITY RADIO, INC.**STATEMENT OF FUNCTIONAL EXPENSES  
YEAR ENDED SEPTEMBER 30, 2021

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	Program Services	Management and General	Fundraising	Total
Wages and related taxes	\$ 122,880	\$ 35,109	\$ 17,554	\$ 175,543
Contract services	-0-	11,799	-0-	11,799
Advertising and promotion	1,883	7,756	17,997	27,636
Program syndication	15,667	-0-	637	16,304
Rent	700	33,681	-0-	34,381
Utilities	3,106	10,679	192	13,977
Depreciation	4,693	1,341	670	6,704
Supplies	12,736	5,151	-0-	17,887
Professional fees	-0-	25	3,924	3,949
Website and technology	270	-0-	-0-	270
Insurance	-0-	3,950	-0-	3,950
Dues and memberships	8,295	3,208	789	12,292
Donor database and postage	1,161	-0-	5,682	6,843
Travel and meals	-0-	35	13	48
Other	398	218	-0-	616
Total expenses	<u>\$ 171,789</u>	<u>\$ 112,952</u>	<u>\$ 47,458</u>	<u>\$ 332,199</u>

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*See accompanying notes to financial statements.*

**BLOOMINGTON COMMUNITY RADIO, INC.**STATEMENTS OF CASH FLOWS  
YEARS ENDED SEPTEMBER 30, 2022 AND 2021

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	2022	2021
	<u>          </u>	<u>          </u>
<b>Operating activities</b>		
Change in net assets	\$ 146,902	\$ 220,897
Adjustments to reconcile change in net assets to net cash flows from operating activities		
Depreciation	8,278	6,704
Forgiveness of PPP loan	-0-	(29,557)
Changes in assets and liabilities		
Grants receivable	(103,514)	(1,565)
Accounts payable	(99)	(6,375)
Accrued expenses	(2,355)	4,147
	<u>          </u>	<u>          </u>
Net cash flows from operating activities	49,212	194,251
<b>Investing activities</b>		
Capital expenditures	(13,773)	(13,820)
	<u>          </u>	<u>          </u>
Net cash flows from investing activities	(13,773)	(13,820)
<b>Financing activities</b>		
Payments on line of credit	-0-	(3,454)
	<u>          </u>	<u>          </u>
Net cash flows from financing activities	-0-	(3,454)
	<u>          </u>	<u>          </u>
Net increase	35,439	176,977
<b>Cash and cash equivalents, beginning of year</b>	336,458	159,481
	<u>          </u>	<u>          </u>
<b>Cash and cash equivalents, end of year</b>	\$ 371,897	\$ 336,458
	<u>          </u>	<u>          </u>
<b>Supplemental disclosure of cash flow information</b>		
Cash payments for interest	\$ -0-	\$ 355

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*See accompanying notes to financial statements.*

# **BLOOMINGTON COMMUNITY RADIO, INC.**

## **NOTES TO FINANCIAL STATEMENTS SEPTEMBER 30, 2022 AND 2021**

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### **1. NATURE OF ACTIVITIES**

The Bloomington Community Radio, Inc. (the "Organization") is a nonprofit organization founded in 1975 to operate a non-commercial educational radio broadcast facility and to carry out educational and media activities and projects related to public education or communication.

### **2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

#### Basis of Presentation

Net assets, support, revenue, gains, and losses are classified based on the existence or absence of donor restrictions. Accordingly, the net assets of the Organization are classified and reported as follows:

Net assets without donor restrictions – Net assets without donor restrictions are resources available to support operations. The only limits on the use of the Organization's net assets without donor restrictions are the broad limits resulting from the nature of the Organization, the environment in which it operates, the purposes specified in its corporate documents and its application for tax-exempt status, and any limits resulting from contractual agreements with creditors and others that are entered into in the course of its operations.

Net assets with donor restrictions – Net assets with donor restrictions are net assets subject to donor stipulations for specific operating purposes, for time restrictions, or to be maintained in perpetuity.

When a donor's restriction is satisfied, either by using the resources in the manner specified by the donor or by the passage of time, the expiration of the restriction is reported in the financial statements by reclassifying the net assets from net assets with donor restrictions to net assets without donor restrictions.

