

KHSU-FM RADIO
A Public Broadcasting Entity Operated by
Humboldt State University

**ACCOUNTANT'S REPORT AND
FINANCIAL STATEMENTS**
June 30, 2006 and 2005

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June 30, 2006

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INDEPENDENT AUDITORS' REPORT

Humboldt State University and
KHSU-FM Radio

We have audited the accompanying basic financial statements of KHSU-FM Radio, a Public Telecommunications Entity operated by Humboldt State University, as of and for the years ended June 30, 2006 and 2005, as listed in the table of contents. These basic financial statements are the responsibility of KHSU-FM Radio's management. Our responsibility is to express an opinion on these basic 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 misstatements. 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 basic financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

In our opinion, the basic financial statements referred to above present fairly, in all material respects, the financial position of KHSU-FM Radio at June 30, 2006 and 2005, and the respective changes in financial position and cash flows for the years then ended in conformity with accounting principles generally accepted in the United States of America.

The accompanying management's discussion and analysis as listed in the table of contents 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 inquires 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.

Our audits were performed for the purpose of forming an opinion on the basic financial statements of KHSU-FM Radio taken as a whole. The other supplementary information on page 20 is presented for purposes of additional analysis and is not a required part of the basic financial statements of KHSU-FM Radio. Such information had been subjected to the procedures applied in the audits of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

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Aycock and Edgmon
November 20, 2006

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MANAGEMENT'S DISCUSSION AND ANALYSIS

Year Ended June 30, 2006

Introduction

The following Management's Discussion and Analysis (MD&A) provides an overview of the financial position and activities of KHSU-FM (the Station) for the year ended June 30, 2006. This discussion has been prepared by management and should be read in conjunction with the financial statements and the notes thereto, which follows this section.

This annual report consists of a series of financial statements, prepared in accordance with the Governmental Accounting Standards Board Statement 35, Basic Financial Statements-and Management's Discussion and Analysis-for Public Colleges and Universities. Note A to Financial Statements further describes the organization and nature of activities of KHSU-FM and the basis of presentation of these financial statements.

The financial statements include the Balance Sheet; the Statement of Revenues, Expenses, and Changes in Net Assets; and the Statement of Cash Flows. These statements are supplemented in the annual report by Notes to Financial Statements, required supplementary or statistical information, and this section (the Management's Discussion and Analysis). All sections must be considered together to obtain a complete understanding of the financial picture of the Station.

Balance Sheet: The Balance Sheet includes all assets and liabilities. Assets and liabilities are reported at their book value, on an accrual basis, as of the statement date. It also identifies major categories of restrictions on the net assets of the Station.

Statement of Revenues, Expenses, and Changes in Net Assets: The Statement of Revenues, Expenses, and Changes in Net Assets presents the revenues earned and expenses incurred during the year on an accrual basis, and the resulting effect of operations on net assets of the Station.

Statement of Cash Flows: The Statement of Cash Flows presents the inflows and outflows of cash, summarized by operating, capital, financing, and investing activities.

Reporting Entity

Note A to Financial Statements describes the relationships between Humboldt State University and its auxiliary corporation, the Humboldt State University Foundation, relevant to the operation of KHSU-FM.

MANAGEMENT'S DISCUSSION AND ANALYSIS

Year Ended June 30, 2006

Analytical Overview

The combined net assets of KHSU-FM increased by \$149,068 during the fiscal year ending June 30, 2006. Combined operating and non-operating revenue increased from \$909,900 in the 04/05 fiscal year to \$945,702 in 05/06. The increase in revenue was also due to rollover funds from the previous fiscal year from Humboldt State University's General fund in the amount of \$34,782, which were expended in fiscal year 05/06.

Total expenses decreased, from \$833,757 to \$796,634. The decreases occurred in the broadcasting/technical, indirect expenses and depreciation categories, which are discussed below.

The following discussion highlights management's understanding on the key financial aspects of the Station's financial activities. Included are comparative analysis of current and prior year activities and balances; a discussion of restrictions of station net assets; a discussion of capital assets; and factors impacting future reporting periods.

Comparative Analysis of Current and Prior Year Activities and Balances

A summary of key financial statement information is used as a basis for reviewing current year results in comparison with the prior year.

