



Financial Statements

June 30, 2023

KRCC – FM Radio

A Public Telecommunications Entity

Operated by Colorado Public Radio

(with comparative totals for 2022)

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Independent Auditor's Report

To the Board of Directors
Colorado Public Radio and KRCC – FM Radio Station
Centennial, Colorado

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of KRCC – FM Radio, a public telecommunications entity operated by Colorado Public Radio (KRCC), which comprise the statement of financial position as of June 30, 2023, 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, the accompanying financial statements referred to above present fairly, in all material respects, the financial position of KRCC as of June 30, 2023, 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 Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS). 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 KRCC and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Change in Accounting Principle

As discussed in Note 5 to the financial statements, KRCC has adopted the provisions of FASB Accounting Standards Codification Topic 842, Leases, as of July 1, 2022 using the modified retrospective approach with an adjustment at the beginning of the adoption period. Our opinion is not modified with respect to this matter.

Restatement

As discussed in Note 7 to the financial statements, the 2022 financial statements have been restated to correct a misstatement. Our opinion is not modified with respect to that matter.

Report on Summarized Comparative Information

We have previously audited the 2022 financial statements of KRCC, and we expressed an unmodified audit opinion on those audited financial statements in our report dated October 25, 2022. In our opinion, the summarized comparative information presented herein as of and for the year ended June 30, 2022, is consistent, in all material respects with the exception of the correction of an error identified in the preceding paragraph, with the audited financial statements from which it has been derived.

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; 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 KRCC's ability to continue as a going concern for 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 GAAS 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 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 GAAS, 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 KRCC'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 KRCC'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.

Eide Bailly LLP

Denver, Colorado
January 12, 2024

KRCC – FM Radio
Statement of Financial Position
June 30, 2023
(with comparative totals for 2022)

	2023	(Restated) 2022
Assets		
Cash	\$ 111,138	\$ 17,384
Pooled investments held by Colorado Public Radio	186,801	4,392
Underwriting and other receivables	95,148	72,387
Member pledge receivables	-	62,250
Due from Colorado Public Radio, net	739,863	971,234
Prepaid expenses and other assets	8,511	-
Property and equipment, net	3,962	8,275
Operating lease right of use asset	501,794	-
Total assets	<u>\$ 1,647,217</u>	<u>\$ 1,135,922</u>
Liabilities and Net Assets		
Accounts payable and accrued liabilities	\$ 61,027	\$ 51,578
Deferred revenue	9,457	24,348
Operating lease liability	509,552	-
Total liabilities	<u>580,036</u>	<u>75,926</u>
Net Assets		
Without donor restrictions	<u>1,067,181</u>	<u>1,059,996</u>
Total net assets	<u>1,067,181</u>	<u>1,059,996</u>
Total liabilities and net assets	<u>\$ 1,647,217</u>	<u>\$ 1,135,922</u>

KRCC – FM Radio
Statement of Activities
Year Ended June 30, 2023
(with comparative totals for 2022)

	2023			(Restated)
	Without Donor Restrictions	With Donor Restrictions	Total	2022
Revenue, Support, and Gains				
Individual support	\$ 794,000	\$ -	\$ 794,000	\$ 861,797
Underwriting of programs	730,396	-	730,396	696,720
Vehicle donation support	77,305	-	77,305	118,953
Corporation for Public Broadcasting	184,072	-	184,072	162,767
Planned giving support	181,881	-	181,881	-
Other income	22,058	-	22,058	21,931
Total revenue, support, and gains	1,989,712	-	1,989,712	1,862,168
Expenses				
Program services expense				
Programming and production	1,109,022	-	1,109,022	854,875
Broadcasting	447,723	-	447,723	492,934
Total program services expense, before depreciation	1,556,745	-	1,556,745	1,347,809
Supporting services expense				
Management and general	50,003	-	50,003	34,414
Underwriting and grant solicitation	324,536	-	324,536	249,034
Fundraising	51,243	-	51,243	146,353
Total supporting services expense	425,782	-	425,782	429,801
Total expenses	1,982,527	-	1,982,527	1,777,610
Change in Net Assets	7,185	-	7,185	84,558
Net Assets, Beginning of Year	1,059,996	-	1,059,996	975,438
Net Assets, End of Year	\$ 1,067,181	\$ -	\$ 1,067,181	\$ 1,059,996