#### 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 support, revenues and expenses during the reporting period. Actual results could differ from those estimates.

# **BLOOMINGTON COMMUNITY RADIO, INC.**

## **NOTES TO FINANCIAL STATEMENTS SEPTEMBER 30, 2022 AND 2021**

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### Cash and Cash Equivalents

The Organization considers all liquid investments with an original maturity of three months or less to be cash equivalents.

### Grants Receivable

Grants receivable consist of amounts unconditionally promised to the Organization that are expected to be received in the future. Grants receivable are recognized in the reporting period the grant is made.

Management estimates an allowance for doubtful receivables based on current economic conditions, historical trends and other factors unique to its funding sources. At September 30, 2022 and 2021, management determined that grants receivable are fully collectible.

### Property, Equipment and Depreciation

The Organization capitalizes all significant purchases of property and equipment at cost, including expenditures that substantially increase the useful lives of existing assets. Items donated are recorded at the assets estimated fair value as of the date of donation. Costs of ordinary maintenance and repairs are expensed as incurred.

Property and equipment are depreciated over the estimated useful lives, which range from 5 to 20 years, using the straight-line method of depreciation.

Bloomington Community Radio, Inc. has a record retention policy for all transactions executed by the Organization. However, in years prior to 2018, accounting records for property and equipment were maintained in less detail as fiscal years beginning in 2018.

### Accounting for Contributions

The Organization recognizes contributions when cash, other assets, an unconditional promise to give, or a notification of a beneficial interest is received. Conditional promises to give – that is, those with a measurable performance or other barrier and a right of return – are not recognized until the conditions on which they depend have been met.

Contributions are reported as increases in net assets without donor restrictions unless use of the contributed asset is specifically restricted by the donor. Amounts received that are restricted by the donor to use in future periods or for specific purposes are reported as increases in net assets with donor restrictions. Unconditional promises to give with payments due in future years have an implied restriction to be used in the year the payment is due, and therefore are reported as contributions with donor restrictions until the payment is due, unless the contribution is clearly intended to support activities of the current fiscal year or is received with permanent restrictions.

When a donor restriction expires, that is when a stipulated time restriction ends or purpose restriction is accomplished, 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

# **BLOOMINGTON COMMUNITY RADIO, INC.**

## **NOTES TO FINANCIAL STATEMENTS SEPTEMBER 30, 2022 AND 2021**

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restrictions. For contributions restricted for the acquisition of property and equipment, absent donor stipulations regarding how long those donated assets must be maintained, the Organization reports expirations of donor restrictions when the acquired asset is placed in service. The Organization reports contributions restricted by donors as increases in net assets without donor restrictions if the restrictions are satisfied in the same reporting period in which the revenue is recognized.

### Revenue Recognition

Revenues from program service fees of \$15,500 and \$14,000 for the years ended September 30, 2022 and 2021, respectively, are recognized as exchange transactions for providing media activities and programs related to public education or communication. Revenues for these services are recognized over time as the Organization performs the broadcasts and programs under contract. Any costs incurred to obtain a contract are expensed as incurred.

### Functional Allocation of Expenses

The costs of providing the programs and services of the Organization have been summarized on a functional basis in the statements of activities and functional expenses. Accordingly, certain costs have been allocated among the program services, management and general, and fundraising based on the actual direct expenditures and cost allocations of indirect expenses based on time and usage by personnel and programs. The expenses allocated primarily include wages and related benefits and taxes and occupancy and facility costs. Although the methods used were appropriate, other methods could produce different results.

### Paycheck Protection Loan

During May 2020, the Organization received a low interest loan in the amount of \$29,557 under the Paycheck Protection Program (PPP) administered by the U.S. Small Business Administration's (SBA). PPP loans were unsecured, bore interest at 1%, and were subject to forgiveness, if certain criteria were met, with the remaining balance repayable within two or five years from disbursement.

