University of Missouri - KBIA-FM Radio

Financial Statements

As of and for the Years Ended June 30, 2022 and 2021,
Supplemental Schedule for the Year Ended June 30, 2022

WIPFLI

WIPFLI

Independent Auditor's Report

To the Board of Curators
University of Missouri
Columbia, Missouri

Opinion

We have audited the accompanying financial statements of the University of Missouri KBIA-FM Radio (the Station) as of and for the years ended June 30, 2022 and 2021, 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 the Station as of June 30, 2022 and 2021, and the changes in financial position and cash flows thereof for the years then ended in accordance with accounting principles generally accepted in the United States of America (GAAP).

Basis for Opinion

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

Emphasis of Matter

As discussed in Note 1, the financial statements present only the Station and do not purport to, and do not present fairly, the financial position of the the University of Missouri, as of June 30, 2022 and 2021, and the changes in its financial position, or, where applicable, its cash flows for the years then ended in accordance with GAAP. Our opinion is not modified with respect to this matter.

As described in Note 1, in 2022, the Station adopted Governmental Accounting Standards Board Statement No. 87, *Leases*. Our opinion is not modified with respect to this matter.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with GAAP, 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.

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 the Station'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 the Station'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.

Other Matters

Required Supplementary Information

GAAP requires that the management's discussion and analysis and yearly comparison information on pages 4-9 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with GAAS, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audits were conducted for the purpose of forming an opinion on the financial statements that collectively comprise the Station's basic financial statements. The Supplemental Schedule of Non-Federal Financial Support for the year ended June 30, 2022, required by the Public Telecommunication Financing Act of 1978, is presented for purposes of additional analysis and is not a required part of the basic financial statements.

The Supplemental Schedule of Non-Federal Financial Support is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with GAAS. In our opinion, the information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Wipfli LLP

Wipfli LLP

St. Louis, Missouri
February 7, 2023

MANAGEMENT'S DISCUSSION AND ANALYSIS (Unaudited)
As of and for the Years Ended June 30, 2022, and 2021

This Management's Discussion and Analysis (MD&A) of *KBIA-FM Radio* (the Station or KBIA) provides an overview of the Station's financial performance for the fiscal years ended June 30, 2022, and 2021. Please read it in conjunction with the basic financial statements for the period and the annual report to the Corporation for Public Broadcasting (CPB) that accompanies the basic financial statements.

OVERVIEW OF THE OPERATIONS

The Station is a department of the Columbia campus of the University of Missouri (the University) and operates under a Federal Communications Commission (FCC) license issued to the Curators of the University of Missouri. The University provides on-going, line item funding, as well as, indirect institutional support (e.g., studio and office space, custodial, and human resource support). The University's indirect institutional support to the Station is significant to the Station's financial activities and is fully described in the annual report to CPB.

The University is classified by the Internal Revenue Service (IRS) as an instrumentality of the State of Missouri and is chartered under Missouri state law. The Station's financial activities are managed under policies and procedures of the University and are subject to internal audit and control by the University. The University and the Station both receive annual external audits. For the Station, the external audit is a condition of annual grant funding from CPB. CPB is a private, non-profit corporation created by Congress in 1967. CPB is not a governing agency. It promotes public telecommunications services (television, radio and on-line) for the American people.

KBIA ACCOUNTING AND FINANCIAL REPORTING

This report includes three financial statements: The Statements of Net Position, the Statements of Revenues, Expenses, and Changes in Net Position, and the Statements of Cash Flows. The financial statements of the Station are prepared in accordance with accounting principles generally accepted in the United States of America as prescribed by the Governmental Accounting Standards Board (GASB).

The notes to the financial statements provide required disclosures and other information that are essential to fully understand the material data provided in the statements. The notes present information about the Station's accounting policies, significant account balances and activities, material risks, obligations, commitments, contingencies, and subsequent events, if any.

The Station's annual basic financial statements are posted on the Station's website at KBIA.org.

MANAGEMENT'S DISCUSSION AND ANALYSIS (Unaudited)
As of and for the Years Ended June 30, 2022, and 2021

STATEMENTS OF NET POSITION

The Statements of Net Position present the financial position of the Station as of June 30, 2022, and 2021, including all assets, deferred outflows of resources, liabilities and deferred inflows of resources of the Station. The Net Position presents the current financial condition of the Station. Assets and liabilities are generally measured using current values with certain exceptions, such as capital assets, which are stated at cost less accumulated depreciation. A summary of the Station's assets, deferred outflows of resources, liabilities, deferred inflows of resources, and net position at June 30, 2022 and 2021, is as follows:

	Fiscal Year 2022	Fiscal Year 2021	Fiscal Year 2020
Assets and Deferred Outflows of Resources			
Current Assets	$ 1,037,815	$ 398,047	$ 422,032
Long-Term Investments	1,318,714	1,175,980	794,458
Capital and Lease Assets, Net	538,187	526,000	311,255
Total Assets	2,894,716	2,100,027	1,527,745
Deferred Outflows of Resources	172,257	68,460	222,139
Total Assets and Deferred Outflows of Resources	**$ 3,066,973**	**$ 2,168,487**	**$ 1,749,884**
Liabilities, Deferred Inflows of Resources and Net Position			
Current Liabilities	$ 318,463	$ 148,628	$ 345,416
Non-Current Liabilities	702,487	382,646	762,849
Total Liabilities	1,020,950	531,274	1,108,265
Deferred Inflows of Resources	75,638	285,234	39,799
Total Liabilities and Deferred Inflows of Resources	**1,096,588**	**816,508**	**1,148,064**
Net Position			
Invested in Capital Assets	538,187	460,195	311,255
Restricted – Nonexpendable	59,231	62,164	50,501
Unrestricted –			
Other	113,484	(356,023)	(696,837)
Board Designated	1,259,483	1,185,643	936,901
Total Net Position	1,970,385	1,351,979	601,820
Total Liabilities, Deferred Inflows of Resources and Net Position	**$ 3,066,973**	**$ 2,168,487**	**$ 1,749,884**

Fiscal Year 2022 Compared to Fiscal Year 2021

Total assets increased by $794,689 to $2,894,716, which is primarily due to a in investments during the year.

Capital assets, net for the year ended June 30, 2022, increased by $12,187 due to the purchase of transmitter equipment during the year.

Total liabilities increased by $489,676 from $531,274 to $1,020,950 over the prior year due primarily to decreases in unexpended grants and net pension liability in the current year.

Net position increased by $618,406 reflecting the station's operating results for the year.

Fiscal Year 2021 Compared to Fiscal Year 2020

Total assets increased by $572,282 to $2,100,027, which is primarily due to an increase in investments during the year.

Capital assets, net for the year ended June 30, 2021, increased by $214,745 due to the purchase of transmitter equipment during the year.

Total liabilities decreased by $576,991 from $1,108,265 to $531,274 over the prior year due primarily due to decreases in unexpended grants and net pension liability in the current year.

Net position increased by $750,159 reflecting the station's operating results for the year.

STATEMENTS OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION

The Statements of Revenues, Expenses, and Changes in Net Position present the Station's results of operations. The Statements distinguish between operating and non-operating revenues and expenses, and provide the Station's operating margin and changes in net position as follows:

MANAGEMENT'S DISCUSSION AND ANALYSIS (Unaudited)
As of and for the Years Ended June 30, 2022, and 2021

	Fiscal Year 2022	Fiscal Year 2021	Fiscal Year 2020
Operating Revenues:			
Membership Contributions and Contributed Support, Net	$ 1,229,763	$ 861,015	$ 655,639
Grants from Corporation for Public Broadcasting	220,489	177,123	187,221
Underwriting Income, Net	300,851	288,551	284,027
Other Grants	198,385	357,220	229,725
Other	-	-	520
Total Operating Revenues	1,949,488	1,684,209	1,357,132
Operating Expenses:			
Program Services –			
Broadcasting	111,265	104,093	102,473
Programming and Production	825,869	827,559	844,722
Total Program Services	937,134	931,652	947,195
Support Services –			
Management and General	364,985	333,692	388,543
Depreciation Expense	36,412	26,837	28,462
Underwriting and Grant Solicitation	19,188	5,759	27,965
Fund Raising and Membership Development	184,505	193,058	163,399
Interest Expense	2,233	2,229	-
Total Support Services	607,323	561,575	608,369
Total Operating Expenses	1,544,457	1,493,227	1,555,564
Operating Income (Loss) Before Non-Operating Revenues	405,031	190,982	(198,432)
Non-Operating Revenues (Expenses):			
Support from the University of Missouri	162,047	165,547	191,936
Donated Facilities and Administrative Support from the University of Missouri	93,604	77,964	108,633
Net Pension	(38,300)	30,328	(50,041)
Net Other Postemployment Benefits	20,783	22,180	7,048
Investment and Endowment Income (Loss)	(24,759)	263,158	(2,262)
Total Non-Operating Revenues	213,375	559,177	255,314
Increase in Net Position	618,406	750,159	56,882
Net Position, Beginning of Year	1,351,979	601,820	544,938
Net Position, End of Year	**$ 1,970,385**	**$ 1,351,979**	**$ 601,820**

Fiscal Year 2022 Compared to Fiscal Year 2021

Total **Operating Revenues** for fiscal year 2022 increased $265,279 from fiscal year 1. The Station's operating revenues are derived from three primary sources: 1) membership contributions; 2) program support from area businesses in exchange for on-air recognition; and 3) operating grants from CPB and other granting agencies. **Membership contributions and contributed support** for fiscal year 2022 increased $368,748. **Underwriting Income** for fiscal year 2022 increased $12,300 from fiscal year 2021. During fiscal year 2022, **Community Service Grants from Corporation for Public Broadcasting** increased $43,366 from fiscal year 2021. In addition, other grants increased $127,795 from the prior year primarily due to a second stimulus grant received from the CPB associated with the worldwide coronavirus pandemic that occurred during fiscal year 2021.

