Public Television 19, Inc.

Financial Report
June 30, 2013

Contents

McGladrey

Independent Auditor's Report

To the Board of Directors
Public Television 19, Inc.
Kansas City, Missouri

Report on the Financial Statements

We have audited the accompanying financial statements of Public Television 19, Inc. (the Station) which comprise the statements of financial position as of June 30, 2013 and 2012, the related statements of activities and cash flows for the years then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes 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 Responsibility

Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Public Television 19, Inc. as of June 30, 2013 and 2012, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

McGladrey LLP

Kansas City, Missouri
October 7, 2013

Public Television 19, Inc.

Statements of Financial Position
June 30, 2013 and 2012

	2013	2012
Assets		
Cash and cash equivalents	**$ 112,408**	$ 141,796
Restricted cash	**50,000**	-
Receivables:		
Accounts, net of allowance for doubtful accounts of $15,000 in 2013 and 2012	**208,287**	206,455
Pledges, net (Note 2)	**150,000**	35,000
Prepaid expenses	**80,699**	90,821
Investment in pooled funds (Notes 3 and 10)	**1,354,047**	1,101,973
Deferred lease asset (Note 6)	**305,675**	337,038
Property and equipment, net (Notes 4 and 5)	**6,576,625**	7,174,938
	$ 8,837,741	$ 9,088,021
Liabilities and Net Assets		
Liabilities:		
Accounts payable	**$ 197,595**	$ 203,233
Accrued expenses	**365,676**	311,412
Deferred revenue (Note 6)	**814,535**	909,459
Line of credit (Note 5)	**350,000**	300,000
Long-term debt (Note 5)	**208,507**	316,330
	1,936,313	2,040,434
Net Assets:		
Unrestricted:		
Board designated (Note 3)	**1,425,547**	1,101,973
Undesignated	**5,191,704**	5,945,614
	6,617,251	7,047,587
Temporarily restricted (Note 7)	**284,177**	-
	6,901,428	7,047,587
	$ 8,837,741	$ 9,088,021

See Notes to Financial Statements.

Public Television 19, Inc.

Statement of Activities
Years Ended June 30, 2013 and 2012

	2013			2012
	Unrestricted	Temporarily Restricted	Total	Unrestricted and Total
Revenues, Gains and Other Support:				
Membership income	$ 2,693,252	$ -	$ 2,693,252	$ 2,566,879
Grants	1,389,866	-	1,389,866	1,140,893
Contributions, bequests and capital grants	743,720	284,177	1,027,897	952,427
Program underwriting	569,160	-	569,160	456,459
Production underwriting and services	879,881	-	879,881	1,123,807
Educational contract services	359,817	-	359,817	335,529
Rental income (Note 6)	1,195,930	-	1,195,930	1,187,377
Special events	21,000	-	21,000	-
Broadcast royalties	3,592	-	3,592	21,508
Miscellaneous	21,767	-	21,767	17,049
Change in value of investment in pooled funds (Note 3)	139,479	-	139,479	14,650
Total revenues, gains and other support	8,017,464	284,177	8,301,641	7,816,578
Expenses:				
Program services:				
Program administration and operations	2,269,704	-	2,269,704	2,577,473
Broadcast operations	1,074,810	-	1,074,810	958,510
Educational and instructional services	272,917	-	272,917	277,850
Production facilities	870,158	-	870,158	963,003
Community affairs and promotions	703,382	-	703,382	524,764
Special events	5,466	-	5,466	14,031
In-kind services	103,516	-	103,516	253,082
Total program services	5,299,953	-	5,299,953	5,568,713
Supporting services:				
Fund raising and subscriber development:				
Development	807,532	-	807,532	775,779
Membership	772,827	-	772,827	860,857
In-kind services	121,217	-	121,217	185,828
General and administrative	1,446,271	-	1,446,271	1,236,269
Total supporting services	3,147,847	-	3,147,847	3,058,733
Total expenses (including total depreciation of $996,896 and $1,166,087 in 2013 and 2012, respectively)	8,447,800	-	8,447,800	8,627,446
Changes in net assets	(430,336)	284,177	(146,159)	(810,868)
Net Assets:				
Beginning	7,047,587	-	7,047,587	7,858,455
Ending	$ 6,617,251	$ 284,177	$ 6,901,428	$ 7,047,587

See Notes to Financial Statements.

Public Television 19, Inc.