The Organization elected to account for the PPP loan as debt under Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC) 470, *Debt* and would not derecognize the liability until legal release of the liability has occurred. During the year ended December 31, 2021, the Organization received official notice of full forgiveness of the \$29,557 loan plus accrued interest of \$215 from the SBA. The debt forgiveness is reported separately within revenue and support on the statement of activities for the year ended September 30, 2021.

### In-Kind Contributions

The Organization receives in-kind donations and contributions from unrelated parties including various services and facility space provided free of charge or at a significant discount. Donated materials and supplies and specialized services are recorded as in-kind contributions at the estimated fair value as of the date of receipt.

# BLOOMINGTON COMMUNITY RADIO, INC.

## NOTES TO FINANCIAL STATEMENTS SEPTEMBER 30, 2022 AND 2021

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### Reclassifications

Certain amounts in the 2021 financial statements have been reclassified herein to conform to the 2022 presentation. These reclassifications had no effect on total assets, total liabilities, total net assets or the change in net assets for 2021.

### Income Taxes

Bloomington Community Radio, Inc. is organized as a not-for-profit corporation under Section 501(c)(3) of the United States Internal Revenue Code and similar state law. As such, the Organization is generally exempt from income taxes. However, the Organization is required to file Federal Form 990 – Return of Organization Exempt from Income Tax and a corresponding state return, which are informational returns only. Bloomington Community Radio, Inc. has filed its federal and state income tax returns for periods through September 30, 2021. These income tax returns are generally open to examination by the relevant taxing authorities for a period of three years from the later of the date the return was filed or its due date (including approved extensions). However, as of the date the financial statements were available to be issued, there were no audits for any tax periods in progress.

Accounting principles generally accepted in the United States of America require management to evaluate tax positions taken by the Organization and recognize a tax liability if the Organization has taken an uncertain position that more likely than not would not be sustained upon examination by various federal and state taxing authorities. Management has analyzed the tax positions taken by the Organization and has concluded that as of September 30, 2022 and 2021, there are no uncertain positions taken or expected to be taken that would require recognition of a liability or disclosure in the accompanying financial statements.

### Subsequent Events

The Organization evaluates events occurring subsequent to the date of the financial statements in determining the accounting for and disclosure of transactions and events that affect the financial statements. Subsequent events have been evaluated through May 12, 2023, which is the date the financial statements were available to be issued.

## **3. GRANTS RECEIVABLES**

Grants receivable are as follows at September 30:

	2022	2021
Amounts due in		
Less than one year	\$ 55,554	\$ 2,040
One to five years	50,000	-0-
	<u>\$ 105,554</u>	<u>\$ 2,040</u>

# BLOOMINGTON COMMUNITY RADIO, INC.

## NOTES TO FINANCIAL STATEMENTS SEPTEMBER 30, 2022 AND 2021

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### 4. LINE OF CREDIT

The Organization has a \$25,000 line of credit with a bank available for short-term working capital needs and is subject to renewal in September 2024. Borrowings on the line of credit bear interest at the bank's prime rate plus 1.00% (7.25% at September 30, 2022) with a floor of 6.75% and is secured by substantially all assets of the Organization. There were no borrowings outstanding under the line of credit at September 30, 2022 and 2021.

### 5. CONTRIBUTED NONFINANCIAL ASSETS

The Financial Accounting Standards Board (FASB) issued an Accounting Standards Update (ASU) No. 2020-07, *Not-for-Profit Entities (Topic 958): Presentation and Disclosures by Not-for-Profit Entities for Contributed Nonfinancial Assets*. This new standard is intended to increase transparency around contributed nonfinancial assets (also known as "gifts-in-kind" (GIK)) received by not-for-profit (NFP) organizations, including information on how those assets are used and how they are valued. The adoption of this new standard requires the Organization to present contributed nonfinancial assets as separate line items in the statement of activities, apart from contributions of cash or other financial assets. In addition, the ASU expanded disclosure requirements for GIK as disclosed below for following in-kind contributions recognized during the years ended September 30, 2022 and 2021.