Total **Non-Operating Revenues (Expenses)** for fiscal year 2022 decreased by $345,905 from fiscal year 2021. Certain significant revenue streams that the Station relies upon for its operations are defined as non-exchange transactions by GASB Statement No. 35 and recorded as non-operating revenues. These include investment and endowment income (loss), support from the University, and donated facilities, and administrative support from the University. **Support from the University of Missouri** decreased in fiscal year 2022 to $162,047 from $165,547 in fiscal year 2021, **Donated facilities and administrative support from the University of Missouri** increased $15,640 in fiscal year 2022 from fiscal year 2021. In fiscal year 2022, **Investment Income (Loss)** decreased to ($24,759) from fiscal year 2021 due to weak market activity in fiscal year 2022 compared to fiscal year 2021.

Total **Operating Expenses** increased $51,127 to $1,544,354 in fiscal year 2022 compared to $1,493,227 in the previous year due primarily to decreases in spending associated with the COVID-19 pandemic. **Program services** represented 60.7% and 62.4% of total operating expenses for fiscal years 2022 and 2021, respectively. **Support services** represented 39.3% and 37.6% of total operating expenses for fiscal years 2022 and 2021, respectively.

Fiscal Year 2021 Compared to Fiscal Year 2020

Total **Operating Revenues** for fiscal year 2021 increased $327,077 from fiscal year 2020. The Station's operating revenues are derived from three primary sources: 1) membership contributions; 2) program support from area businesses in exchange for on-air recognition; and 3) operating grants from CPB and other granting agencies. **Membership contributions and contributed support** for fiscal year 2021 increased $205,376. **Underwriting Income** for fiscal year 2021 increased $4,524 from fiscal year 2020. During fiscal year 2021, **Community Service Grants from Corporation for Public Broadcasting** decreased $10,098 from fiscal year 2020. In addition, other grants increased $127,495 from the prior year primarily due to a stimulus grant received from the CPB associated with the worldwide coronavirus pandemic that occurred during fiscal year 2020.

Total **Non-Operating Revenues (Expenses)** for fiscal year 2021 increased by $303,863 from fiscal year 2020. Certain significant revenue streams that the Station relies upon for its operations are defined as non-exchange transactions by GASB Statement No. 35 and recorded as non-operating revenues. These include investment and endowment income (loss), support from the University, and donated facilities, and administrative support from the University. **Support from the University of Missouri** decreased in fiscal year 2021 to $165,547 from $191,936 in fiscal year 2020, **Donated facilities and administrative support from the University of Missouri** decreased $30,669 in fiscal year 2021 from fiscal year 2020. In fiscal year 2021, **Investment and Endowment Income (Loss)** increased $265,420 from fiscal year 2020 due to better market activity in fiscal year 2021 compared to fiscal year 2020.

Total **Operating Expenses** decreased $62,337 to $1,493,227 in fiscal year 2021 compared to $1,555,564 in the previous year due primarily to increases in programming and production. **Program services** represented 62.4% and 60.9% of total operating expenses for fiscal years 2021 and 2020, respectively. **Support services** represented 37.6% and 39.1% of total operating expenses for fiscal years 2021 and 2020, respectively.

ECONOMIC OUTLOOK

The economic outlook for the Station is dependent on various influences of the Station's funding sources.

- Other: KBIA is seeking opportunities to continue increasing revenues from other sources, including membership, underwriting, philanthropic and corporate foundations and major gifts from individual donors. An increasing number of members have elected to be sustaining members. The uncertainties surrounding the COVID-19 pandemic has resulted in decreased underwriting interest from both for-profits and nonprofits.

- COVID-19 global pandemic: The station has been impacted by the effects of the COVID-19 pandemic. The extent and impact of COVID-19 on the Station's operational and financial performance will depend on certain developments, including the duration and spread of the outbreak, impact on the Station's sponsors, employees, and vendors, all of which are uncertain and cannot be predicted.

- Investment and endowment income: The Station's investments are directed by the University. Investment and endowment income is dependent on current market conditions.

University of Missouri - KBIA-FM Radio

Statements of Net Position

As of June 30, 2022 and 2021		2022		Restated 2021
ASSETS AND DEFERRED OUTFLOWS OF RESOURCES				
Current Assets:				
Cash and Cash Equivalents	$	348,170	$	166,548
Short-Term Investments		444,256		-
Accounts Receivable, Net		30,210		51,532
Pledges Receivable, Net		160,245		111,113
Prepaid Expenses		54,934		68,854
Total Current Assets		**1,037,815**		**398,047**
Non-Current Assets:				
Long-Term Investments		1,318,714		1,175,980
Capital and Lease Assets, Net		538,187		526,000
Total Non-Current Assets		**1,856,901**		**1,701,980**
Deferred Outflows of Resources:				
Deferred Outflows Related to Pension		165,153		60,002
Deferred Outflows Related to Other Post Employment Benefits		7,104		8,458
Total Deferred Outflows of Resources		**172,257**		**68,460**
Total Assets and Deferred Outflows of Resources	**$**	**3,066,973**	**$**	**2,168,487**
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND NET POSITION				
Current Liabilities:				
Accounts Payable and Other Accrued Expenses	$	26,578	$	22,501
Accrued Vacation		50,640		59,981
Unexpended Grants		187,488		56,610
Unearned Revenue		14,221		9,536
Due to Other Funds		39,536		-
Total Current Liabilities		**318,463**		**148,628**
Non-Current Liabilities:				
Accrued Vacation		25,960		30,749
Net Pension Liability		551,979		203,836
Net Other Post Employment Benefits Liability		63,082		80,315
Lease Obligations		61,466		67,746
Total Non-Current Liabilities		**702,487**		**382,646**
Deferred Inflows of Resources:				
Deferred Inflows Related to Pension		-		204,692
Deferred Inflows Related to Other Post Employment Benefits		75,638		80,542
Total Deferred Inflows of Resources		**75,638**		**285,234**
Total Liabilities and Deferred Inflows of Resources		**1,096,588**		**816,508**
Net Position:				
Invested in Capital Assets		538,187		460,195
Restricted - Nonexpendable		59,231		62,164
Unrestricted				
Other		113,484		(356,023)
Board Designated		1,259,483		1,185,643
Total Net Position		**1,970,385**		**1,351,979**
Total Liabilities, Deferred Inflows of Resources, and Net Position	**$**	**3,066,973**	**$**	**2,168,487**

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

University of Missouri - KBIA-FM Radio

Statements of Revenues, Expenses, and Changes in Net Position

For the Years Ended June 30, 2022 and 2021	2022	Restated 2021
Operating Revenues:		
Membership Contributions and Contributed Support, Net	$ 1,229,763	$ 861,015
Grants from Corporation for Public Broadcasting	220,489	177,123
Underwriting Income, Net	300,851	288,551
Other Grants	198,385	357,520
Total Operating Revenues	**1,949,488**	**1,684,209**
Operating Expenses:		
Program Services -		
Broadcasting	111,265	104,093
Programming and Production	825,869	827,559
Total Program Services	**937,134**	**931,652**
Supporting Services -		
Management and General	364,985	333,692
Depreciation	36,412	26,837
Underwriting and Grant Solicitation	19,188	5,759
Fundraising and Membership Development	184,505	193,058
Interest Expense	2,233	2,229
Total Supporting Services	**607,323**	**561,575**
Total Operating Expenses	**1,544,457**	**1,493,227**
Operating Income Before Non-Operating Revenues (Expenses)	**405,031**	**190,982**
Non-Operating Revenues (Expenses):		
Support from the University of Missouri	162,047	165,547
Donated Facilities and Administrative Support from the University of Missouri	93,604	77,964
Net Pension	(38,300)	30,328
Net Other Post Employment Benefits	20,783	22,180
Investment and Endowment Income (Loss)	(24,759)	263,158
Total Non-Operating Revenues	**213,375**	**559,177**
Increase in Net Position	**618,406**	**750,159**
Net Position, Beginning of Year	**1,351,979**	**601,820**
Net Position, End of Year	**$ 1,970,385**	**$ 1,351,979**

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

University of Missouri - KBIA-FM Radio

Statements of Cash Flows

For the Years Ended June 30, 2022 and 2021	2022	Restated 2021
Cash Flows from Operating Activities:		
Membership Contributions and Contributed Support	$ 1,180,631	$ 869,234
Corporation for Public Broadcasting and Other Grants	549,752	365,516
Underwriting Income	326,858	298,886
Payments to Suppliers and Employees	(1,410,574)	(1,334,238)
Net Cash Provided by Operating Activities	**646,667**	**199,398**
Cash Flows from Capital Financing Activities:		
Purchase of Capital Assets	(48,599)	(167,800)
Principal Payments on Leases	(6,280)	(6,036)
Net Cash Used in Capital Financing Activities	**(54,879)**	**(173,836)**
Cash Flows from Non-Capital Financing Activities:		
Contributions from University of Missouri	201,583	165,547
Net Cash Provided by Non-Capital Financing Activities	**201,583**	**165,547**
Cash Flows from Investing Activities:		
Sale of Investments	8,716,372	3,484,825
Purchase of Investments	(9,303,362)	(3,866,345)
Investment and Endowment Income (Loss)	(24,759)	263,158
Net Cash Used by Investing Activities	**(611,749)**	**(118,362)**
Net Increase in Cash and Cash Equivalents	**181,622**	**72,747**
Cash and Cash Equivalents, Beginning of Year	**166,548**	**93,801**
Cash and Cash Equivalents, End of Year	**$ 348,170**	**$ 166,548**

University of Missouri - KBIA-FM Radio

Statements of Cash Flows (Continued)

For the Years Ended June 30, 2022 and 2021		2022		Restated 2021
Reconciliation of Operating Income to Net Cash Provided by Operating Activities:				
Operating Income	$	405,031	$	190,982
Adjustments to Reconcile Operating Income to Net Cash Provided by Operating Activities:-				
Depreciation Expense		36,412		26,837
Donated Facilities and Administrative Support		93,604		77,964
Changes in Assets and Liabilities:				
Accounts Receivable, Net		21,322		43,140
Pledges Receivable, Net		(49,132)		8,219
Due from KMUC		-		60,678
Prepaid Expense		13,920		(15,305)
Accounts Payable and Other Accrued Expenses:		4,077		(2,016)
Accrued Vacation		(14,130)		10,831
Unexpended Grants and Unearned Revenue		135,563		(201,932)
Net Cash Provided by Operating Activities	**$**	**646,667**	**$**	**199,398**

Noncash Activity:				
Change in Pension Liability Expected to be Received from the University of Missouri	$	(38,300)	$	30,328
Change in Other Post Employment Benefits Liability Expected to be Received from the University of Missouri		20,783		22,180
Administrative Support from the University of Missouri		93,604		77,964
Non-Cash Additions to Capital Assets Upon Implementation of GASB 87		-		(73,782)

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

Note 1: Summary of Significant Accounting Policies

The major policies followed by KBIA-FM Radio ("the Station") are presented below to assist the reader and to enhance the usefulness of the financial statements.