	<u>FY 2004/05</u>	<u>FY 2005/06</u>	<u>Change</u>
Assets			
Current assets	\$ 339,890	\$ 453,069	\$ 113,179
Noncurrent assets	<u>121,535</u>	<u>114,593</u>	<u>(6,942)</u>
Total Assets	<u>\$ 461,425</u>	<u>\$ 567,662</u>	<u>\$ 106,237</u>
Liabilities			
Current liabilities	\$ 24,877	\$ 28,601	\$ 3,724
Deferred revenue	<u>83,681</u>	<u>37,126</u>	<u>(46,555)</u>
Total Liabilities	<u>\$ 108,558</u>	<u>\$ 65,727</u>	<u>\$ (42,831)</u>
Net Assets			
Unrestricted	\$ 231,332	\$ 387,342	\$ 156,010
Capital assets	<u>121,535</u>	<u>114,593</u>	<u>(6,942)</u>
Total Net Assets	<u>\$ 352,867</u>	<u>\$ 501,935</u>	<u>\$ 149,068</u>
Operating Revenue			
Business and industry	\$ 131,162	\$ 148,985	\$ 17,823
In-kind support	<u>25,544</u>	<u>27,612</u>	<u>2,068</u>
Total Operating Revenue	<u>\$ 156,706</u>	<u>\$ 176,597</u>	<u>\$ 19,891</u>

MANAGEMENT'S DISCUSSION AND ANALYSIS

Year Ended June 30, 2006

Analytical Overview - Continued

	<u>FY 2004/05</u>	<u>FY 2005/06</u>	<u>Change</u>
Non-Operating Revenue			
Membership	\$ 182,092	\$ 196,789	\$ 14,697
HSU appropriations	171,539	223,502	51,963
HSU indirect support	128,633	97,921	(30,712)
CPB grants	242,084	215,161	(26,923)
Other	28,846	35,732	6,886
Total Non-Operating Revenue	<u>\$ 753,194</u>	<u>\$ 769,105</u>	<u>\$ 15,911</u>
Expenses			
Programming	\$ 197,371	\$ 226,444	\$ (29,073)
Broadcasting/Technical	99,162	45,608	53,554
Fund-raising	135,216	148,459	(13,243)
Management and general	243,461	254,298	(10,837)
HSU indirect expenses	128,633	97,921	30,712
Depreciation	29,914	23,904	6,010
Total Expenses	<u>\$ 833,757</u>	<u>\$ 796,634</u>	<u>\$ 37,123</u>
Beginning Net Assets	\$ 276,724	\$ 352,867	\$ 76,143
Change in net assets	76,143	149,068	72,925
Ending Net Assets	<u>\$ 352,867</u>	<u>\$ 501,935</u>	<u>\$ 149,068</u>

The Station's total support and revenues increased by \$35,802. As previously noted, the station experienced increases from operating and non-operating revenue within the categories of membership and underwriting. KHSU also initiated a community campaign to bring in funds for a backup generator at its main transmitter site, which brought in additional monies. And, the station was able to expend rollover funds from its previous fiscal year through Humboldt State University's General Fund appropriations.

Note B to Financial Statements describes the offsetting non-operating revenue and expenses associated with donated facilities and administrative support provided to the Station by Humboldt State University. These amounts decreased from the prior year primarily as a function of the decrease in University general appropriations to KHSU-FM; the CPB formula for determining the value of indirect support by institutional licensees substantially depends on the level of direct budgetary support the institution provides the station.

The station experienced increases within several categories under management and general services in 2005/06, resulting in \$10,837 of additional expenses over last year. The increase comes primarily from the addition of the annual salary of the station's Volunteer Coordinator, who was hired towards the end of the previous fiscal year, and resulting increases in station expenditures for volunteer activities and recognition events.

MANAGEMENT'S DISCUSSION AND ANALYSIS

Year Ended June 30, 2006

Analytical Overview - Continued

Programming costs were increased to the Station by \$29,073 and fund-raising expenses, where the Station is concentrating more resources, rose by \$13,243.

Resources

Assets of the Station include funds that have legal restrictions placed on their use. Funds may be expendable for a specific purpose or they may be nonexpendable. The following table summarizes which funds are restricted, the type of restriction, and the amount:

Restricted Funds at June 30, 2006

Expendable:		
CPB community service grants	\$	14
OES digital conversion grants		14,419
CPB internet acquisition		10,120
CPB studio renovation		495
Health dialogues		1,084
Total	\$	<u>26,132</u>

Capital Assets and Long-term Debt

Capital Assets

Note E to Financial Statements describe the Station's capital assets, which include equipment and improvements to Humboldt State University buildings.

