

KCSM-TV

**A PUBLIC TELECOMMUNICATIONS ENTITY
OPERATED BY THE SAN MATEO COUNTY
COMMUNITY COLLEGE DISTRICT**

**FINANCIAL STATEMENTS
WITH
INDEPENDENT AUDITORS' REPORT**

JUNE 30, 2011

KCSM-TV
A PUBLIC TELECOMMUNICATIONS ENTITY OPERATED BY
THE SAN MATEO COUNTY COMMUNITY COLLEGE DISTRICT

JUNE 30, 2011

TABLE OF CONTENTS

	PAGE
INDEPENDENT AUDITORS' REPORT	1
Statement of Net Assets	2
Statement of Revenues, Expenses and Changes in Net Assets	3
Statement of Cash Flows.....	4
NOTES TO FINANCIAL STATEMENTS	5
INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS	10



VAVRINEK, TRINE, DAY
& COMPANY, LLP
Certified Public Accountants

VALUE THE DIFFERENCE

INDEPENDENT AUDITORS' REPORT

To the Board of Trustees of
KCSM-TV

We have audited the accompanying financial statements of KCSM-TV (a public telecommunications entity operated by the San Mateo County Community College District) as of June 30, 2011, as listed in the table of contents. These financial statements are the responsibility of the Organization's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. 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 financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

As discussed in Note 1, the financial statements present only the KCSM-TV resource of the general fund of the San Mateo County Community College District and do not purport to, and do not, present fairly the financial position of the San Mateo County Community College District as of June 30, 2011, and the changes in its financial position and cash flows, where applicable, for the year then ended, in conformity with accounting principles generally accepted in the United States of America.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of KCSM-TV as of June 30, 2011, and the changes in financial position and cash flows thereof, for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated December 9, 2011, on our consideration of KCSM-TV's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. That report is an integral part of an audit performed in accordance with *Government Auditing Standards*, and should be read in conjunction with this report in assessing the results of our audit.

Vavrinek, Trine, Day & Co., LLP

Pleasanton, California
December 9, 2011

5000 Hopyard Road, Suite 335 Pleasanton, CA 94588 Tel: 925.734.6600 Fax: 925.734.6611 www.vtdcpa.com

FRESNO • LAGUNA HILLS • PLEASANTON • RANCHO CUCAMONGA • PALO ALTO • SACRAMENTO

KCSM-TV
A PUBLIC TELECOMMUNICATIONS ENTITY OPERATED BY
THE SAN MATEO COUNTY COMMUNITY COLLEGE DISTRICT

STATEMENT OF NET ASSETS
JUNE 30, 2011

ASSETS

Current Assets

Cash and cash equivalents	\$ 854,272
Accounts receivable	19,460
Total current assets	<u>873,732</u>

Noncurrent assets

Capital assets	7,706,314
Accumulated depreciation	(4,318,144)
Total noncurrent assets	<u>3,388,170</u>
TOTAL ASSETS	<u>4,261,902</u>

LIABILITIES

Current Liabilities

Accounts payable	<u>\$ 38,022</u>
------------------	------------------

NET ASSETS

Investment in capital assets	3,388,170
Unrestricted	835,710
TOTAL NET ASSETS	<u>\$ 4,223,880</u>

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

KCSM-TV**A PUBLIC TELECOMMUNICATIONS ENTITY OPERATED BY
THE SAN MATEO COUNTY COMMUNITY COLLEGE DISTRICT****STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS
FOR THE YEAR ENDED JUNE 30, 2011**

OPERATING REVENUES

Direct Income

CPB community service grants	\$ 811,569
CPB television interconnection grants	15,642
Business and industry	82,800
Subscription and membership	438,043
Royalties	22,412
Other income	469
San Mateo County Community College District	188,877

Indirect Support

San Mateo County Community College District	429,598
---	---------

Total Operating Revenues1,989,410**OPERATING EXPENSES**

Programming and production	355,813
Broadcasting	1,493,050
Program information and promotion	71,652
Management and general	1,314,805
Fundraising support	242,677
Underwriting and grant solicitation	51,410