Organization

The Station is a non-profit, non-commercial radio station operated by the University of Missouri (the University) on its Columbia campus in Columbia, Missouri. The Station operates with a power of 100,000 watts, reaching a potential audience in a 75-mile radius. The financial activity of the Station is included in the financial statements of the University. The accompanying basic financial statements were prepared based on the combination of various accounts associated with the Station and its related operations and do not present the financial position or changes in financial position or cash flows of the University. The Station is dependent upon support from the Corporation for Public Broadcasting, the University, and the public.

Financial Statement Presentation

In accordance with GASB Statement No. 62, *Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 1989 FASB and AICPA Pronouncements*, which incorporated into the GASB's authoritative literature certain accounting and financial reporting guidance issued on or before November 30, 1989, which does not conflict or contradict GASB pronouncements, the Station is required to follow all applicable GASB pronouncements. In addition, the Station applies all applicable Financial Accounting Standards Board (FASB) Statements and Interpretations, Accounting Principles Board Opinions and Accounting Research Bulletins, except those that conflict with a GASB pronouncement.

The Station has adopted GASB Statement No. 35, *Basic Financial Statement–and Management's Discussion and Analysis–for Public Colleges and Universities*, as amended by GASB Statements No. 37 and No. 38. GASB Statement No. 35 establishes standards for external financial reporting for public colleges and universities. The basic financial statement presentation provides a comprehensive entity-wide perspective of the Station's net position, revenues, expenses and changes in net position and cash flows replacing the fund-group perspective previously required.

Basis of Accounting

The Station's basic financial statements have been prepared using the economic resource focus and the accrual basis. The Station reports as a Business Type Activity, as defined by GASB Statement No. 34. Business Type Activities are those that are financed in whole or in part by funds received from external parties for goods or services.

The Station's policy for defining operating activities as reported on the Statements of Revenues, Expenses and Changes in Net Position are those that generally result from exchange transactions such as payments received for providing services and payments made for services or goods received. Membership Contributions and Contributed Support are deemed program revenue and therefore operating revenue as prescribed by the Corporation for Public Broadcasting. Certain significant revenue streams relied upon for operations are recorded as non-operating revenue as defined by GASB Statement No. 34. Non-operating revenues include revenues from activities that have the characteristics of non-exchange transactions, such as support from the University, permanent endowment contributions, and investment income.

Note 1: Summary of Significant Accounting Policies (Continued)

Cash, Cash Equivalents, and Investments

The Station participated in the University's pooled cash and investment accounts for fiscal years 2022 and 2021. For fiscal years 2022 and 2021, cash and cash equivalents are held as cash by the University on behalf of the Station. For purposes of the basic financial statements for fiscal years 2022 and 2021, cash and cash equivalents consist of the University's bank deposits, repurchase agreements, money market funds, and other investments with original maturities of three months or less. Investment assets are carried at fair value based primarily on market quotations. Purchases and sales of investments are accounted for on the trade date basis. Investment income is recorded on the accrual basis. Net unrealized gains (losses) are included in investment and endowment income in the Statement of Revenues, Expenses, and Changes in Net Position.

Non-marketable alternative investments and certain commingled funds are recorded based on valuations provided by the general partners of the respective partnerships. The University believes that the carrying value of these investments is a reasonable estimate of fair value. Because alternative investments are not readily marketable, the estimated value is subject to uncertainty and therefore may differ materially from the value that would have been used had a ready market for investments existed.

Derivative instruments such as forward foreign currency contracts are recorded at fair value. The University enters into forward foreign currency contracts to reduce the foreign exchange rate exposure of its international investments. These contracts are marked to market, with the changes in market value being reported in investment and endowment income on the Statement of Revenues, Expenses, and Changes in Net Position.

Accounts Receivable

Accounts receivable are presented at the net amount. Accounts receivable consists of amounts due to the Station for underwriting contracts and other miscellaneous revenue sources. There was no allowance for doubtful accounts recorded as of June 30, 2022 and 2021.

Pledges Receivable

The Station receives unconditional promises to give (pledges) through private donations from corporations, alumni, and various other supporters of the Station. These pledges have been recorded as pledges receivable on the Statements of Net Position and as a portion of Membership Contributions and Contributed Support on the Statements of Revenues, Expenses and Changes in Net Position, at the present value of the estimated future cash flows. An allowance of $10,000 as of June 30, 2022 and 2021, was made for uncollectible pledges based upon management's expectations regarding the collection of the pledges and the Station's historical collection experience.

Note 1: Summary of Significant Accounting Policies (Continued)

Capital Assets

Capital assets represent building improvements and equipment acquired primarily for the use of the Station. Title of the building improvements and equipment rests in the name of the University, and therefore, such assets can be transferred to or from the Station at the discretion of the University. These assets are carried, if purchased, at cost, or if donated, at fair value at date of gift. Depreciation of capital assets is provided on a straight-line basis over the estimated useful lives of the respective assets – generally ten to forty years for building improvements and seven to fifteen years for transmission, antenna, tower, studio and broadcast equipment, and furniture and fixtures and twenty years for library materials. Expenditures for repairs and maintenance are charged to operating expenses as incurred.

The Station reviews their long-lived assets periodically to determine potential impairment by comparing the carrying value of those assets with the estimated future undiscounted cash flows expected to result from the use of the assets, including cash flows from disposition. Should the sum of the expected future undiscounted cash flows be less than the carrying value, the Station would recognize an impairment loss at that time. Management of the Station believes that none of its long-lived assets were impaired as of June 30, 2022 and 2021.

Unearned Revenue and Unexpended Grants

Amounts reflected in the Statements of Net Position as of June 30, 2022 and 2021, represent cash the Station has received under contracts that have services to be performed by the Station in future years. Grant revenues are recognized as eligibility requirements are met.

Pension and Other Postemployment Benefits

Pension and Other Postemployment Benefits (OPEB) related items, including: net pension and net OPEB liability, deferred outflow of resources, deferred inflow of resources, net pension expense and net OPEB expense, fiduciary net assets, and additions to and deductions from fiduciary net assets have been determined on the same basis as they are reported by the University of Missouri. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value. The obligation of the pension and OPEB will be paid by the University and any payments are included in the support of the Station. Likewise, net pension and net OPEB expense and income are reported as non-operating items.

Deferred Outflows of Resources

The Station reports the consumption of net position that relates to future reporting periods as deferred outflows of resources in a separate section of the Statement of Net Position.

Deferred Inflows of Resources

The Station reports the acquisition of net position that relates to future reporting periods as deferred inflows of resources in a separate section of the Statement of Net Position.

Note 1: Summary of Significant Accounting Policies (Continued)

Net Position

For financial reporting, the Station's net position is classified in the following categories:

- **Invested in Capital Assets:** Capital assets, net of accumulated depreciation and outstanding principal balances of debt, if any, attribute to the acquisition, construction or improvement of those assets.
- **Restricted - Nonexpendable:** The Station's net position in the University's permanent endowment funds are subject to externally imposed stipulations that the principal be maintained in perpetuity.
- **Restricted - Expendable:** Net position whose use by the Station is subject to externally imposed stipulations that can be fulfilled by actions of the Station pursuant to those stipulations or that expire by the passage of time.
- **Unrestricted:** Net position that is not subject to externally imposted stipulations. Unrestricted net position may be designated for specified purposes by action of the Board of Curators (the Board) or may otherwise by limited by contractual agreements with outside parties.

Underwriting Income

Underwriting income consists of advertising spots purchased by sponsors and are recognized when the spots are aired by the Station.

In-Kind Contributions

In-kind contributions are recorded as revenue and expense in the accompanying Statements of Revenues, Expenses, and Changes in Net Position. In-kind contributions consist of donated property and professional services. These donations are recorded at fair value at the time of the gift.

Donated Facilities and Adminstrative Support

Donated facilities from the University consist of office and studio space. The cost of these facilities, together with the related occupancy cost, is recorded in revenues and expenses at depreciable value in accordance with valuation guidelines established by the Corporation for Public Broadcasting. Indirect administrative support from the University is included in revenues under donated facilities and administrative support. Support from the University consists of allocated general and administrative expenses incurred by the institution on behalf of the Station. These expenses are allocated by Station management to management and general in the Statements of Revenues, Expenses, and Changes in Net Position.

Note 1: Summary of Significant Accounting Policies (Continued)

Use of Estimates

The preparation of the financial statements, in conformity with generally accepted accounting principles in the United States of America (GAAP), requires management to make estimates and assumptions that affect the reported amounts of assets, deferred outflows of resources, liabilities, deferred inflows of resources, and disclosure of contingent 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.

New Accounting Pronouncements

Effective for the fiscal year 2022, the Station adopted GASB Statement No. 87, *Leases*, which requires recognition of certain lease assets and liabilities that were previously classified as operating leases. The adoption of this statement in fiscal year 2022 resulted in the recognition of approximately $73,782 of lease assets and $67,746 of lease liabilities as of June 30, 2021, on the Statement of Net Position. The Statement of Revenues, Expenses, and Changes in Net Position for fiscal year 2021 included increases in interest expense of $2,229 and amortization of $7,977, along with a reduction in lease expense of $8,265, resulting in a net decrease of ending net position of $1,941 for fiscal year 2021.