KRCC – FM Radio
Statement of Functional Expenses
Year Ended June 30, 2023
(with comparative totals for 2022)

	2023								
	Program Services			Supporting Services					2022 Total Expenses
	Programming and Production	Broadcasting	Total Program Services	Management and General	Underwriting and Grant Solicitation	Fundraising	Total Supporting Services	Total Expenses	
Salaries, taxes and benefits	\$ 590,611	\$ 111,087	\$ 701,698	\$ 37,029	\$ 222,173	\$ 37,029	\$ 296,231	\$ 997,929	\$ 907,105
Program materials	383,447	-	383,447	-	-	-	-	383,447	306,394
Occupancy costs	39,900	318,811	358,711	2,494	14,963	2,494	19,951	378,662	291,523
Repairs and maintenance	5,865	1,100	6,965	367	2,199	367	2,933	9,898	70,128
Agency commissions	-	-	-	-	51,752	-	51,752	51,752	47,532
Telecommunications	26,787	5,023	31,810	1,674	10,045	1,674	13,393	45,203	30,557
Professional services	15,465	2,899	18,364	967	5,800	967	7,734	26,098	22,132
In-kind expenses	11,754	2,204	13,958	735	4,408	735	5,878	19,836	6,077
Postage and printing	10,329	1,937	12,266	646	3,873	646	5,165	17,431	16,960
Travel and training	10,113	1,896	12,009	632	3,792	632	5,056	17,065	8,940
Dues and subscriptions	8,177	1,533	9,710	511	3,066	511	4,088	13,798	9,956
Supplies	3,861	724	4,585	241	1,448	241	1,930	6,515	13,683
Donor recognition	-	-	-	-	-	5,778	5,778	5,778	12,017
Miscellaneous	-	-	-	4,538	-	-	4,538	4,538	780
Marketing	1,572	295	1,867	98	589	98	785	2,652	493
Computer expense	833	156	989	52	312	52	416	1,405	4,789
Bank fees	308	58	366	19	116	19	154	520	28,544
Total expenses by function	<u>\$ 1,109,022</u>	<u>\$ 447,723</u>	<u>\$ 1,556,745</u>	<u>\$ 50,003</u>	<u>\$ 324,536</u>	<u>\$ 51,243</u>	<u>\$ 425,782</u>	<u>\$ 1,982,527</u>	<u>\$ 1,777,610</u>

KRCC – FM Radio
Statement of Cash Flows
Year Ended June 30, 2023
(with comparative totals for 2022)

	<u>2023</u>	<u>2022</u>
Operating Activities		
Cash received from grants and public support	\$ 1,353,974	\$ 406,377
Cash received from underwriting of programs	707,635	707,991
Cash received from Corporation for Public Broadcasting	184,072	162,767
Cash paid for salaries, taxes and benefits	(988,480)	(922,868)
Cash paid to vendors	<u>(981,038)</u>	<u>(865,584)</u>
Net Cash from (used for) Operating Activities	<u>276,163</u>	<u>(511,317)</u>
Investing Activities		
Purchases of pooled investments	<u>(182,409)</u>	<u>-</u>
Net Cash from (used for) Investing Activities	<u>(182,409)</u>	<u>-</u>
Net Change in Cash and Cash Equivalents	93,754	(511,317)
Cash, Beginning of Year	<u>17,384</u>	<u>528,701</u>
Cash, End of Year	<u><u>\$ 111,138</u></u>	<u><u>\$ 17,384</u></u>

Note 1 - Principal Activity and Significant Accounting Policies

Organization

KRCC – FM Radio (the Station) is a National Public Radio member station operated by Colorado Public Radio (CPR), previously operated by the licensee, The Colorado College (the College). CPR operates the Station on behalf of the licensee for a period of ten years. The financial statements represent the operations of the Station. While CPR operates KRCC, the College still holds the FCC license and certain broadcast equipment.