Long-term Debt

KHSU-FM, as an individual program within Humboldt State University, has no long-term debt. Obligations of Humboldt State University and its auxiliaries are reflected in those organizations' financial statements and are not meaningful with respect to the operation of the Station.

Factors Impacting Future Periods

KHSU's fiscal year 06/07 CPB Community Service Grant is \$124,917. In October 2006, the Station received a Rural Listener Access Incentive Fund from CPB in the amount of \$33,653. Early indications are that our membership and underwriting efforts will continue to yield at least modest increases this fiscal year. In addition, the station is engaging in a series of local fundraising events, which will also help improve our revenue.

However, the Station is also experiencing spiraling increases in expenses and static or decreasing revenues from other sources. Programming costs charged by network providers such as National Public Radio and American Public Media have risen sharply and will continue to rise. In addition the Station has added a permanent engineer whose salary and benefits amount to nearly \$72,000 annually. Please note that one of the primary decreases in 05/06 expenses was in broadcasting and technical, which reflects the part-time hourly salary costs paid to a consulting engineer who is now on staff.

MANAGEMENT'S DISCUSSION AND ANALYSIS

Year Ended June 30, 2006

Factors Impacting Future Periods - Continued

As stated above, our 06/07 CSG is \$124,917, nearly \$20,000 lower from the previous fiscal year. This is due to a decrease in NFFS in 04/05 and a reduction in the NFFS calculation by the Corporation for Public Broadcasting. KHSU's fiscal 2006/07 budget allocation from Humboldt State University is \$184,547. We have been told to expect a \$10,000 reduction of that amount later this year. As the university is experiencing enrollment difficulties and resulting deficits, the Station's allocation may be cut even further next year. This creates an uncertain financial situation for KHSU in that University appropriations account for approximately 25% of the Station's total cash revenue.

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BALANCE SHEET

June 30, 2006 and 2005

	<u>2006</u>	<u>2005</u>
ASSETS		
Current Assets		
Cash and cash equivalents	\$ 432,881	\$ 325,222
Accounts receivable	14,801	10,208
Prepaid expenses	<u>5,387</u>	<u>4,460</u>
Total Current Assets	<u>453,069</u>	<u>339,890</u>
Noncurrent Assets		
Capital assets	509,167	492,205
Accumulated depreciation	<u>(394,574)</u>	<u>(370,670)</u>
Total Noncurrent Assets	<u>114,593</u>	<u>121,535</u>
TOTAL ASSETS	<u>\$ 567,662</u>	<u>\$ 461,425</u>
LIABILITIES AND NET ASSETS		
Current Liabilities		
Accounts payable	\$ 2,396	\$ 1,132
Deferred revenue	37,126	83,681
Accrued vacation	<u>26,205</u>	<u>23,745</u>
Total Current Liabilities	<u>65,727</u>	<u>108,558</u>
NET ASSETS		
Invested in capital assets	114,593	121,535
Unrestricted net assets	<u>387,342</u>	<u>231,332</u>
TOTAL NET ASSETS	<u>501,935</u>	<u>352,867</u>
TOTAL LIABILITIES AND NET ASSETS	<u>\$ 567,662</u>	<u>\$ 461,425</u>

The accompanying notes to financial statements are an integral part of this statement.

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STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS

For the Years Ended June 30, 2006 and 2005

	2006	2005
REVENUES		
Operating Revenues		
Business and industry	\$ 148,985	\$ 131,162
In-kind contributions	27,612	25,544
Total Operating Revenues	176,597	156,706
 OPERATING EXPENSES		
Program Services		
Programming and production	226,444	197,371
Broadcasting	45,608	99,162
Total Program Services	272,052	296,533
Support Services		
Management and general	376,123	402,008
Fund-raising	148,459	135,216
Total Support Services	524,582	537,224
 TOTAL OPERATING EXPENSES	 796,634	 833,757
Operating Income (Loss)	(620,037)	(677,051)
 NONOPERATING REVENUES (EXPENSES)		
General appropriation from Humboldt State University	223,502	171,539
Donated facilities and administrative support from Humboldt State University	97,921	128,633
Corporation for Public Broadcasting Grant	215,161	242,084
Memberships	196,789	182,092
Other grants and contracts	14,182	13,747
Other income (expenses)	21,550	15,099
 TOTAL NONOPERATING REVENUES (EXPENSES)	 769,105	 753,194
 INCREASE (DECREASE) IN NET ASSETS	 149,068	 76,143
 NET ASSETS - BEGINNING OF YEAR	 352,867	 276,724
 NET ASSETS - END OF YEAR	 \$ 501,935	 \$ 352,867

The accompanying notes to financial statements are an integral part of this statement.