Effective for fiscal year 2022, the Station adopted GASB Statement No. 92, *Omnibus 2021*, which provides clarifying guidance for specific issues related to leases, intra-entity transfers of assets, postemployment benefits, government acquisitions, risk financing and insurance-related activities of public entity risk pools, fair value measurements, and derivative instruments. The Station has fully adopted the standard and has no significant impact on the Station's financial statements.

Effective for fiscal year 2022, the Station adopted GASB Statement No. 98, *The Annual Comprehensive Financial Report*, which changed the name of the comprehensive annual financial report to the annual comprehensive financial report. As a result of the adoption of this statement, there was no impact to the Station's financial statements.

In May 2019, GASB issued GASB Statement No. 91, *Conduit Debt Obligations*, which provides a single method of reporting conduit debt obligations by issuers. The Station will adopt this statement in fiscal year 2023 and has not fully determined the impact of implementing GASB Statement No. 91 will have on its financial statements.

In March 2020, GASB issued GASB Statement No. 93, *Replacement of Interbank Offered Rates*, which removes LIBOR as a benchmark for interest rates. This statement is in response to the global reference rate reform that is expected to cause LIBOR to cease to exist. The Station will adopt this statement in fiscal year 2024 and has not fully determined the impact of implementing GASB Statement No. 93 will have on its financial statements.

In March 2020, GASB issued GASB Statement No. 94, *Public-Private and Public-Public Partnerships and Availability Payment Arrangements*, which addresses issues with public-private and public-public (PPP) arrangements. The Station will adopt this statement in fiscal year 2023 and has not fully determined the impact of implementing GASB Statement No. 94 will have on its financial statements.

Note 1: Summary of Significant Accounting Policies (Continued)

New Accounting Pronouncements (Continued)

In May 2020, GASB issued GASB Statement No. 96, *Subscription-Based Information Technology Arrangements*, which provides accounting and financial reporting guidance for subscription-based information technology arrangements. These arrangements would require the recognition of a right-to-use asset and corresponding subscription liability, which would be amortized as interest expense over the term of the arrangement. The Station will adopt this statement in fiscal year 2023 and has not fully determined the impact of implementing GASB Statement No. 96 will have on its financial statements.

In April 2022, GASB issued GASB Statement No. 99, *Omnibus 2022*, which was issued to enhance comparability in accounting and financial reporting in various areas including derivatives, leases, public-private and public-public partnerships, subscription-based information technology arrangements, as well as others. The Station will adopt this statement in line with the dates as outlined in the standard, which varies depending on the applicable paragraph beginning in fiscal year 2022 through fiscal year 2024. The Station has not fully determined the impact of implementing GASB Statement No. 99 will have on its financial statements.

In June 2022, GASB issued GASB Statement No. 100, *Accounting Changes and Error Corrections*, which prescribes the accounting and reporting for each type of accounting change and error corrections to provide more understandable, reliable, relevant, consistent, and comparable information for making decisions or assessing accountability. The Station will adopt this standards in fiscal year 2024 and has not fully determined the impact of implementing GASB Statement No. 100.

In June 2022, GASB issued GASB Statement No. 101, *Compensated Absences*, which aligns the recognition and measurement guidance for compensated absences to a unified model. The standard is effective for fiscal year 2025 and the Station has not fully determined the impact of implementing GASB Statement No. 101.

Note 2: Cash and Cash Equivalents Risk

Custodial Credit Risk - Deposits – The custodial credit risk for deposits is the risk that in the event of bank failure, the University's deposits may not be recovered. State law requires collateralization of all deposits with federal depository insurance, bonds and other obligations of the U.S. Treasury, U.S. Agencies and instrumentalities of the State of Missouri; bonds of any city, county, school district or special road district of the State of Missouri; bonds of any state; or a surety bond having an aggregate value at least equal to the amount of the deposits. All the Station's cash deposits were fully insured or collateralized at June 30, 2022 and 2021, respectively.

Note 3: Investments

Investments – The Station participates in the University's pooled investment accounts, which are stated at fair value, and holds an equity investment in the pool. The investment policies of the University are established by the Board of Curators (the "Board"). The policies ensure that the University funds are managed in accordance with Section 105.688 of the Revised Statutes of Missouri and prudent investment practices. The University's investment general pool contains short-term University funds, including but not limited to cash and reserves, operating funds, bond funds, and plant funds. Subject to various limitations contained within the corresponding investment policy, the University's internally managed component of the General Pool may be invested in the following instruments: U.S. Government securities; U.S. Government Agency securities; U.S. Government guaranteed securities; money market funds; certificates of deposit; repurchase agreements; real estate; commercial paper; and other similar short-term investment instruments of like or better quality. The externally managed component of the General Pool is allowed to invest in the following asset sectors: fixed income, private debt, absolute return and risk balanced strategies. The General Pool's, managed by the University, total return, including unrealized gains and losses, was (2.7)% and 7.9% for the years ended June 30, 2022 and 2021, respectively.

At June 30, 2022 and 2021, the Station held the following types of investments:

	Carrying Value As of June 30, 2022	Carrying Value As of June 30, 2021
Debt Securities	$ 412,348	$ 141,690
Corporate Stocks	301,415	577,846
Other Investments	75,390	-
Real Estate	449,753	90,088
Absolute Return	329,695	226,010
Risk Parity	194,369	140,346
Money Market Fund	264,146	160,832
Other Cash Equivalents	84,024	5,716
Total Investments and Cash and Cash Equivalents	**$ 2,111,140**	**$ 1,342,528**

Custodial Credit Risk – For investments, custodial credit risk is the risk that in the event of failure of the counterparty to a transaction, the University will not be able to recover the value of the investments held by an outside party. In accordance with its policy, the University minimizes custodial credit risk by establishing limitations on the types of instruments held with qualifying institutions. Repurchase agreements must be collateralized by U.S. Government issues and/or U.S. Government Agency issues. All University and Pension Trust Fund investments are insured or registered and are held by the University, the Pension Trust Funds or an agent in its name.

Note 3: Investments (Continued)

Concentration of Credit Risk – Concentration of credit risk is the risk associated with a lack of diversification, such as having substantial investments in a few individual issuers, thereby exposing the organization to greater risks resulting from adverse economic, political, regulatory, geographic or credit developments. The investment policies for the General Pool, Endowment Funds, and Retirement Trust all specify diversification requirements across asset sectors. Investments issued or guaranteed by the U.S. Government, as well as investments in mutual funds and other pooled investments are excluded from consideration when evaluating concentration risk.

Credit Risk – Debt securities are subject to credit risk, which is the chance that an issuer will fail to pay interest or principal in a timely manner, or that negative perceptions of the issuer's ability to make these payments will cause security prices to decline. These circumstances may arise due to a variety of factors such as financial weakness, bankruptcy, litigation and/or adverse political developments. Certain Debt securities, primarily obligations of the U.S. government or those explicitly guaranteed by the U.S. Government, are not considered to have credit risk.

Nationally recognized statistical rating organizations, such as Moody's and Standard & Poor's (S&P), assign credit ratings to security issues and issuers that indicate a measure of potential credit risk to investors. Debt securities considered investment grade are those rated at least Baa by Moody's and BBB by S&P. For General Pool investments, the following minimum credit ratings have been established to manage credit risk with minimum rating of A-1/P-1 for commercial paper and other short-term securities. For Endowment Funds and Retirement Trust investments, guidelines for respective investment managers allow for a blend of different credit ratings, subject to certain restrictions by asset sector. In all cases, disposition of securities whose ratings have been downgraded after purchase is generally left to the discretion of the investment manager after consideration of individual facts and circumstances.

All holdings of money market funds were rated AAA at June 30, 2022 and 2021.

Based on investment ratings provided by Moody's or S&P, the Station's portion of the University's credit risk exposure as of June 30, 2022, is as follows:

	As of June 30, 2022						
	U.S. Treasury Obligations	U.S. Agency Obligations	Foreign Government Obligations	U.S. Corporate Debt	Foreign Corporate Debt	Commingled Debt Securities	Total
U.S. Treasury Obligations	$ 130,260	$ -	$ -	$ -	$ -	$ -	$ 130,260
Mortgage-Backed Securities Guaranteed by U.S. Agencies	-	14,709	-	-	-	-	14,709
Debt Securities in Commingled Funds	-	-	-	-	-	169,039	169,039
Aaa/AAA	-	19,027	(87)	342	-	-	19,282
Aa/AA	-	4,959	193	-	-	-	5,152
A/A	-	900	-	4,585	-	-	5,485
Baa/BBB	-	1,513	812	11,284	55	-	13,664
Less than Baa/BBB	-	21,912	2,395	5,647	830	-	30,784
Unrated	-	24,581	-	(610)	2	-	23,973
Totals	**$ 130,260**	**$ 87,601**	**$ 3,313**	**$ 21,248**	**$ 887**	**$ 169,039**	**$ 412,348**

Note 3: Investments (Continued)

Interest Rate Risk – Interest rate risk is the risk that changes in interest rates over time will adversely affect the fair value of an investment. Debt securities with longer maturities are likely to be subject to more variability in their fair values as a result of future changes in interest rates. Neither the University nor the Pension Trust Funds have a formal policy that addresses interest rate risk; rather, such risk is managed by each individual investment manager, as applicable. The University and Pension Trust Funds have investments in asset-backed securities, which consist primarily of mortgage-backed securities guaranteed by U.S. agencies and corporate collateralized mortgage obligations. These securities are based on cash flows from principal and interest payments on the underlying securities. An asset-backed security may have repayments that vary significantly with changes in market interest rates.