Total Operating Expenses3,529,407**Operating Loss**(1,539,997)**OTHER INCOME**

Transfer in from district	1,059,000
---------------------------	-----------

CHANGE IN NET ASSETS

(480,997)

NET ASSETS AT BEGINNING OF YEAR4,704,877**NET ASSETS AT END OF YEAR**\$ 4,223,880

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

KCSM-TV
A PUBLIC TELECOMMUNICATIONS ENTITY OPERATED BY
THE SAN MATEO COUNTY COMMUNITY COLLEGE DISTRICT

STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2011

CASH FLOWS FROM OPERATING ACTIVITIES

CPB community service grants	\$ 811,569
CPB television interconnection grants	15,642
Business and industry	92,735
Subscription and membership	438,043
District support	618,475
Royalties	22,412
Other income	469
Payments to suppliers	(1,272,812)
Payment to /(on behalf of) employees	(1,575,295)
Net Cash Used By Operating Activities	<u>(848,762)</u>

CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES

Transfer in from District	<u>1,059,000</u>
---------------------------	------------------

NET CHANGE IN CASH

210,238

CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR

644,034

CASH AND CASH EQUIVALENTS AT END OF YEAR

\$ 854,272

**RECONCILIATION OF NET OPERATING LOSS TO NET CASH
USED BY OPERATING ACTIVITIES**

Operating loss	\$ (1,539,997)
Adjustments to reconcile operating income to net cash provided by operating activities	
Depreciation	670,248
Changes in assets and liabilities	
Decrease in accounts receivable	9,935
Increase in accounts payable	11,052
NET CASH USED BY OPERATING ACTIVITIES	<u>\$ (848,762)</u>

NONCASH TRANSACTIONS

Indirect support - San Mateo Community College District	<u>\$ 429,598</u>
---	-------------------

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

**KCSM-TV
A PUBLIC TELECOMMUNICATIONS ENTITY OPERATED BY
THE SAN MATEO COMMUNITY COLLEGE DISTRICT**

**NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2011**

NOTE 1 - ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Reporting Entity

KCSM-TV is a public telecommunications radio station operated by San Mateo County Community College District. KCSM-TV is a program of the San Mateo County Community College District general fund, and all activities are also reported within the financial statements of the District.

These financial statements are not intended to, and do not purport to, present fairly the financial position and changes in the financial position of the San Mateo County Community College District in compliance with accounting principles generally accepted in the United States of America.

Basis of Accounting

The KCSM-TV financial statements are prepared on the accrual basis in accordance with accounting principles generally accepted in the United States of America as promulgated by the Governmental Accounting Standards Board (GASB). In addition, the District applies all applicable Financial Accounting Standards Board (FASB) pronouncements issued on or before November 30, 1989, unless those pronouncements conflict with or contradict GASB pronouncements.

KCSM-TV operates as a proprietary resource within the general fund; it uses an enterprise fund format to report its activities for financial statement purposes. Enterprise funds are used to account for operations that are financed and operated in a manner similar to private business enterprises, where the intent of the governing body is that the cost and expenses, including depreciation, of providing goods or services to its customers be financed or recovered primarily through user charges; or where the governing body has decided that periodic determination of revenues earned, expenses incurred, and net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes. KCSM-TV is not an entity separate from the College District and, therefore, does not present a Management Discussion and Analysis section.

The Enterprise format accounts for activities similar to those in the private sector, where the proper matching of revenues and costs is important and the full accrual basis of accounting is required. With this measurement focus, all assets and all liabilities of the enterprise are recorded on its statement of net assets, all revenues are recognized when earned and all expenses, including depreciation, are recognized when incurred.

For internal operating purposes, the District's Board of Trustees has established separate sub-funds, each of which includes a separate self-balancing set of accounts and a separate Board approved budget for the activities of KCSM-TV. These sub-funds are combined into the single enterprise fund format when presented in the accompanying financial statements.

The District's Board of Trustees adopts annual budgets on a basis consistent with accounting principles generally accepted in the United States of America.