Cash

Cash and cash equivalents consists of deposits held with financial institutions of highly liquid investments with an original maturity of three months or less.

Receivables and Credit Policies

Underwriting and other receivables consist primarily of noninterest-bearing amounts due for underwriting of the Station's programs and from the sale of donated vehicles. The Station determines the allowance for uncollectible underwriting and other receivables based on historical experience, an assessment of economic conditions, and a review of subsequent collections. Underwriting and other receivables are written off when deemed uncollectible. No allowance for underwriting and other receivables is deemed necessary at June 30, 2023.

The beginning and ending balances for underwriting and other receivables, net for the years ended June 30, 2023 and 2022 are \$95,148 and \$72,387, respectively.

Promises to Give

The Station records unconditional promises to give that are expected to be collected within one year at net realizable value. Unconditional promises to give expected to be collected in future years are initially recorded at fair value using present value techniques incorporating risk-adjusted discount rates designed to reflect the assumptions market participants would use in pricing the asset. In subsequent years, amortization of the discounts is included in contribution revenue in the statement of activities. Allowance for uncollectible promises to give is determined based on historical experience, an assessment of economic conditions, and a review of subsequent collections. Promises to give are written off when deemed uncollectible. There were no promises to give as of June 30, 2023. No allowance for uncollectible promises to give or discount are deemed necessary at June 30, 2023.

Due from CPR

CPR provides cash for programming and support service activities while also collecting cash received from underwriting, memberships, and other revenue generating activities of the Station. The net of these transactions is reported as due from CPR on the statement of financial position.

Property and Equipment

Property and equipment additions over \$5,000 are recorded at cost, or if donated, at fair value on the date of donation. Depreciation is computed using the straight-line method over the estimated useful lives of the assets which are seven years. When assets are sold or otherwise disposed of, the cost and related depreciation are removed from the accounts, and any resulting gain or loss is included in the statement of activities. Costs of maintenance and repairs that do not improve or extend the useful lives of the respective assets are expensed currently.

Right of Use Leased Assets

Right of use leased assets are recognized at the lease commencement date and represent the Station's right to use an underlying asset for the lease term. Right of use leased assets are measured at the initial value of the lease liability plus any payments made to the lessor before the commencement of the lease term, less any lease incentives received from the lessor at or before the commencement of the lease term, plus any initial direct costs necessary to place the lease asset into service. Right of use leased assets are amortized over the shorter of the lease term or the useful life of the underlying asset using the straight-line method. The amortization period varies from 2 to 28 years.

Impairment of Long-Lived Assets

The Station considers whether indicators of impairment are present and performs the necessary analysis to determine if the carrying values of assets are appropriate. No impairment was identified for the year ended June 30, 2023.

Pooled Investments Held by Colorado Public Radio

The Station invests in Colorado Public Radio's Pooled Investments. Investment purchases are recorded at cost, or if donated, at fair value on the date of donation. Thereafter, investments are reported at their fair values in the statement of financial position. The change in value of pooled investments is reflected in other income on the statement of activities and consists of the Station's distributive share of interest and dividend income, and realized and unrealized capital gains and losses generated from the Pooled Investment Fund, less its pro-rata share of direct internal and external investment management fees.

Net Assets

Net assets, revenues, gains, and losses are classified based on the existence or absence of restrictions imposed by donors or grantors. Accordingly, net assets and changes therein are classified and reported as follows:

Net Assets Without Donor Restrictions – Net assets available for use in general operations and not subject to donor (or certain grantor) restrictions.