At June 30, 2022, the Station's portion of the University's debt securities matures as follows:

	As of June 30, 2022					
	Less than 1 Year	1 - 5 Years	6-10 Years	More than 10 Years	No Maturity	Carrying Value
U.S. Treasury Obligations	$ -	$ -	$ 130,260	$ -	$ -	$ 130,260
Commingled Debt Securities	-	-	-	-	169,039	169,039
Asset-Backed Securities	-	87,601	-	-	-	87,601
Foreign Government Obligations	-	-	3,313	-	-	3,313
U.S. Corporate Bonds and Notes	-	21,248	-	-	-	21,248
Foreign Corporate Bonds and Notes	887	-	-	-	-	887
Total	**$ 887**	**$ 108,849**	**$ 133,573**	**$ -**	**$ 169,039**	**$ 412,348**

Foreign Exchange Risk – Foreign exchange risk is the risk that investments denominated in foreign currencies may lose value due to adverse fluctuation in the value of the U.S. dollar relative to foreign currencies. The University's investment policy allows for exposure to non-U.S. dollar denominated equities and fixed income securities, which may be fully or partially hedged using forward foreign currency exchange contracts.

At June 30, 2022 and 2021, 3.4% and 18.4%, respectively, of the Station's total investments and cash and cash equivalents were denominated in foreign currencies.

Note 3: Investments (Continued)

The Station's portion of the University's exposure to foreign exchange risk as of June 30, 2022 and 2021:

	Foreign Exchange Risk International Investment Securities at Fair Value				
Currency	Debt Securities	Equity Securities	Cash and Cash Equivalents	2022 Total	2021 Total
Euro	$ 6,868	$ 6,598	$ 530	$ 13,996	$ 8,315
Japanese Yen	-	3,986	(55)	3,931	7,503
British Pound Sterling	1,459	4,378	363	6,200	8,814
Australian Dollar	-	437	82	519	800
Canadian Dollar	(87)	1,493	53	1,459	1,337
Swiss Franc	-	798	-	798	1,067
Hong Kong Dollar	-	3,856	21	3,877	5,054
Swedish Krona	-	1,194	(26)	1,168	1,943
Mexican New Peso	-	68	13	81	56
Danish Krone	342	1,142	50	1,534	773
Russian Ruble	-	158	-	158	28
Singapore Dollar	-	-	1	1	54
Brazilian Real	-	839	(245)	594	858
Peruvian Nuevo Sol	671	-	23	694	160
Other	1,787	33,705	331	35,823	210,412
Totals	**$ 11,040**	**$ 58,652**	**$ 1,141**	**$ 70,833**	**$ 247,174**

Note 4: Fair Value of Assets and Liabilities

The Station categorizes its fair value measurements within the fair value hierarchy established by GASB Statement No. 72, *Fair Value Measurements and Application*. The three-tiered hierarchy for fair value is as follows:

Level 1 – Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that are available at the measurement date.

Level 2 – Inputs to the valuation methodology include:

- Quoted prices for similar assets or liabilities in active markets;
- Quoted prices for identical or similar assets or liabilities in inactive markets;
- Inputs other than quoted prices that are observable for the asset or liability;
- Inputs that are derived principally from or corroborated by observable market data by correlation or other means.

Level 3 – Inputs to the valuation methodology are unobservable and significant to the fair value measurement. Unobservable inputs reflect the Station's own assumptions about the inputs market participants would use in pricing the asset or liability (including assumption about risk). Unobservable inputs are developed based on the best information available in the circumstances and may include the Station's own data.

Note 4: Fair Value of Assets and Liabilities (Continued)

When available, quoted prices are used to determine fair value. When quoted prices in active markets are available, investments are classified within Level 1 of the fair value hierarchy. The Station's Level 1 investments primarily consist of investments in U.S. Treasury obligations, equity securities, and mutual funds. When quoted prices in active markets are not available, fair values are based on evaluated prices received from the Station's custodian of investments in conjunction with a third-party service provider and are reported within Level 2 of the fair value hierarchy. The inputs for Level 2 include, but are not limited to, pricing models such as benchmarking yields, reported trades, broker-dealer quotes, issuer spreads and benchmarking securities, among others. The Station's Level 2 investments primarily consist of investments in U.S. government and agency obligations, asset backed securities, and corporate debt securities that did not trade on the Station's fiscal year end date.

The Station's Level 3 investments primarily consist of land held as investments. Certain investments are valued using the net asset value (NAV) per share (or its equivalent) and are considered "alternative investments" and, unlike more traditional investments, generally do not have readily obtainable market values and take the form of limited partnerships. The Station values these investments based on the partnerships' audited financial statements. If June 30 statements are available, those values are used preferentially. However, some partnerships have fiscal years ending at other than June 30. If June 30 valuations are not available, the value is progressed from the most recently available valuation taking into account subsequent calls and distributions.

At June 30, 2022 and 2021, the Station had the following recurring fair value measurements:

As of June 30, 2022	**Total**	**Quoted Prices in Active Markets for Identical Assets (Level 1)**	**Significant Other Observable Inputs (Level 2)**	**Significant Unobservable Inputs (Level 3)**
Investments by Fair Value Level				
Debt Securities:				
U.S. Treasury	$ 130,260	$ 130,260	$ -	$ -
Asset-Backed	87,602	-	87,602	-
Government	3,313	-	3,313	-
Corporate	22,134	-	22,134	-
Equity Securities:				
Domestic	35,153	42,452	(7,299)	-
Foreign	38,609	38,609	-	-
Other	75,390	-	-	75,390
Investments Measured at the Net Asset Value (NAV)				
Commingled Funds:				
Absolute Return	329,695	-	-	-
Risk Parity	169,614	-	-	-
Debt Securities	386,548	-	-	-
Equity Securities	38,607	-	-	-
Non-marketable Alternative Methods:				
Real Estate	73,858	-	-	-
Private Equity	372,187	-	-	-
Total Investments by Fair Value Level	**$ 1,762,970**	**$ 211,321**	**$ 105,750**	**$ 75,390**

Note 4: Fair Value of Assets and Liabilities (Continued)

As of June 30, 2021	Total	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Investments by Fair Value Level				
Debt Securities:				
U.S. Treasury	$ 24,258	$ 24,258	$ -	$ -
Asset-Backed	18,124	-	18,124	-
Government	1,816	-	1,359	457
Corporate	9,445	-	9,445	-
Equity Securities:				
Domestic	53,641	45,769	2,399	5,473
Foreign	61,092	54,997	6,095	-
Investments Measured at the Net Asset Value (NAV)				
Commingled Funds:				
Absolute Return	226,010	-	-	-
Risk Parity	140,346	-	-	-
Debt Securities	88,048	-	-	-
Equity Securities	251,922	-	-	-
Real Estate	14,220	-	-	-
Non-marketable Alternative Methods:				
Real Estate	75,867	-	-	-
Private Equity	211,191	-	-	-
Total Investments by Fair Value Level	**$ 1,175,980**	**$ 125,024**	**$ 37,422**	**$ 5,930**

Note 4: Fair Value of Assets and Liabilities (Continued)

The following table presents investments as of June 30, 2022, that have been valued using the NAV as a practical expedient, classified by major investment category:

	Fair Value	Investment Strategy and Structure	Unfunded Commitments	Fund Term	Redemption Terms
Commingled Funds:					
Absolute Return	329,695	Broadly diversified, traditional hedge fund and risk premia exposures obtained through long/short positions across global liquid markets, structured to achieve minimal equity beta with a lower level of volatility relative to the rest of the portfolio.	-	Open Ended	Semi-Monthly, Monthly, and Quarterly redemption with 1-45 days notice
Risk Parity	169,614	An asset allocation strategy which seeks to provide higher risk-adjusted returns by allocating risk, not capital, equally across a broadly diversified portfolio of global equities, global nominal bonds and inflation-sensitive assets.	-	Open Ended	Weekly, Monthly, and Quarterly redemption with 1-90 days notice
Debt Securities	386,548	Global fixed income exposures focused primarily on high yield, emerging markets debt and other unconstrained / opportunistic strategies.	-	Open Ended	Daily and Monthly redemption with 1-2 days notice
Equity Securities	38,607	Global equity exposures achieved through a combination of traditional active, passive, systematic and factor-based strategies	-	Open Ended	Daily, Semi-Monthly, and Monthly redemption with 1-15 days notice
Nonmarketable Alternative Funds:					
Real Estate	73,858	Diversified portfolio of longer-term private market funds focused on value-added and opportunistic real estate and/or real estate debt	55,146	10-12 years	Not applicable - no redemption ability
Private Equity	372,187	Investments in hedge funds, global equity, credit, real assets, natural resources, and other investments through private partnerships and holding companies.	103,817	8-15 years	Not applicable - no redemption ability

Note 5: Changes in Unexpended Grants

The balance of unexpended grants at June 30, 2022 and 2021, is as follows:

	Fiscal Year 2022	Fiscal Year 2021
Balance, Beginning of Year	$ 56,610	$ 225,737
Grants	549,752	359,627
Deductions, Amount Expended	(418,874)	(534,643)
Grants Receivable	-	5,889
Balance, End of Year	**$ 187,488**	**$ 56,610**

Note 6: Capital and Lease Assets

Capital asset activity for the years ended June 30, 2022 and 2021, is as follows:

2022	Beginning Balance	Additions	Deletions	Transfers	Ending Balance
Capital Assets:					
Building Improvements	$ 319,502	$ -	$ -	$ -	$ 319,502
Transmission, Antenna and Tower	639,058	48,599	-	167,800	855,457
Studio and Other Broadcast Equipment	211,436	-	(7,796)	-	203,640
Equipment in Process	167,800	-	-	(167,800)	-
Total Capital Assets	1,337,796	48,599	(7,796)	-	1,378,599
Accumulated Depreciation:					
Building Improvements	31,952	7,988	-	-	39,940
Transmission, Antenna and Tower	639,058	-	-	-	639,058
Studio and Other Broadcast Equipment	206,591	20,448	(7,796)	-	219,243
Total Accumulated Depreciation	877,601	28,436	(7,796)	-	898,241
Total Capital Assets, Net	**$ 460,195**	**$ 20,163**	**$ -**	**$ -**	**$ 480,358**