**KCSM-TV
A PUBLIC TELECOMMUNICATIONS ENTITY OPERATED BY
THE SAN MATEO COMMUNITY COLLEGE DISTRICT**

**NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2011**

Capital Assets

KCSM-TV records assets purchased at cost. The value of donated goods is recorded when there is an objective basis available to measure their value. Donated materials and equipment are reflected as contributions in the accompanying statements at their estimated values at date of receipt. KCSM-TV maintains a capitalization threshold of \$5,000. KCSM-TV depreciates all equipment using the straight-line method of depreciation over the estimated useful life of the related assets, ranging from 5 to 20 years.

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 reported amounts of assets and liabilities at the reporting date and revenues and expenses during the reporting period. Actual results could differ from those estimates.

Cash Flows

For purposes of the statement of cash flows, KCSM-TV considers all investments with a maturity of six months or less to be cash equivalents.

Income Taxes

KCSM-TV is a program of San Mateo County Community College District. San Mateo County Community College District is a public educational institution and is considered to be a political subdivision of the State of California and is therefore tax exempt and not subject to filing information returns.

NOTE 2 – DEPOSITS AND INVESTMENTS

Summary of Deposits and Investments

Deposits and investments as of June 30, 2011, are classified in the accompanying financial statements as a governmental fund investment in the amount of \$854,272. Cash accounts maintained by KCSM-TV are held by San Mateo County Community College District in pooled amounts at the San Mateo County Treasury.

Policies and Practices

KCSM - TV is authorized through the District under California Government Code to make direct investments in local agency bonds, notes, or warrants within the State; U.S. Treasury instruments; registered State warrants or treasury notes; securities of the U.S. Government, or its agencies; bankers acceptances; commercial paper; certificates of deposit placed with commercial banks and/or savings and loan companies; repurchase or reverse repurchase agreements; medium term corporate notes; shares of beneficial interest issued by diversified management companies, certificates of participation, obligations with first priority security; and collateralized mortgage obligations.

KCSM-TV

A PUBLIC TELECOMMUNICATIONS ENTITY OPERATED BY THE SAN MATEO COMMUNITY COLLEGE DISTRICT

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2011

Investment in County Treasury – KCSM – TV and the District are considered to be involuntary participants in an external investment pool as the District is required to deposit all receipts and collections of monies with their County Treasurer (Education Code Section 41001). The fair value of the District's investment in the pool is reported in the accounting financial statements at amounts based upon the entity's pro-rata share of the fair value provided by the County Treasurer for the entire portfolio (in relation to the amortized cost of that portfolio). The balance available for withdrawal is based on the accounting records maintained by the County Treasurer, which is recorded on the amortized cost basis.

General Authorizations

Limitations as they relate to interest rate risk, credit risk, and concentration of credit risk are indicated in the schedules below:

<u>Authorized Investment Type</u>	<u>Maximum Remaining Maturity</u>	<u>Maximum Percentage of Portfolio</u>	<u>Maximum Investment In One Issuer</u>
Local Agency Bonds, Notes, Warrants	5 years	None	None
Registered State Bonds, Notes, Warrants	5 years	None	None
U.S. Treasury Obligations	5 years	None	None
U.S Agency Securities	5 years	None	None
Banker's Acceptance	180 days	40%	30%
Commercial Paper	270 days	25%	10%
Negotiable Certificates of Deposit	5 years	30%	None
Repurchase Agreements	1 year	None	None
Reverse Repurchase Agreements	92 days	20% of base	None
Medium-Term Notes	5 years	30%	None
Mutual Funds	N/A	20%	10%
Money Market Mutual Funds	N/A	20%	10%
Mortgage Pass-Through Securities	5 years	20%	None
County Pooled Investment Funds	N/A	None	None
Local Agency Investment Fund (LAIF)	N/A	None	None
Joint Powers Authority Pools	N/A	None	None

Interest Rate Risk

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment the greater the sensitivity of its fair value to changes in market interest rates. KCSM-TV and the District manage exposure to interest rate risk by depositing funds with the San Mateo County Treasury. KCSM-TV's share of deposits with the County Treasury was \$854,272. The weighted average maturity of the San Mateo pooled investments at June 30, 2011, was approximately 1.5 years.