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STATEMENT OF CASH FLOWS

For the Years Ended June 30, 2006 and 2005

	2006	2005
OPERATING ACTIVITIES		
Receipts for business and industry	\$ 144,307	\$ 131,193
Payments to suppliers	(245,090)	(248,002)
Payments to employees	(399,309)	(404,797)
NET CASH USED IN OPERATING ACTIVITIES	(500,092)	(521,606)
NONCAPITAL FINANCING ACTIVITIES		
General appropriations from Humboldt State University	223,502	170,051
Nongovernmental grants and contracts	182,873	185,658
Memberships	196,789	182,092
Other	21,549	15,099
NET CASH PROVIDED BY NONCAPITAL FINANCING ACTIVITIES	624,713	552,900
CAPITAL AND RELATED ACTIVITIES		
Acquisition of capital assets	(16,962)	-
NET CASH USED BY CAPITAL AND RELATED ACTIVITIES	(16,962)	-
INCREASE IN CASH	107,659	31,294
CASH- BEGINNING OF YEAR	325,222	293,928
CASH- END OF YEAR	\$ 432,881	\$ 325,222
RECONCILIATION OF OPERATING LOSS TO NET CASH USED IN OPERATING ACTIVITIES		
Operating loss	\$ (620,037)	\$ (677,051)
Depreciation expense	23,904	29,914
Donated facilities and administration	97,921	128,633
Changes in operating assets and liabilities		
Accounts receivable	(4,592)	(2,018)
Prepaid expenses	(926)	947
Accounts payable	1,264	(662)
Deferred underwriting revenue	(85)	2,049
Accrued vacation	2,459	(3,418)
NET CASH USED IN OPERATING ACTIVITIES	\$ (500,092)	\$ (521,606)
SUPPLEMENTAL DISCLOSURE OF CASH FLOWS INFORMATION		
Donated facilities and administrative support from Humboldt State University	97,921	128,633
In-kind contributions from business and industry	27,612	25,544

The accompanying notes to financial statements are an integral part of this statement.

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NOTES TO FINANCIAL STATEMENTS

June 30, 2006 and 2005

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Organization and Nature of Activities

KHSU-FM Radio (the Station) is operated by Humboldt State University (the University) in Arcata, California, under a license granted by the Federal Communications Commission. All amounts contained in this report are included in the audited financial statements of Humboldt State University, a component unit of the State of California. The Station is part of the University and as such, is exempt from federal and state income taxes.

The Humboldt State University Foundation, an auxiliary corporation of the University, provides certain functions for the Station under an operating agreement with the University. The functions are performed under the direction of the University and include employing the number of full-time and part-time staff as the University deems necessary to operate the Station, and providing payroll, benefit administration services, and related human resources services, and performing other functions necessary for the operation of the Station.

The basic financial statements present only the Balance Sheet, Statement of Revenues, Expenses, and Changes in Net Assets, and Statement of Cash Flows of the Station and does not purport to, and does not, present fairly the financial position of Humboldt State University as of June 30, 2006 and 2005, and the changes in its financial position and its cash flows for the years then ended in conformity with accounting principles generally accepted in the United States of America.

Basis of Presentation

The Station prepares its financial statements as a business-type activity in conformity with applicable pronouncements of the Governmental Accounting Standards Board (GASB). In accordance with GASB Statement No. 34, Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments, and Statement No. 35, Basic Financial Statements and Management's Discussion and Analysis for Public Colleges and Universities, the Station's financial reporting provides a comprehensive, entity-wide perspective of the Station's assets, liabilities, net assets, revenues, expenses, changes in net assets, and cash flows. Accordingly, the Station'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.

Revenue Recognition

Contributions, pledges, and grants are recorded as revenues in the accompanying statement of revenues, expenses, and changes in net assets. In-kind contributions, other than the contribution from the University, are recognized as revenue at the estimated fair market value at the date of the gift.