	2022	2021
In-kind services	\$ 42,371	\$ 29,893
In-kind rent	33,345	33,345
	<u>\$ 75,716</u>	<u>\$ 63,238</u>

**Gifts-in-kind valuation techniques:** Donated services and rent are recorded as public support only if they create or enhance non-financial assets or require specialized services. Rent is valued considering the market rate based on square footage used for a like-kind office space. Services are recorded at the services estimated fair value based on current rates for similar services and mainly include advertising and promotion services.

Given the nature of the Organization's GIK received, there were no in-kind contributions to monetarize, and any materials or supplies received were not material and were used in administering the programs and general operations of the Organization. There were no in-kind contributions received during 2022 and 2021 with donor restrictions.



## BLOOMINGTON COMMUNITY RADIO, INC.

### NOTES TO FINANCIAL STATEMENTS SEPTEMBER 30, 2022 AND 2021

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#### 6. NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions are available for the following purposes or periods at September 30:

	2022	2021
Subject to expenditure for specified purpose		
Syndicated content purposes	\$ 124,226	\$ 157,798
Youth radio director salary	100,000	-0-
Solar panels	6,000	-0-
Equipment	-0-	2,520
	<u>\$ 230,226</u>	<u>\$ 160,318</u>

#### 7. NET ASSETS RELEASED FROM RESTRICTIONS

Net assets were released from donor restrictions by incurring expenses which satisfied the restricted purposes as follows during the years ended September 30:

	2022	2021
Purpose restrictions accomplished		
Syndicated content endeavors	\$ 121,004	\$ 123,068
Youth radio director salary	50,000	-0-
Equipment	2,520	-0-
	<u>\$ 173,524</u>	<u>\$ 123,068</u>

#### 8. ENDOWMENT BENEFICIARY

The Organization has been named the beneficiary of two endowments held by The Community Foundation of Bloomington and Monroe County ("CFBMC") through an irrevocable designation. Funds were donated directly to CFBMC to create the endowments, and CFBMC maintains variance power. Accordingly, the endowments have not been recorded in the financial statements presented herein. The Organization is entitled to annual endowment draws as calculated by CFBMC. The most current statement available to the Organization reported endowment balances at June 30, 2022 and 2021 aggregated \$69,703 and \$83,310, respectively. The Organization received endowment distributions totaling \$2,888 and \$2,810 during the years ended September 30, 2022 and 2021, respectively.

# BLOOMINGTON COMMUNITY RADIO, INC.

## NOTES TO FINANCIAL STATEMENTS SEPTEMBER 30, 2022 AND 2021

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### 9. LIQUIDITY AND AVAILABILITY OF RESOURCES

The following reflects the Organization's financial assets at September 30, 2022 and 2021, reduced by amounts not available for general use within one year from the date of the statements of financial position:

	2022	2021
Financial assets		
Cash	\$ 371,897	\$ 336,458
Grants receivable	105,554	2,040
	<u>477,451</u>	<u>338,498</u>
Less donor imposed restrictions	<u>(230,226)</u>	<u>(160,318)</u>
Financial assets available to meet cash needs for general expenditures within one year	<u>\$ 247,225</u>	<u>\$ 178,180</u>

The Organization's liquidity objective is to maintain adequate liquid assets to fund short-term operating needs and maintain sufficient reserves to provide reasonable assurance obligations will be paid when due. In the event of an unanticipated liquidity need, the Organization has available borrowings of \$25,000 on a line of credit (Note 4).

The Organization is partially supported by restricted contributions. Because a donor's restriction requires resources to be used in a particular manner or in a future period, the Organization must maintain sufficient resources to meet those responsibilities to its donors. Thus, these financial assets may not be available for general expenditure within one year and are excluded from the amounts available to be used within one year above.

### 10. CONCENTRATIONS

#### Concentration of Credit Risk

The Organization maintains its cash and cash equivalents in bank demand deposit and savings accounts which, at times, may exceed federally insured limits. The Organization has not experienced any losses in such accounts and does not believe it is exposed to any significant credit risk on cash and cash equivalents.

At September 30, 2022, 95% of the Organization's grants receivable is from one donor.

#### Funding Concentrations

During 2022, contributions from two donors represented 43% of revenue and support, with individual percentages of 16% and 27%.

During 2021, contributions from one donor represented 48% of revenue and support.