KCSM-TV
A PUBLIC TELECOMMUNICATIONS ENTITY OPERATED BY
THE SAN MATEO COMMUNITY COLLEGE DISTRICT

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2011

NOTE 3 – CAPITAL ASSETS

Changes in equipment are summarized as follows:

	Beginning of Year	Additions	Deletions	End of Year
Equipment	\$ 7,706,314	\$ -	\$ -	\$ 7,706,314
Less - Accumulated Depreciation	3,647,896	670,248	-	4,318,144
Net Equipment	<u>\$ 4,058,418</u>	<u>\$ (670,248)</u>	<u>\$ -</u>	<u>\$ 3,388,170</u>

Current year depreciation expense was \$670,248 and is included in management and general expenses.

NOTE 4 - DONATED SERVICES

During the year, many KCSM-TV individuals donate significant amounts of time and services in an effort to advance the programs and objectives of the station. These services have not been recorded in the financial statements because no objective basis is available to measure the value of such services.

NOTE 5 – RELATED PARTY TRANSACTIONS

During the year, KCSM-TV received indirect administrative support in the amount of \$429,598 and direct support for payroll and benefit related cost in the amount of \$188,877 from San Mateo County Community College District. In addition, the District transferred to KCSM-TV in the amount of \$1,059,000 to support the operating costs.

NOTE 6 – SUBSEQUENT EVENT

The District will be seeking Request for Proposal for qualified companies to purchase the assets of and take assignment of the Federal Communications Commission noncommercial educational license for KCSM-TV in early December of 2011. The District expects the successful bidder to be approved by the District Board of Trustees in April, 2012 and to take assignment upon FCC approval by August of 2012.

INDEPENDENT AUDITORS' REPORT



VAVRINEK, TRINE, DAY
& COMPANY, LLP
Certified Public Accountants

VALUE THE DIFFERENCE

**INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER
FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS
BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN
ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS***

Governing Board
KCSM-TV
San Mateo, California

We have audited the financial statements of KCSM - TV resource of the general fund of San Mateo County Community College District as of and for the year ended June 30, 2011, which comprises the KCSM - TV basic financial statements and have issued our report thereon dated December 9, 2011. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

The management of San Mateo County Community College District is responsible for the establishing and maintaining effective internal control over financial reporting.

In planning and performing our audit, we considered KCSM-TV's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the KCSM-TV's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the KCSM-TV's internal control over financial reporting.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect and correct misstatements on a timely basis. *A material weakness* is a deficiency, or combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether KCSM-TV's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

This report is intended solely for the information and use of the Governing Board, management, the California Department of Education, the State Chancellor's Office, Federal awarding agencies and is not intended to be and should not be used by anyone other than these specified parties.

Vavrinek, Time, Day & Co., LLP

Pleasanton, California
December 9, 2011

This page intentionally left blank

**Schedule A
KCSM-TV (1722)
San Mateo, CA**

NFFS Excluded?

If you have an NFFS Exclusion, please click the "NFFS X" button, and enter your NFFS data.



Source of Income

2010 data

2011 data

1. Amounts provided directly by federal government agencies	\$54,238	\$0
A. PTFP (NTIA) Facilities Grants	\$0	\$0
B. Department of Education	\$0	\$0
C. Department of Health and Human Services	\$0	\$0
D. National Endowment for the Arts and Humanities	\$0	\$0
E. National Science Foundation	\$0	\$0
F. Other Federal Funds (specify)	\$54,238	\$0
2. Amounts provided by Public Broadcasting Entities (e.g. CPB, PBS, NPR, etc., including other stations and regional networks. See Guidelines for complete list.)	\$1,447,163	\$827,211
A. CPB - Community Service Grants (for radio enter unrestricted portion only)	\$636,527	\$811,569
B. CPB - Digital Project Grants	\$623,141	\$0
C. CPB - Restricted portion of Radio Community Service Grants	\$0	\$0
D. CPB - TV Interconnection grants	\$12,695	\$15,642
E. CPB - all other funds	\$0	\$0
F. PBS - all payments except copyright royalties and other pass-through payments. See Guidelines for details.	\$0	\$0
G. NPR - all payments except pass-through payments. See Guidelines for details.	\$0	\$0
H. Public broadcasting stations - all payments	\$174,800	\$0
I. Other PBE funds (specify)	\$0	\$0
3. Local boards and departments of education or other local government or agency sources	\$0	\$0
4. State boards and departments of education or other state government or agency sources	\$0	\$0
5. State colleges and universities	\$0	\$0
6. Other state-supported colleges and universities	\$1,564,576	\$1,247,877
7. Private colleges and universities	\$0	\$0
8. Foundations and nonprofit associations	\$0	\$0
	2010 data	2011 data
8a. How much of this revenue was received as underwriting?	\$0	\$0