Net Assets With Donor Restrictions – Net assets subject to donor (or certain grantor) restrictions. Some donor imposed (or grantor) restrictions are temporary in nature, such as those that will be met by the passage of time or other events specified by the donor.

The Station reports conditional and unconditional contributions restricted by donors as increases in net assets without donor restrictions if the restrictions expire (that is, when a stipulated time restriction ends or purpose restriction is accomplished) in the reporting period in which the revenue is recognized. All other donor restricted contributions are reported as increases in net assets with donor restrictions, depending on the nature of the restrictions. When a restriction expires, 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.

Revenue and Revenue Recognition

Underwriting support of programs is recognized over time as the performance obligation is satisfied, which is measured as the applicable broadcasts occur. Underwriting support received in advance of broadcast is reported as deferred revenue.

Contributions are recognized when cash, securities or other assets, an unconditional promise to give, or notification of a beneficial interest is received. Conditional promises to give, that is, those with a measurable performance or other barrier, and right of return, are not recognized until the conditions on which they depend have been substantially met. Grants are conditioned upon certain performance requirements and incurrence of allowable qualifying expenses. Cash received which includes both a barrier and right of return are presented as refundable advances on the statement of financial position.

Vehicle donations are managed by a third-party nonprofit contractor, with contribution revenue recorded as the vehicles are sold. Any amount due from the contractor but not yet received as of year-end is included in underwriting and other receivables in the statement of financial position.

Donated Services and In-kind Contributions

Volunteers contribute significant amounts of time to program services, administration, and fundraising and development activities; however, the financial statements do not reflect the value of these contributed services because they do not meet recognition criteria prescribed by generally accepted accounting principles. Contributed goods are recorded at fair value at the date of donation. Donated professional services are recorded at the respective fair values of the services received. No significant contributions of such goods or services were received during the years ended June 30, 2023, respectively.

Functional Allocation of Expenses

The costs of program and supporting services activities have been summarized on a functional basis in the statement of activities. The statement of functional expenses presents the natural classification detail of expenses by function. Accordingly, certain costs have been allocated among the programs and supporting services benefited. The financial statements report certain categories of expenses that are attributed to more than one program or supporting function. Therefore, expenses require allocation on a reasonable basis that is consistently applied. The expenses that are allocated include salaries, taxes, and benefits, professional services, postage and printing, repairs and maintenance, travel and training, marketing, dues and subscriptions, telecommunications, supplies, bank fees, computer expense, in-kind expense, insurance, and miscellaneous, which are based on an allocation of full-time equivalents between departments and programs.

Income Taxes

The Station is operated by CPR. CPR is organized as a Colorado nonprofit corporation and has been recognized by the Internal Revenue Service (IRS) as exempt from federal income taxes under Section 501(a) of the Internal Revenue Code as an organization described in Section 501(c)(3), qualifies for the charitable contribution deduction, and has been determined not to be a private foundation. Management believes that it has appropriate support for any tax positions taken affecting its annual filing requirements, and as such, does not have any uncertain tax positions that are material to the financial statements. CPR would recognize future accrued interest and penalties related to unrecognized tax benefits and liabilities in income tax expense if such interest and penalties are incurred.

Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires the Station to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates and those differences could be material.

Financial Instruments and Credit Risk

Deposit concentration risk is managed by placing cash accounts with financial institutions that the Station believes to be creditworthy. At times, amounts on deposit may exceed insured limits or include uninsured investments in money market mutual funds. KRCC maintains cash in the bank deposit accounts which could exceed federally insured limits. At June 30, 2023, KRCC did not have any amounts in excess of FDIC-insured limits. To date, no losses have been experienced in any of these accounts. Credit risk associated with receivables and promises to give is considered to be limited due to high historical collection rates and because substantial portions of the outstanding amounts are due from corporations, foundations and individuals supportive of the Station's mission. Investments are made by investment managers whose performance is monitored by KRCC and the Finance and Audit Committee of CPR. Although the fair values of investments are subject to fluctuation on a year-to-year basis, we and the Committee believe that the investment policies and guidelines are prudent for our long-term welfare.