Note 6: Capital and Lease Assets (Continued)

2021	Beginning Balance	Additions	Deletions	Transfers	Ending Balance
Capital Assets:					
Building Improvements	$ 319,502	$ -	$ -	$ -	$ 319,502
Transmission, Antenna and Tower	639,058	-	-	-	639,058
Studio and Other Broadcast Equipment	297,468	-	(86,032)	-	211,436
Equipment in Process	-	167,800	-	-	167,800
Total Capital Assets	1,256,028	167,800	(86,032)	-	1,337,796
Accumulated Depreciation:					
Building Improvements	23,964	7,988	-	-	31,952
Transmission, Antenna and Tower	639,058	-	-	-	639,058
Studio and Other Broadcast Equipment	281,751	10,872	(86,032)	-	206,591
Total Accumulated Depreciation	944,773	18,860	(86,032)	-	877,601
Total Capital Assets, Net	**$ 311,255**	**$ 148,940**	**$ -**	**$ -**	**$ 460,195**

Lease asset activity for the years ended June 30, 2022 and 2021, is as follows:

2022	Beginning Balance	Additions	Deletions	Ending Balance
Lease Assets:				
Building	$ 73,782	$ -	$ -	$ 73,782
Total Lease Assets	73,782	-	-	73,782
Accumulated Depreciation:				
Building	7,977	7,976	-	15,953
Total Accumulated Depreciation	$ 7,977	$ 7,976	$ -	$ 15,953
Total Lease Assets, Net	**$ 65,805**	**$ (7,976)**	**$ -**	**$ 57,829**

Note 6: Capital and Lease Assets (Continued)

2021	Beginning Balance	Additions	Deletions	Ending Balance
Lease Assets:				
Building	$ -	$ 73,782	$ -	$ 73,782
Total Lease Assets	-	73,782	-	73,782
Accumulated Depreciation:				
Building	-	7,977	-	7,977
Total Accumulated Depreciation	$ -	$ 7,977	$ -	$ 7,977
Total Lease Assets, Net	**$ -**	**$ 65,805**	**$ -**	**$ 65,805**

Note 7: Lease Obligations

The Station leases an above-ground broadcast tower under an agreement recorded as a right of use (ROU) lease. The lease increases regularly based upon the Consumer Price Index (CPI). The lease is measured based upon the Index at lease commencement.

The Station uses the University's internal borrowing rate of 3.44%, which reflects the University's weighted average cost of debt, to calculate the present value and interest applied to each lease whenever a stated rate is unavailable. Lease interest recognized for the years ended June 30, 2022 and 2021, were $2,229 and $2,233, respectively.

The Station's lease obligations at June 30, 2022 and 2021, with corresponding activity, is as follows:

As of June 30, 2022	Beginning Balance	Additions	Reductions	Ending Balance	Current Portion
Lease Obligations	$ 67,746	$ -	$ (6,280)	$ 61,466	$ 6,759
Total Lease Obligations	**$ 67,746**	**$ -**	**$ (6,280)**	**$ 61,466**	**$ 6,759**

As of June 30, 2021	Beginning Balance	Additions	Reductions	Ending Balance	Current Portion
Lease Obligations	$ -	$ 73,782	$ (6,036)	$ 67,746	$ 6,280
Total Lease Obligations	**$ -**	**$ 73,782**	**$ (6,036)**	**$ 67,746**	**$ 6,280**

Note 7: Lease Obligations (Continued)

Future minimum payments on the ROU lease at June 30, 2022, are as follows:

	Principal	Interest
2023	$ 6,759	$ 2,009
2024	7,263	1,769
2025	7,812	1,490
2026	8,376	1,205
2027	8,962	907
Thereafter	22,294	998
Total Lease Obligation	**$ 61,466**	**$ 8,378**

Note 8: Board-Designated Quasi-Endowment

The Station's quasi-endowment was established on April 9, 1998, by the University of Missouri – Columbia as the KBIA Unrestricted Endowment Fund to provide unrestricted support to the Station. As of June 30, 2022 and 2021, the balance of the quasi-endowment was $1,259,483 and $1,185,643, respectively.

Note 9: Donor-Designated Endowment

The Station's permanent endowment consists of the KBIA Fund for Environmental Reporting. Distributions from the fund is based on income earned on the corpus and is used at the discretion of the General Manager of the Station with approval from the Vice Chancellor.

The balance of the endowment as of June 30 is as follows:

	2022	2021
Balance, Beginning of Year	$ 62,164	$ 50,501
Net Appreciation (Depreciation)	(2,933)	11,663
Balance, End of Year	**$ 59,231**	**$ 62,164**

Note 10: Risk Management

The Station is a part of the University's overall risk management program. The cost is part of the donated facilities and administrative support from the University. The University is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; injuries to employees; natural disasters; medical malpractice; and various medically related benefit programs for employees. The University funds these losses through a combination of self-insured retentions and commercially purchased insurance. The amount of self-insurance funds and commercial insurance maintained are based upon analysis of historical information and actuarial estimates. Settled claims have not exceeded commercial coverage in any of the past three fiscal years. The University does not maintain a separate liability reserve for claims relating to the Station.

Note 11: Retirement, Disability, and Death Benefit Plan

Plan Description – The Station participates in a plan (Retirement Plan) operated by the University. The Retirement Plan is a single-employer, defined benefit plan for all qualified employees. As authorized by Section 172.300, Revised Statutes of Missouri, the University's Board of Curators administers the Retirement Plan and establishes its terms.

Benefits Provided – Full-time employees vest in the Retirement Plan after five years of credited service and become eligible for benefits based on age and years of service. A vested employee who retires at age 65 or older is eligible for a lifetime annuity calculated at a certain rate times the credited service years times the compensation base (average compensation for the five highest consecutive salary years). The rate is 2.2% if the employee was hired before October 1, 2012, or 1.0% if the employee was hired after September 30, 2012.

Academic members who provide summer teaching and research service receive additional summer service credit. The Board of Curators may periodically approve increases to the benefits paid to existing pensioners. However, vested members who leave the University prior to eligibility for retirement are not eligible for these pension increases.

	Retirement Plan Membership	
	2022	**2021**
Active Members	13,409	15,883
Inactive Vested Members	6,098	5,417
Pensioners and Beneficiaries	11,479	11,015
Total Members	**30,986**	**32,315**

Vested employees who are at least age 55 and have 10 years or more of credited service or age 60 with at least five years of service may choose early retirement with a reduced benefit. However, if the employee retires at age 62 and has at least 25 years of credited service, the benefit is not reduced. Up to 30% of the retirement annuity can be taken in a lump sum payment. In addition, the standard annuity can be exchanged for an actuarially-equivalent annuity selected from an array of options with joint and survivor, period certain, and guaranteed annual increase features.

Note 11: Retirement, Disability, and Death Benefit Plan (Continued)

Vested employees who terminate prior to retirement eligibility may elect to transfer the actuarial equivalent of their benefit to an Individual Retirement Account or into another employer's qualified plan that accepts such rollovers. The actuarial equivalent may also be taken in the form of a lump sum payment.

In addition, the Retirement Plan allows vested employees who become disabled to continue accruing service credit until they retire. It also provides a pre-retirement death benefit for vested employees.

The Retirement Plan provides a minimum value feature for vested employees who terminate or retire. The minimum value is calculated as the actuarial equivalent of 5% of the employee's eligible compensation invested at 7.5% per credited service year or the regular calculated benefit.

The University closed the defined benefit plan to new entrants as of October 1, 2019. Employees starting on or after that date are enrolled in a defined contribution plan. Vested defined benefit employees that are rehired on or after October 1, 2019 no longer receive creditable service credit within the defined benefit plan.

Basis of Accounting – The Retirement Plan's accounting records are prepared using the accrual basis of accounting. Employer contributions to the Retirement Plan are recognized when due and the employer has made a formal commitment to provide the contributions. Benefits and refunds are recognized when due and payable in accordance with terms of the Retirement Plan. The Retirement Plan does not issue a separate financial report.

Investment Valuation – Investments are reported at fair value.

Contributions – The University's contributions to the Retirement Plan are equal to the actuarially determined employer contribution requirement (ADC). The ADC for those employees hired before October 1, 2012, averaged 12.7% and 12.0% of covered payroll for the years ending June 30, 2022 and 2021, respectively. The ADC for those employees hired after September 30, 2012 averaged 9.1% and 8.4% of covered payroll for the years ended June 30, 2022 and 2021, respectively. Employees are required to contribute 1% of their salary up to $50,000 in a calendar year and 2% of their salary in excess of $50,000. An actuarial valuation of the Plan is performed annually, and the University's contribution rate is updated at the beginning of the University's fiscal year on July 1, to reflect the actuarially determined funding requirement from the most recent valuation, as of the preceding October 1. This actuarial valuation reflects the adoption of any Retirement Plan amendments during the previous fiscal year. The University contributed $14,999,000 and $115,006,000 during the fiscal years ended June 30, 2022 and 2021, respectively.

Net Pension Liability – the Retirement Plan's net pension liability was measured as of June 30, 2022 and 2021, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of October 1, 2021 and 2020, respectively. Roll-forward procedures were used to measure the Retirement Plan's total pension liability as of June 30, 2022 and 2021.