9. Business and Industry		\$43,415	\$83,269
	2010 data	2011 data	
9a. How much of this revenue was received as underwriting?	\$0	\$0	
10. Memberships and subscriptions (net of write-offs)		\$687,595	\$438,043
	2010 data	2011 data	
10a. Total number of contributors.	4,723	3,252	
11. Revenue from Friends groups less any revenue included on line 10		\$0	\$0
	2010 data	2011 data	
11a. Total number of Friends contributors.	0	0	
12. Subsidiaries and other activities unrelated to public broadcasting (See instructions)		\$0	\$0
Form of Revenue			
		2010 data	2011 data
13. Auction revenue		\$0	\$0
A. Gross auction revenue		\$0	\$0
B. Direct auction expenses		\$0	\$0
14. Special fundraising activities		\$0	\$0
A. Gross special fundraising revenues		\$0	\$0
B. Direct special fundraising expenses		\$0	\$0
15. Passive income		\$60,044	\$22,412
A. Interest and dividends (other than on endowment funds)		\$0	\$0
B. Royalties		\$60,044	\$22,412
C. PBS or NPR pass-through copyright royalties		\$0	\$0
16. Gains and losses on investments, charitable trusts and gift annuities and sale of other assets (other than endowment funds)		\$0	\$0
A. Gains from sales of property and equipment - do not report losses		\$0	\$0
B. Realized gains/losses on investments (other than endowment funds)		\$0	\$0
C. Unrealized gains/losses on investments and actuarial gains/losses on charitable trusts and gift annuities (other than endowment funds)		\$0	\$0
17. Endowment revenue		\$0	\$0
A. Contributions to endowment principal		\$0	\$0
B. Interest and dividends on endowment funds		\$0	\$0
C. Realized and unrealized net investment gains and losses on endowment funds (if this is a negative amount, add a hyphen - e.g. "-1,765")		\$0	\$0

18. Capital fund contributions		\$0	\$0
A. Facilities and equipment (except funds received from federal or public broadcasting sources)		\$0	\$0
B. Other		\$0	\$0
19. Gifts and bequests from major individual donors		\$0	\$0
	2010 data	2011 data	
19a. Total number of major individual donors	0	0	
20. Other Direct Revenue		\$0	\$0
21. Total Revenue (Sum of lines 1 through 12, 13a, 14a, and 15 through 20).		\$3,857,031	\$2,618,812
Adjustments to Revenue		2010 data	2011 data
22. Federal revenue from line 1.		\$54,238	\$0
23. Public broadcasting revenue from line 2.		\$1,447,163	\$827,211
24. Capital funds exclusion (from line 18a) - TV only		\$0	\$0
25. Other revenue on line 21 not meeting the source, form, purpose, or recipient criteria to be included as NFFS. Click here to view all revenue reported as NFFS X.		\$43,415	\$0
26. Other automatic subtractions from total revenue		\$0	\$0
A. Auction expenses – limited to the lesser of lines 13a or 13b		\$0	\$0
B. Special fundraising event expenses – limited to the lesser of lines 14a or 14b		\$0	\$0
C. Gains from sales of property and equipment – line 16a		\$0	\$0
D. Realized gains/losses on investments (other than endowment funds) – line 16b		\$0	\$0
E. Unrealized investment and actuarial gains/losses (other than endowment funds) – line 16c		\$0	\$0
F. Realized and unrealized net investment gains/losses on endowment funds – line 17c		\$0	\$0
27. Total Direct Nonfederal Financial Support (Line 21 less Lines 22 through 26). (Forwards to line 1 of the Summary of Nonfederal Financial Support)		\$2,312,215	\$1,791,601