Subsequent Events

The Station has evaluated subsequent events through January 12, 2024, the date the financial statements were available to be issued.

Note 2 - Liquidity and Availability

Financial assets available for general expenditure, that is, without donor or other restrictions limiting their use, within one year of the date of the statement of financial position, are comprised of the following:

Cash	\$ 111,138
Pooled investments held by Colorado Public Radio	186,801
Underwriting and other receivables	95,148
Due from Colorado Public Radio, net	<u>739,863</u>
	<u>\$ 1,132,950</u>

The Station operates on a balanced budget, and regularly monitors liquidity to meet the Station's operating needs and other contractual commitments while also striving to maximize the investment of the Station's available funds.

Note 3 - Fair Value Measurements and Disclosures

Certain assets are reported at fair value in the financial statements. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction in the principal, or most advantageous, market at the measurement date under current market conditions regardless of whether that price is directly observable or estimated using another valuation technique. Inputs used to determine fair value refer broadly to the assumptions that market participants would use in pricing the asset or liability, including assumptions about risk. Inputs may be observable or unobservable. Observable inputs are inputs that reflect the assumptions market participants would use in pricing the asset or liability based on market data obtained from sources independent of the reporting entity. Unobservable inputs are inputs that reflect the reporting entity's own assumptions about the assumptions market participants would use in pricing the asset or liability based on the best information available. A three-tier hierarchy categorizes the inputs as follows:

Level 1 – Quoted prices (unadjusted) in active markets for identical assets or liabilities that can be accessed at the measurement date.

Level 2 – Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly. These include quoted prices for similar assets or liabilities in active markets, quoted prices for identical or similar assets or liabilities in markets that are not active, inputs other than quoted prices that are observable for the asset or liability, and market-corroborated inputs.

Level 3 – Unobservable inputs for the asset or liability. In these situations, inputs are developed using the best information available in the circumstances.

In some cases, the inputs used to measure the fair value of an asset or a liability might be categorized within different levels of the fair value hierarchy. In those cases, the fair value measurement is categorized in its entirety in the same level of the fair value hierarchy as the lowest level input that is significant to the entire measurement. Assessing the significance of a particular input to entire measurement requires judgment, considering factors specific to the asset or liability. The categorization of an asset within the hierarchy is based upon the pricing transparency of the asset and does not necessarily correspond to the Station's assessment of the quality, risk, or liquidity profile of the asset.

Level 2 is used to reflect the fair value of the Station's investments held in Colorado Public Radio Pooled Investments because investments held by Colorado Public Radio are Level 1 and are comprised of open-end mutual funds with readily determinable fair values based on daily redemption rates. The Stations share of the pooled investments of \$186,801 at June 30, 2023, is based on the fair values of underlying investments of the pool as reported by Colorado Public Radio.

Note 4 - Property and Equipment

Property and equipment consists of the following at June 30, 2023:

Broadcast equipment	\$ 219,401
Studio and programming equipment	<u>31,480</u>
	250,881
Less accumulated depreciation	<u>(246,919)</u>
	<u><u>\$ 3,962</u></u>

Note 5 - Leases

Effective July 1, 2022, the Station adopted the new lease accounting guidance in Accounting Standards Update No. 2016-02, *Leases* (Topic 842). The Station elected to apply the guidance as of July 1, 2022, the beginning of the adoption period. The standard requires the recognition of right-of-use assets and lease liabilities for lease contracts with terms greater than 12 months. Operating lease costs are recognized in the statement of activities and changes in net assets as a single lease cost and finance lease costs are recognized in two components, interest expense and amortization expense. Strive elected the package of practical expedients permitted in ASC Topic 842. Accordingly, Strive accounted for its existing leases as either finance or operating lease under the new guidance, without reassessing (a) whether the contract contains a lease under ASC Topic 842, (b) whether classification of the operating lease would be different in accordance with ASC Topic 842, or (c) whether the unamortized initial direct costs before transition adjustments would have met the definition of initial direct costs in ASC Topic 842 at lease commencement.