Note 11: Retirement, Disability, and Death Benefit Plan (Continued)

The following table outlines the Station's portion of the changes in net pension liability for the years ended June 30, 2022 and 2021:

	Total Pension Liability (TPL) (a)	Fiduciary Net Position (FNP) (b)	Net Pension Liability (NPL) (a) - (b)
Balances at July 1, 2021	**$ 2,622,461**	**$ 2,418,625**	**$ 203,836**
Changes for the year:			
Service cost	28,333	-	28,333
Interest	161,533	-	161,533
Differences between expected and actual experience	53,881	-	53,881
Changes in assumptions	114,435	-	114,435
Contributions - Employer	-	54,043	(54,043)
Contributions - Employee	-	6,691	(6,691)
Net investment income	-	(50,695)	50,695
Benefit payments, including refunds of employee contributions	(137,391)	(137,391)	-
Net changes	220,791	(127,352)	348,143
Balances at June 30, 2022	**$ 2,843,252**	**$ 2,291,273**	**$ 551,979**

	Total Pension Liability (TPL) (a)	Fiduciary Net Position (FNP) (b)	Net Pension Liability (NPL) (a) - (b)
Balances at July 1, 2020	**$ 2,570,013**	**$ 1,979,266**	**$ 590,747**
Changes for the year:			
Service cost	32,030	-	32,030
Interest	163,930	-	163,930
Differences between expected and actual experience	(5,268)	-	(5,268)
Contributions - Employer	-	55,994	(55,994)
Contributions - Employee	-	7,294	(7,294)
Net investment income	-	514,315	(514,315)
Benefit payments, including refunds of employee contributions	(138,244)	(138,244)	-
Net changes	52,448	439,359	(386,911)
Balances at June 30, 2021	**$ 2,622,461**	**$ 2,418,625**	**$ 203,836**

Actuarial Methods and Assumptions – The October 1, 2021 and 2020, actuarial valuations utilized the entry age actuarial cost method.

Note 11: Retirement, Disability, and Death Benefit Plan (Continued)

Actuarial assumptions for October 1, 2021 and 2020, included:

Inflation	2.20%
Rate of investment return net of administrative expenses (Including inflation)	7.0%
Projected salary increases (Including inflation)	3.5% - 4.4%
Cost-of-living adjustments	0%

For purposes of determining actuarially required contributions, the actuarial value of assets was determined using techniques that spread effects of short-term volatility in the market value of investments over a five-year period. The underfunded actuarial accrued liability is being amortized as a level dollar amount on a closed basis over 22 from the October 1, 2020, valuation date. Starting with the October 1, 2021 valuation, the underfunded actuarial accrued liability is being amortized using a method that separately amortized the initial unfunded liability as of October 1, 2021, over 20 years, the impact of the assumption changes over 20 years, and future experience gains and losses over 25 years and 15 years, respectively. Starting with the October 1, 2021, valuation, mortality rates were based on Pub-2010 Teacher Healthy Anuitant Mortality Table with generational projection using scale MP-2020 for academic and administrative members and Pub-2010 General Healthy Annuitant Mortality Table with generational projection using scale MP-2020 for clerical and service members. Mortality rates for the October 1, 2020, valuation date were based on the RP-2014 Combined Health Mortality Table projected using scale MP-2017 and RP-2000 using Combined Health Mortality Table projected to 2023 using Scale BB.

The actuarial assumptions used in the October 1, 2021, valuation were based on the results of the most recent quinquennial study of the University's own experience covering 2016 to 2020. The October 1, 2020, valuation were based on the results of the quinquennial study of the University's own experience covering 2012 to 2016.

Discount Rate – The discount rate used to measure the total pension liability was 7.00%. The projection of cash flows used to determine the discount rate assumed that employee contributions will be made at the current contribution rate and that University contributions will be made at rates equal to the difference between actuarially determined contribution rates and the employee rate. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

The following table shows the sensitivity of the Station's portion of the net liability to changes in the discount rate:

Sensitivity of the Net Liability to Changes in the Discount Rate

	Rate	2022 Net Pension Liability	2021 Net Pension Liability
1% decrease	6.00 %	$ 811,501	$ 449,196
Current rate	7.00 %	551,979	203,836
1% increase	8.00 %	231,506	(92,156)

Note 11: Retirement, Disability, and Death Benefit Plan (Continued)

Annual Rate of Return – The annual money–weighted rate of return is calculated as the internal rate of return on pension investments, net of pension plan investment expense. The money-weighted rate of return expresses investment performance, net of pension plan investment expense, adjusted for the changing amounts actually invested. The annual money-weighted rate of return on pension plan investments for the years ended June 30, 2022 and 2021, was (1.8)% and 29.8%, respectively. The following table provides long-term expected rates of real return on a geometric basis:

Asset Class Allocation

Asset Class	**Target Allocation**	**Long-Term Expected Real Rate of Return**
Public equity	34 %	3.80 %
Private equity	13 %	7.30 %
Sovereign bonds	8 %	(0.70)%
Inflation linked bonds	9 %	(0.05)%
Private debt	6 %	5.80 %
Risk balanced	12 %	4.90 %
Commodities	5 %	1.20 %
Real estate	13 %	6.30 %
Total	**100.0 %**	

Pension Expense – For the years ended June 30, 2022 and 2021, the Station recognized a portion of the University's pension expense in the amount of $92,343 and $25,666, respectively. Annual pension expense consists of service cost and interest on the pension liability less employee contributions and projected earnings on pension plan investments. The difference between actual and expected earnings is recorded as a deferred outflow/inflow of resources and recognized in pension expense over a five-year period.

The Station's portion of pension expense for the years ended June 30, is summarized as follows:

	2022	**2021**
Service cost	$ 30,916	$ 32,030
Interest	158,228	163,930
Recognized portion of current-period difference between expected and actual experience	13,819	(1,039)
Recognized portion of current-period difference for changes in assumptions	29,350	-
Contributions - Employee	(6,691)	(7,294)
Projected earnings on pension plan investments	(151,023)	(125,004)
Recognized portion of current-period difference between projected and actual earnings on pension plan investments	40,344	(77,862)
Recognition of deferred outflows of resources	61,307	62,995
Recognition of deferred inflows of resources	(83,907)	(22,090)
Pension expense for fiscal year ended June 30	**$ 92,343**	**$ 25,666**

Note 11: Retirement, Disability, and Death Benefit Plan (Continued)

Deferred Outflows/Inflows of Resources – In accordance with GASB Statement No. 68, the University recognizes differences between actual and expected experience with regard to economic or demographic factors, changes of assumptions about future economic or demographic factors, and the difference between actual and expected investment returns as Deferred Outflows/Inflows of Resources. At June 30, 2022 and 2021, the Retirement Plan reported the Station's portion of deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

Deferred Outflows/(Inflows) of Resources Related to Pensions

As of June 30,	Deferred Outflows/ (Inflows) of Resources 2022	Deferred Outflows/ (Inflows) of Resources 2021
Differences between expected and actual experience	$ 54,346	$ 20,775
Changes in assumptions	123,248	67,617
Net difference between projected and actual earnings on pension plan investments	(12,441)	(233,082)
Totals	**$ 165,153**	**$ (144,690)**

The Station recognizes differences between actual and expected investment performance included in deferred outflows/inflows of resources on a straight-line basis over five years. Differences between expected and actual experience on actuarial assumptions are amortized over the average expected remaining service life of the Station's employees. The following table summarizes the future recognition of these items:

Projected Recognition of Deferred Outflows/(Inflows)

Fiscal Year Ended:	Recognition
2023	$ 67,160
2024	43,731
2025	5,964
2026	48,298
Total	**$ 165,153**

Note 12: Other Postemployment Benefits

Plan Description – In addition to the pension benefits described in Note 11, the University operates a single-employer, defined benefit OPEB plan. The University's Other Postemployment Benefits (OPEB) Plan provides postemployment medical, dental, and life insurance benefits to employees who retire from the University after attaining age 55 and before reaching age 60 with ten or more years of service, or after attaining age 60 with five or more years of service. As of January 1, 2018, employees must be 60 years old and have 20 years of service at the date of retirement to access the same percentage subsidy as retirees prior to January 1, 2018. Employees with age plus years of service less than 80 but with more than 5 years of service as of January 1, 2018, will receive a subsidy of $100 per year of service up to a maximum of $2,500 annually. Employees with less than 5 years of service as of January 1, 2018, will not receive an insurance subsidy or be eligible to participate in the University's plans.

As of June 30, 2022 and 2021, 8,360 and 8,407 retirees, respectively, were receiving benefits, and an estimated 7,220 active University employees may become eligible to receive future benefits under the plan. Postemployment medical, dental and life insurance benefits are also provided to long-term disability claimants who were vested in the University's Retirement Plan at the date the disability began, provided the onset date of the disability was on or after September 1, 1990. As of June 30, 2022 and 2021, 119 and 136 long-term disability claimants, respectively, met those eligibility requirements.

The terms and conditions governing the postemployment benefits to which employees are entitled are at the sole authority and discretion of the University's Board of Curators.

Basis of Accounting – The OPEB Plan's financial statements are prepared using the accrual basis of accounting, in accordance with GASB Statement No. 74. Additionally, the requirements of GASB Statement No. 75 are followed by the University for reporting its OPEB obligations and related footnote and required supplementary information disclosures. The assets of the OPEB Trust Fund are irrevocable and legally protected from creditors and dedicated to providing postemployment benefits in accordance with terms of the plan. The OPEB Plan does not issue a separate financial report.

Contributions and Reserves – Contribution requirements of employees and the University are established and may be amended by the University's Board of Curators. For employees retiring prior to September 1, 1990, the University contributes 2/3 of the medical benefits premium and 1/2 of the dental plan premium. For employees who retired on or after September 1, 1990, the University contributes toward premiums based on the employee's length of service and age at retirement.

The University makes available two group term life insurance options. Option A coverage is equal to the retiree's salary at the date of retirement, while Option B is equal to two times that amount. For each Option, graded decreases in coverage are made when the retiree attains specific age levels. The University pays the full cost of Option A and approximately 91% of the cost of Option B coverage. Coverage for group term life insurance ends on January 1 following the retiree's 70th birthday.

For the years ended June 30, 2022 and 2021, all participants, including the Station's participants, contributed $17,325,000 and $18,296,000, or approximately 52.2% and 49.7%, respectively, of total premiums through their required contributions, which vary depending on the plan and coverage selection. In fiscal years 2022 and 2021, the University contributed $15,846,000 and $18,551,000, respectively.