Comments

Comment	Name	Date	Status
Schedule B WorkSheet			
KCSM-TV (1722)			
San Mateo, CA			

	2010	2011
1. Determine Station net direct expenses		
1a. Total station operating expenses and capital outlays (forwards from line 10 of Schedule E)	\$5,260,317	\$4,199,655
Deductions (lines 1b.1. through 1b.7.):		
1b.1. Capital outlays (from Schedule E, line 9 total)	\$805,749	\$0
1b.2. Depreciation	\$666,290	\$670,248

	2010	2011
1b.3. Amortization	\$0	\$0
1b.4. In-kind contributions (services and other assets)	\$0	\$0
1b.5. Indirect administrative support (see Guidelines for instructions)	\$735,342	\$429,598
1b.6. Donated property and equipment (if not included on line 1b.1)	\$0	\$0
1b.7. Other	\$0	\$0
1b.8. Total deductions	\$2,207,381	\$1,099,846
1c. Station net direct expenses	\$3,719,226	\$3,099,809
2. Institutional support rate calculation (Note: Choose one method only - either 2a or 2b)		
2a. Net direct expense method		
2a.1. Station net direct Expenses (forwards from line 1)	\$3,719,226	\$3,099,809
2a.2. Licensee net direct activities	\$73,940,741	\$74,628,555
2a.3. Percentage of allocation (2a.1 divided by 2a.2) (forward to line 2c.5 below)	%5.030009	%4.15365
2b. Salaries and wages method		
2b.1. Station salaries and wages	\$0	\$0
2b.2. Licensee salaries and wages for direct activities	\$0	\$0
2b.3. Percentage of allocation (2b.1 divided by 2b.2) (forward to line 2c.5 below)	%	%0
2c. Institutional support calculation		
2c.1. Choose applicable cost groups that benefit the station		
<input type="checkbox"/> Budget and Analysis		
<input type="checkbox"/> Campus Mail Service		
<input type="checkbox"/> Computer Operations		
<input type="checkbox"/> Financial Operations		
<input type="checkbox"/> Human Resources		
<input type="checkbox"/> Insurance		
<input type="checkbox"/> Internal Audit		
<input type="checkbox"/> Legal		
<input type="checkbox"/> Payroll		
<input type="checkbox"/> President's Office		
<input type="checkbox"/> Purchasing		
<input type="checkbox"/> Other		
<input type="checkbox"/> Not Applicable		
2c.2. Costs per licensee financial statements	\$46,084,989	\$36,379,572
2c.3. LESS: Cost groups that do not benefit the operations of the public broadcast station	\$29,307,838	\$23,183,641
2c.4. Costs benefiting station operations	\$16,777,151	\$13,195,931
2c.5. Percentage of allocation (from line 2a.3 or 2b.3)	%5.030009	%4.15365

	2010	2011
2c.6. Total institutional costs benefiting station operations	\$843,892	\$548,112
3. Physical plant support rate calculation		
3a. Net square footage occupied by station	0	0
3b. Licensee's net assignable square footage	0	0
3c. Percentage of allocation (3a divided by 3b) (forward to line 3d.5 below)	%	%0
3d.1. Choose applicable cost groups that benefit the station		
<input type="checkbox"/> Building Maintenance		
<input type="checkbox"/> Custodial Services		
<input type="checkbox"/> Director of Operations		
<input type="checkbox"/> Elevator Maintenance		
<input type="checkbox"/> Grounds and Landscaping		
<input type="checkbox"/> Motor Pool		
<input type="checkbox"/> Refuse Disposal		
<input type="checkbox"/> Roof Maintenance		
<input type="checkbox"/> Utilities		
<input type="checkbox"/> Security Services		
<input type="checkbox"/> Facilities Planning		
<input type="checkbox"/> Other		
<input type="checkbox"/> Not Applicable		
3d.2. Costs per licensee financial statements	\$0	\$0
3d.3. LESS: Cost groups that do not benefit the operations of the public broadcast station	\$0	\$0
3d.4. Costs benefiting station operations	\$0	\$0
3d.5. Percentage of allocation (from line 3c.)	%	%0
3d.6. Total physical plant support costs benefiting station operations	\$0	\$0
4. Total costs benefiting station operations (forwards to line1 on tab3)	\$843,892	\$548,112