The portion of the University's indirect costs attributable to the Station's operations and the value of space provided to the Station by the University are included as revenues and expenses, and are computed in accordance with guidelines established by the Corporation for Public Broadcasting.

NOTES TO FINANCIAL STATEMENTS

June 30, 2006 and 2005

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

Cash and Cash Equivalents

For administrative purposes, cash balances of the Station are included in accounts maintained by the Humboldt State University Foundation (the Foundation). For purposes of the statement of cash flows, the Station considers all investments purchased with an original maturity of three months or less to be cash or cash equivalents.

The Foundation currently uses commercial banks and the State of California Local Agency Investment Fund as depositories.

Accounts Receivable

Accounts receivable consists of business and industry and membership activities. Accounts receivable are recorded net of uncollectible amounts.

Deferred Revenue

Deferred revenues include amounts received from grant and contract sponsors for which eligibility requirements have not been fully satisfied or that have not yet been earned.

Property and Equipment

Property and equipment are stated at cost at the date of acquisition or at an estimated fair market value at the date of donation in the case of donated property. Costs for repairs and maintenance are charged to expense when incurred. Depreciation is calculated using the straight-line method over the estimated useful lives of the related assets, which is generally 5 to 10 years for equipment. Buildings and improvements are depreciated over an estimated useful life of 30 years.

Use of Estimates in Preparation of Financial Statements

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

Compensated Absences

Station policies permit most employees to accumulate vacation benefits that may be realized as paid time off or, in limited circumstances, as a cash payment. Expense and the related liability are recognized as vacation benefits as earned whether the employee is expected to realize the benefit as time off or in cash. Compensated absence liabilities are computed using the regular pay and termination pay rates in effect at the date of the balance sheet.

NOTES TO FINANCIAL STATEMENTS

June 30, 2006 and 2005

NOTE B - DONATED FACILITIES AND ADMINISTRATIVE SUPPORT

Donated facilities and administrative support from the University is comprised of costs for institutional support and physical plant operations. These costs are allocated financial costs incurred by the University on behalf of the Station. These amounts are recorded in the accompanying statement of revenues, expenses, and changes in net assets as revenue and offsetting expenses and were calculated based on Corporation for Public Broadcasting guidelines using the basic method. Costs for institutional support and physical plant operations are as follows:

	2006	2005
Institutional support	\$ 73,890	\$ 95,138
Physical plant operations	24,031	33,495
Total facilities and administrative support	\$ 97,921	\$ 128,633

NOTE C - CONCENTRATION OF CREDIT RISK

All cash is pooled with the Humboldt State University Foundation. The Foundation, as a matter of Board policy, maintains their cash deposits in local banks, as well as the State of California Local Agency Investment Fund. At June 30, 2006 and 2005, some cash balances on deposit with local financial institutions were in excess of the FDIC/FSLIC maximums of \$100,000 and were uncollateralized by the financial institutions.

The Station's proportionate share of uncollateralized deposits as of June 30, 2006 and 2005 consisted of the following:

	2006	2005
<u>Cash in Local Banks</u>		
Total amount deposited	\$ 73,027	\$ 12,732
Uncollateralized deposits	59,997	4,925

The Foundation maintains cash in the State of California Local Agency Investment Fund (LAIF), an investment pool. The investment is not insured. However, these funds are invested in accordance with California Government Code Section 16430 and 16480, the stated investment authority for the Pooled Money Investment Account. The Station's proportionate share of cash in LAIF at June 30, 2006 and 2005 was \$359,854 and \$312,490, respectively.

NOTE D - PENSION PLAN

Humboldt State University Foundation has a defined contribution plan (the Plan) covering all employees with at least two years of service who agree to make contributions to the Plan. The Foundation contributed 4% of gross salaries for qualified employees to the plan for the years ended June 30, 2006 and 2005.