As a result of the adoption of the new lease accounting guidance, the Station recognized on July 1, 2022, the beginning of the adoption period, an operating lease liability and an operating right-of-use-asset of \$532,088. The adoption of the new standard did not materially impact the Station's statement of activities or the statement of cash flows.

The Station leases office facilities and equipment for various terms under long-term, non-cancelable operating lease agreements. The leases expire at various dates through 2050. The Station included in the determination of the right of use asset and lease liabilities any renewal options when the options are reasonably certain to be exercised. The leases provide for increases in future minimum annual rental payments based on what is defined within the lease agreement.

The weighted average discount rate is based on the discount rate implicit in the lease, or if the implicit rate is not readily determinable from the lease, then the Station estimates an applicable incremental borrowing rate. The incremental borrowing rate is estimated using the Station's applicable borrowing rates and the contractual lease term. The Station has elected the option to use the risk-free rate determined using a period comparable to the lease terms as the discount rate for leases where the implicit rate is not readily determinable.

Additionally, the office space operating lease agreement requires the Station to cover common area maintenance expenses for various operation, maintenance, and repair of the office space. The Station is not including non-lease components in the calculation of the right-of-use asset and related lease liability.

Lease costs were \$134,101 for the year ended June 30, 2023. The operating cash flows from operating leases were \$102,409 for the year ended June 30, 2023.

As of June 30, 2023, the weighted-average remaining lease term was 5.41 years and the weighted-average discount rate was 2.99%.

Future minimum lease payments under noncancelable operating leases with terms greater than one year are listed below as of June 30, 2023:

<u>Years Ending June 30,</u>	
2024	\$ 122,299
2025	121,612
2026	120,299
2027	43,912
2028	38,039
Thereafter	<u>160,880</u>
Total lease payments	607,041
Less interest	<u>(97,489)</u>
	<u><u>\$ 509,552</u></u>

Note 6 - Employee Benefits

CPR sponsors a tax-deferred annuity plan (the Plan) qualified under Section 403(b) of the Internal Revenue Code covering substantially all full-time employees, which Station employees participate in. Eligible employees may contribute a portion of their gross salaries to the 403(b) Plan up to the maximum amount established by the IRS. Employer contributions are calculated at 100% of the employee's contribution up to a maximum of 5% of the employee's annual compensation. During the year ended June 30, 2023, the Station made contributions to the Plan totaling \$36,845.

Note 7 - Restatement

During the year ended June 30, 2023, a material error affecting member pledge receivables was identified affecting the previously issued financial statements. KRCC restated its previously issued financial statements to appropriately reflect the June 30, 2022 member pledge receivables, individual support and net assets without donor restrictions for the year ended June 30, 2022.

The following is a summary of the effects of the restatement in KRCC's June 30, 2022 statement of financial position:

	As Previously Reported	Restatement	As Restated
As of June 30, 2022			
Member pledge receivables	\$ 364,778	(302,528)	\$ 62,250
Total assets	1,438,450	(302,528)	1,135,922
Net assets without donor restrictions	1,362,524	(302,528)	1,059,996
Total net assets	1,362,524	(302,528)	1,059,996
Total liabilities and net assets	1,438,450	(302,528)	1,135,922

The following is a summary of the effects of the restatement in KRCC's June 30, 2022 statement of activities:

	As Previously Reported	Restatement	As Restated
Year Ended June 30, 2022			
Individual support - without donor restrictions	\$ 974,295	(112,498)	\$ 861,797
Total revenue, support, and gains	1,974,666	(112,498)	1,862,168
Change in net assets	197,056	(112,498)	84,558
Net assets, beginning of year	1,165,468	(190,030)	975,438
Net assets, end of year	1,362,524	(302,528)	1,059,996