Comments

Comment	Name	Date	Status
Occupancy List KCSM-TV (1722) San Mateo, CA			

Type of Occupancy Location Value

Schedule B Totals
KCSM-TV (1722)
San Mateo, CA

	2010 data	2011 data
1. Total support activity benefiting station	\$843,892	\$548,112
2. Occupancy value	0	\$0
3. Deductions: Fees paid to the licensee for overhead recovery, assessment, etc.	\$0	\$0

	2010 data	2011 data
4. Deductions: Support shown on lines 1 and 2 in excess of revenue reported in financial statements.	\$108,550	\$0
5. Total Indirect Administrative Support (Forwards to Line 2 of the Summary of Nonfederal Financial Support)	\$735,342	\$548,112
6. Please enter an institutional type code for your licensee.	OT	OT

Comments

Comment	Name	Date	Status
Schedule C			
KCSM-TV (1722)			
San Mateo, CA			

	2010 data	<u>Donor</u> <u>Code</u>	2011 data
1. PROFESSIONAL SERVICES (must be eligible as NFFS)	\$		\$0
A. Legal	\$		\$0
B. Accounting and/or auditing	\$		\$0
C. Engineering	\$		\$0
D. Other professionals (see specific line item instructions in Guidelines before completing)	\$		\$0
2. GENERAL OPERATIONAL SERVICES (must be eligible as NFFS)	\$		\$0
A. Annual rental value of space (studios, offices, or tower facilities)	\$		\$0
B. Annual value of land used for locating a station-owned transmission tower	\$		\$0
C. Station operating expenses	\$		\$0
D. Other (see specific line item instructions in Guidelines before completing)	\$		\$0
3. OTHER SERVICES (must be eligible as NFFS)	\$		\$0
A. ITV or educational radio	\$		\$0
B. State public broadcasting agencies (APBC, FL-DOE, eTech Ohio)	\$		\$0
C. Local advertising	\$		\$0
D. National advertising	\$		\$0
4. Total in-kind contributions - services and other assets eligible as NFFS (sum of lines 1 through 3), forwards to Line 3a. of the Summary of Nonfederal Financial Support	\$		\$0
5. IN-KIND CONTRIBUTIONS INELIGIBLE AS NFFS	\$		\$0
A. Compact discs, records, tapes and cassettes	\$		\$0
B. Exchange transactions	\$		\$0
C. Federal or public broadcasting sources	\$		\$0
D. Fundraising related activities	\$		\$0
E. ITV or educational radio outside the allowable scope of approved activities	\$		\$0
F. Local productions	\$		\$0
G. Program supplements	\$		\$0

	2010 data	<u>Donor Code</u>	2011 data
H. Programs that are nationally distributed	\$		\$0
I. Promotional items	\$		\$0
J. Regional organization allocations of program services	\$		\$0
K. State PB agency allocations other than those allowed on line 3(b)	\$		\$0
L. Services that would not need to be purchased if not donated	\$		\$0
M. Other	\$		\$0
6. Total in-kind contributions - services and other assets (line 4 plus line 5), forwards to Schedule F, line 1c. Must agree with in-kind contributions recognized as revenue in the AFS.	\$		\$0