NOTES TO FINANCIAL STATEMENTS

June 30, 2006 and 2005

NOTE E - PROPERTY AND EQUIPMENT

A summary of the property and equipment at June 30, 2006 and 2005 follows:

	<u>July 1, 2005</u>	<u>Additions</u>	<u>Disposals</u>	<u>June 30, 2006</u>
Computer equipment	\$ 43,931	\$ -	\$ -	\$ 43,931
Production and broadcast equipment	337,865	16,962	-	354,827
Production and broadcast equipment (Federally funded)	60,345	-	-	60,345
Building and improvements	<u>50,064</u>	<u>-</u>	<u>-</u>	<u>50,064</u>
Total Property and Equipment	492,205	16,962	-	509,167
Accumulated Depreciation	<u>(370,670)</u>	<u>(23,904)</u>	<u>-</u>	<u>(394,574)</u>
Net Capital Assets	<u>\$ 121,535</u>	<u>\$ (6,942)</u>	<u>\$ -</u>	<u>\$ 114,593</u>

	<u>July 1, 2004</u>	<u>Additions</u>	<u>Disposals</u>	<u>June 30, 2005</u>
Computer equipment	\$ 43,931	\$ -	\$ -	\$ 43,931
Production and broadcast equipment	337,865	-	-	337,865
Production and broadcast equipment (Federally funded)	60,345	-	-	60,345
Building and improvements	<u>50,064</u>	<u>-</u>	<u>-</u>	<u>50,064</u>
Total Property and Equipment	492,205	-	-	492,205
Accumulated Depreciation	<u>(340,756)</u>	<u>(29,914)</u>	<u>-</u>	<u>(370,670)</u>
Net Capital Assets	<u>\$ 151,449</u>	<u>\$ (29,914)</u>	<u>\$ -</u>	<u>\$ 121,535</u>

SUPPLEMENTARY INFORMATION

FUNCTIONAL EXPENSES

For the Year Ended June 30, 2006
(With Comparative Totals for the Year Ended June 30, 2005)

	Program Services		
	Program and Production	Broadcasting	Total Program Services
Salaries, Payroll taxes, and Employee Benefits	\$ 110,095	\$ 12,877	\$ 122,972
Supplies and Other Services			
Office supplies	82	-	82
Communications	-	5,649	5,649
Subscriptions	-	-	-
Postage and shipping	-	-	-
Occupancy	-	19,765	19,765
Expendable equipment	257	4,125	4,382
Equipment repair and maintenance	-	450	450
Printing	-	-	-
Dues	1,875	-	1,875
Meetings, conferences, and travel	771	453	1,224
Local travel	-	-	-
Production costs	-	-	-
Programming costs	111,230	-	111,230
Music expense	1,037	-	1,037
Advertising	665	414	1,079
Fund-raising rental	-	-	-
Fund-raising supplies	-	-	-
Fund-raising premiums	-	-	-
Fund-raising catering expenses	-	-	-
Professional services - Accounting	-	-	-
Professional services - Computer	400	-	400
Professional services - Other	-	1,875	1,875
Volunteer expense	32	-	32
Training	-	-	-
Miscellaneous	-	-	-
	116,349	32,731	149,080
Total Supplies and Other Services			
Depreciation	-	-	-
Donated Facilities and Administrative Support	-	-	-
Total Expenses	\$ 226,444	\$ 45,608	\$ 272,052

<u>Support Services</u>		<u>Total Support Services</u>	<u>2006 Totals</u>	<u>2005 Totals</u>
<u>Fund-raising and Membership</u>	<u>Management and General</u>			
\$ 128,626	\$ 150,684	\$ 279,310	\$ 402,282	\$ 401,379
-	6,600	6,600	6,682	3,860
-	13,554	13,554	19,203	16,462
-	638	638	638	970
-	7,664	7,664	7,664	6,470
-	1,888	1,888	21,653	23,311
-	2,836	2,836	7,218	27,342
-	90	90	540	79
6,600	-	6,600	6,600	5,650
1,215	5,299	6,514	8,389	17,670
2,189	3,200	5,389	6,613	5,057
-	66	66	66	49
-	-	-	-	250
-	-	-	111,230	92,360
-	-	-	1,037	-
-	17,042	17,042	18,121	17,151
150	-	150	150	-
1,610	-	1,610	1,610	1,038
6,446	-	6,446	6,446	7,104
186	325	511	511	1,625
-	33,435	33,435	33,435	37,662
1,018	695	1,713	2,113	75
-	5,761	5,761	7,636	5,630
248	3,786	4,034	4,066	2,573
171	735	906	906	1,158
-	-	-	-	285
19,833	103,614	123,447	272,527	273,831
-	23,904	23,904	23,904	29,914
-	97,921	97,921	97,921	128,633
<u>\$ 148,459</u>	<u>\$ 376,123</u>	<u>\$ 524,582</u>	<u>\$ 796,634</u>	<u>\$ 833,757</u>

The accompanying notes to financial statements are an integral part of this statement.