Note 12: Other Postemployment Benefits (Continued)

The University makes available two long-term disability options to its employees. Option A coverage is equal to 60% of the employee's salary on the date the disability began, when integrated with benefits from all other sources. Option B coverage is equal to 66-2/3% of the employee's salary, integrated so that benefits from all sources will not exceed 85% of the employee's salary. Both options have a 149-day waiting period and provide benefits until age 65. The University pays the full cost of the Option A premium, while employees enrolled in Option B pay the additional cost over the Optional A premium.

Net OPEB Liability – The Station's portion of the total and net OPEB liabilities as of June 30, 2022 and 2021 were measured as of June 30, 2022 and 2021, respectively, using actuarial valuations as of those dates.

	Fiscal Year 2022	Fiscal Year 2021
Net OPEB Liability Components:		
Total OPEB Liability	$ 78,844	$ 95,149
Plan Fiduciary Net Position	(15,762)	(14,834)
Net OPEB Liability	**$ 63,082**	**$ 80,315**
Plan Fiduciary Net position as a percentage of Total OPEB Liability	19.99%	15.59%

Changes in the Net OPEB Liability

	Total OPEB Liability (TOL) (a)	**Fiduciary Net Position (FNP) (b)**	**Net OPEB Liability (NOL) (a) - (b)**
Balances at July 1, 2021	**$ 95,149**	**$ 14,834**	**$ 80,315**
Changes for the year:			
Service cost	1,645	-	1,645
Interest	2,028	-	2,028
Differences between expected and actual experience	(671)	-	(671)
Changes in assumptions	(17,311)	-	(17,311)
Contributions - employer	-	5,952	(5,952)
Contributions - employee	-	6,508	(6,508)
Net investment income	-	37	(37)
Expected/Actual benefit payments, including refunds of employee contribution	(1,996)	(11,569)	9,573
Net changes	(16,305)	928	(17,233)
Balances at June 30, 2022	**$ 78,844**	**$ 15,762**	**$ 63,082**

Note 12: Other Postemployment Benefits (Continued)

	Total OPEB Liability (TOL) (a)	Fiduciary Net Position (FNP) (b)	Net OPEB Liability (NOL) (a) - (b)
Balances at July 1, 2020	**$ 160,554**	**$ 15,530**	**$ 145,024**
Changes for the year:			
Service cost	2,018	-	2,018
Interest	3,513	-	3,513
Differences between expected and actual experience	(5,559)	-	(5,559)
Changes in assumptions	(53,322)	-	(53,322)
Contributions - employer	-	7,318	(7,318)
Contributions - employee	-	7,218	(7,218)
Net investment income	-	5	(5)
Expected/Actual benefit payments, including refunds of employee contribution	(12,055)	(15,237)	3,182
Net changes	(65,405)	(696)	(64,709)
Balances at June 30, 2021	**$ 95,149**	**$ 14,834**	**$ 80,315**

Actuarial Methods and Assumptions – Consistent with the long-term perspective of actuarial calculations, the actuarial methods and assumptions used include techniques that are designed to reduce short-term volatility in actuarial accrued liabilities and the actuarial value of assets. The entry age normal, as a level percent of pay, actuarial cost method was used in the June 30, 2022 and June 30, 2021, actuarial valuations.

Actuarial valuations involve estimates of the value of reported amounts and assumptions about the probability of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Actuarially determined amounts are subject to continual revision of actual results, are compared to past expectations and new estimates are made about the future.

Benefit projections for financial reporting purposes are based on the benefits provided under the terms of the substantive plan in effect at the time of each valuation and the historical pattern of cost sharing between the employer and plan members to that point. The projection of benefits for financial reporting purposes does not explicitly incorporate the potential effects of legal or contractual funding limitations on the pattern of cost sharing between the University and plan members in the future.

Total OPEB liability was determined using the following actuarial assumptions for all periods presented, unless otherwise specified:

Note 12: Other Postemployment Benefits (Continued)

Total OPEB Liability Assumptions

Inflation	2.20%
Total payroll growth	Varies based on age: 0.3% to 6.0% (including inflation) for academic and administrative; 0.2% to 3.1% (including inflation) for clerical and service
Discount Rate	3.54% for 2022 and 2.16% for 2021
Pre-65 Medical and HSP Plans trend rate	7.5% decreasing by 0.25% per year until an ultimate trend of 4.50% is reached
Pre-65 Rx trend rate	8.5% decreasing by 0.25% per year until an ultimate trend of 4.50% is reached
Post-65 Medicare Base and Rx trend rate	3.0%, then 6.0% decreasing by 0.25% per year until an ultimate trend of 4.5% is reached
Post-65 Medicare Buyup and Rx trend rate	3.0%, then 6.0% decreasing by 0.25% per year until an ultimate trend of 4.5% is reached
Dental trend rates	2.00%
Administration expenses rate	0% for two years, then 3.0% all years after
Healthy retiree mortality rates	For Academic and Administrative members: Pub-2010 Teacher Employee and Healthy Annuitant Headcount-Weighted Mortality tables, weighted 95% for males and 103% for females, with generational projection using Scale MP-2020. For Clerical and Service members: Pub 2010 General Employee and Healthy Annuitant Headcount-Weighted Mortality Tables, weighted 124% for males and 112% for females, with generational projection using Scale MP-2020.
Disabled retiree mortality rates	Pub 2010 Non- Safety Disabled Annuitant Headcount-Weighted Mortality Tables, weighted 95% for males and females, with generational projection using Scale MP-2020
Surviving spouse mortality rates	80% of the Pub 2010 Teacher Contingent Survivor Headcount-Weighted Tables and 20% of the Pub 2010 General Contingent Sirvivor Headcount-Weighted Tables projected generationally with Scale MP-2020

Note 12: Other Postemployment Benefits (Continued)

Development of Discount Rate – The discount rates used to measure the total OPEB liability were 3.54% and 2.16% as of fiscal year June 30, 2022 and June 30, 2021, respectively. The projection of cash flows used to determine the discount rate assumed that the University would not make additional contributions to the OPEB Trust and would continue to fund the plan on a pay-as-you-go basis. Based on those assumptions, the OPEB plan's fiduciary net position was not projected to cover a full year of projected future benefit payments. Therefore, all future benefit payments are discounted at the current index rate for 20-year, tax exempt general obligation municipal bonds with an average rating of AA/Aa or higher.

Sensitivity to Changes in Discount Rate and Healthcare Cost Trend Rates **–** The following presents the net OPEB liability of the University as well as what the University's net OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate as well as the impact to the net OPEB liability if the healthcare cost trend rates were 1-percentage-point lower or 1-percentage-point higher.

Sensitivity of the Net OPEB Liability to Changes in Discount Rate and Healthcare Cost Trend Rates

	1% Decrease in Discount Rate (2.54%)	Current Discount Rate (3.54%)	1% Increase in Discount Rate (4.54%)
Net OPEB liability	$ 73,621	$ 63,082	$ 54,631

	1% Decrease in Trend Rates	Current Healthcare Cost Trend Rates	1% Increase in Trend Rates
Net OPEB liability	$ 58,653	$ 63,082	$ 68,261

OPEB Expense – For the years ended June 30, 2022 and 2021, the Station recognized an OPEB income of $15,730 and $14,375, respectively. Annual OPEB expense consists of service cost, interest on the total OPEB liability and the recognition of deferred outflows/inflows.

The OPEB (income) expense for the years ended June 30, 2022 and 2021, is summarized as follows:

OPEB (Income) Expense	**2022**	**2021**
Service cost	$ 1,397	$ 2,152
Interest	1,721	3,746
Recognized portion of current-period difference between expected and actual experience	(132)	(1,110)
Recognized portion of current-period difference for changes to assumptions	(3,402)	(10,649)
Recognized portion of current-period difference between projected and actual earnings on pension plan investments	(6)	(1)
Recognition of deferred outflows of resources	1,354	1,786
Recognition of deferred inflows of resources	(16,662)	(10,299)
OPEB (income) expense for fiscal year ended June 30	**$ (15,730)**	**$ (14,375)**

Note 12: Other Postemployment Benefits (Continued)

Deferred Outflows/Inflows of Resources – In accordance with GASB Statement No. 75, the Station recognizes differences between actual and expected experience with regard to economic or demographic factors, changes of assumptions about future economic or demographic factors, and the difference between actual and expected investment returns as Deferred Outflows/Inflows of Resources. At June 30, 2022 and 2021, the OPEB Plan reported deferred outflows of resources and deferred inflows of resources related to other postemployment benefits from the following sources:

As of June 30,	Deferred Outflows of Resources 2022	Deferred Inflows of Resources 2022	Deferred Outflows of Resources 2021	Deferred Inflows of Resources 2021
Change in assumptions	$ -	$ 70,412	$ -	$ 74,365
Difference between expected and actual experience	7,104	4,926	8,458	5,660
Net difference between projected and actual earnings on plan investments	-	300	-	517
Totals	**$ 7,104**	**$ 75,638**	**$ 8,458**	**$ 80,542**

The Station recognizes differences between actual and expected investment performance included in deferred outflows/inflows of resources on a straight-line basis over five years. Differences between expected and actual experience on actuarial assumptions are amortized over the average expected remaining service life of the Station's employees. The following table summarizes the future recognition of these items:

Future Recognition of Deferred (Inflows)

Fiscal Year	Recognition
2023	$ (23,187)
2024	(21,876)
2025	(18,618)
2026	(4,853)
2027	-
Total	**$ (68,534)**

University of Missouri - KBIA-FM Radio

Supplemental Schedule of Non-Federal Financial Support

As of and for the Year Ended June 30, 2022

Summary of Non-Federal Financial Support

1.	Direct Revenue	$ 1,946,530
2.	Indirect Administrative Support	93,604
3.	In-Kind Contributions	-
	a. Services and Other Assets	-
	b. Property and Equipment	-
	Total In-Kind Contributions	-
4.	Total non-federal financial support	$ 2,040,134

See Independent Auditor's Report.