Comments

Comment	Name	Date	Status
Schedule D			
KCSM-TV (1722)			
San Mateo, CA			

	2010 data	<u>Donor Code</u>	2011 data
1. Land (must be eligible as NFFS)	\$		\$0
2. Building (must be eligible as NFFS)	\$		\$0
3. Equipment (must be eligible as NFFS)	\$		\$0
4. Vehicle(s) (must be eligible as NFFS)	\$		\$0
5. Other (specify) (must be eligible as NFFS)	\$		\$0
6. Total in-kind contributions - property and equipment eligible as NFFS (sum of lines 1 through 5), forwards to Line 3b. of the Summary of Nonfederal Financial Support	\$		\$0
7. IN-KIND CONTRIBUTIONS INELIGIBLE AS NFFS	\$		\$0
a) Exchange transactions	\$		\$0
b) Federal or public broadcasting sources	\$		\$0
c) TV only—property and equipment that includes new facilities (land and structures), expansion of existing facilities and acquisition of new equipment	\$		\$0
d) Other (specify)	\$		\$0
8. Total in-kind contributions - property and equipment (line 6 plus line 7), forwards to Schedule F, line 1d. Must agree with in-kind contributions recognized as revenue in the AFS.	\$		\$0

Comments

Comment	Name	Date	Status
Schedule E			
KCSM-TV (1722)			
San Mateo, CA			

EXPENSES

(Operating and non-operating)

PROGRAM SERVICES

2010 data

2011 data

PROGRAM SERVICES	2010 data	2011 data
1. Programming and production	\$880,962	\$355,813
2. Broadcasting and engineering	\$1,883,802	\$1,493,050
3. Program information and promotion	\$170,476	\$71,652
 SUPPORT SERVICES		
4. Management and general	\$372,910	\$1,314,805
5. Fund raising and membership development	\$297,921	\$242,677
6. Underwriting and grant solicitation	\$182,207	\$51,410
7. Depreciation and amortization (if not allocated to functional categories in lines 1 through 6)	\$666,290	\$670,248
8. Total Expenses (sum of lines 1 to 7) must agree with audited financial statements	\$4,454,568	\$4,199,655

INVESTMENT IN CAPITAL ASSETS
Cost of capital assets purchased or donated

	2010 data	2011 data
9. Total capital assets purchased or donated	\$805,749	\$0
9a. Land and buildings	\$0	\$0
9b. Equipment	\$805,749	\$0
9c. All other	\$0	\$0
10. Total expenses and investment in capital assets (Sum of lines 8 and 9)	\$5,260,317	\$4,199,655

Additional Information
(Lines 11 + 12 must equal line 8 and Lines 13 + 14 must equal line 9)

	2010 data	2011 data
11. Total expenses (direct only)	\$4,454,568	\$4,199,655
12. Total expenses (indirect and in-kind)	\$0	\$0
13. Investment in capital assets (direct only)	\$805,749	\$0
14. Investment in capital assets (indirect and in-kind)	\$0	\$0

Comments

Comment	Name	Date	Status
Schedule F			
KCSM-TV (1722)			
San Mateo, CA			

	2011 data
1. Data from AFR	
a. Schedule A, Line 21	\$2,618,812
b. Schedule B, Line 5	\$548,112
c. Schedule C, Line 6	\$0
d. Schedule D, Line 8	\$0
e. Total from AFR	\$3,166,924

Choose Reporting Model

You must choose one of the three reporting models in order to complete Schedule F. After making your selection, click the "Choose" button below, which will display your reporting model. When changing to a different reporting model all data entered in the current reporting model will be lost.

- FASB
- GASB Model A proprietary enterprise-fund financial statements with business-type activities only
- GASB Model B public broadcasting entity-wide statements with mixed governmental and business-type activities

2011 data

2. GASB Model B public broadcasting entity-wide statements with mixed governmental and business-type activities

a. Charges for services	\$548,112
b. Operating grants and contributions	\$827,211
c. Capital grants and contributions	\$0
d. Other revenues	\$1,791,601
e. Total From AFS, lines 2a-2d	\$3,166,924

Reconciliation

2011 data

3. Difference (line 1 minus line 2)	\$0
4. If the amount on line 3 is not equal to \$0, click the "Add" button and list the reconciling items.	\$0

Comments

Comment	Name	Date	Status
----------------	-------------	-------------	---------------