Statements of Cash Flows
Years Ended June 30, 2013 and 2012

	2013	2012
Cash Flows from Operating Activities:		
Change in net assets	**$ (146,159)**	$ (810,868)
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Change in value of investment in pooled funds	**(139,479)**	(14,650)
Depreciation	**996,896**	1,166,087
Provision for (recoveries of) allowance and discount on accounts and pledge receivables	**-**	(18,000)
Contributions and grants restricted for capital acquisition and construction	**(284,177)**	-
(Increase) decrease in operating assets:		
Accounts receivable and pledges receivable	**(116,832)**	(42,276)
Prepaid expenses	**10,122**	(28,963)
Deferred lease asset	**31,363**	(27,603)
Increase (decrease) in operating liabilities:		
Accounts payable and accrued expenses	**48,626**	(39,198)
Deferred revenue	**(94,924)**	(156,326)
Net cash provided by operating activities	**305,436**	28,203
Cash Flows from Investing Activities:		
Purchases of property and equipment	**(398,583)**	(134,087)
Increase to restricted cash	**(50,000)**	-
Contribution to investment in pooled funds	**(249,872)**	(259,322)
Withdrawal from investment in pooled funds	**137,277**	28,005
Net cash (used in) investing activities	**(561,178)**	(365,404)
Cash Flows from Financing Activities:		
Principal payments on long-term debt	**(107,823)**	(100,847)
Principal payments on line of credit	**(1,165,000)**	-
Proceeds from long-term debt	**-**	22,498
Proceeds from line-of-credit borrowings	**1,215,000**	300,000
Proceeds from contributions and grants restricted for capital acquisition and construction	**284,177**	-
Net cash provided by financing activities	**226,354**	221,651
Decrease in cash and cash equivalents	**(29,388)**	(115,550)
Cash and Cash Equivalents:		
Beginning	**141,796**	257,346
Ending	**$ 112,408**	$ 141,796
Supplemental Disclosure of Cash Flow Information:		
Cash paid during the year for interest	**$ 27,645**	$ 26,914

See Notes to Financial Statements.

Note 1. Nature of the Station and Significant Accounting Policies

Description of station: Public Television 19, Inc. (the Station) is a nonprofit corporation which operates a noncommercial public television station (KCPT) in Kansas City that serves numerous cities and towns in Missouri, Kansas and Illinois. The Station is organized under the *General Not for Profit Laws* of the State of Missouri.

A summary of significant accounting policies are as follows:

Basis of presentation: The financial statement presentation follows the recommendations of the Financial Accounting Standards Board in its Statement FASB ASC 958, *Financial Statements of Not-for-Profit Organizations*. Under FASB ASC 958, the Station is required to report information regarding its financial position and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets. Accordingly, net assets of the Station and changes therein are classified and reported as follows:

Unrestricted Net Assets

Net assets that are not subject to donor-imposed stipulations.

Temporarily Restricted Net Assets

Net assets subject to donor-imposed stipulations that may or will be met either by actions of the Station and/or the passage of time.

Permanently Restricted Net Assets

Net assets subject to donor-imposed stipulations that expire neither by the passage of time nor by actions of the Station.

Restricted and unrestricted revenue and support: Contributions received, including unconditional promises, are recognized as revenues when the donor's commitment is received. All contributions are considered to be available for unrestricted use unless specifically restricted by the donor. Amounts received that are designated for future periods or restricted by the donor for specific purposes are reported as temporarily restricted or permanently restricted support that increases those net asset classes. Donor-restricted support whose restrictions are satisfied in the same reporting period in which the contributions are received is classified as unrestricted contributions.

The Station reports gifts of land, buildings and equipment as unrestricted support unless explicit donor stipulations specify how the donated assets must be used. Gifts of long-lived assets with explicit restrictions specifying how the assets are to be used and gifts of cash or other assets that must be used to acquire long-lived assets are reported as restricted support. Absent explicit donor stipulations about how long those long-lived assets must be maintained, the Station reports expirations of donor restrictions when the donated or acquired long-lived assets are placed in service.

Grant revenue: Grant revenues are recognized when program expenses are incurred in accordance with program guidelines.

Program underwriting, production underwriting and services and educational contract services: Revenues generated from these sources are recognized as revenue when the applicable services are provided.

Note 1. Nature of the Station and Significant Accounting Policies (Continued)

Rental income: The Station recognizes rental revenue when earned in accordance with the rental agreements.

Memberships: Memberships are recognized as revenue over the period of membership.

In-kind contributions: In-kind contributions are recorded as contributions revenue and in-kind services expense in the accompanying financial statements. In-kind contributions consist of donated broadcasting by commercial stations, services provided in exchange for underwriting services, and services that require specialized skills that are provided by individuals possessing those skills and would typically be purchased if not provided by donation. These donations are recorded at fair value.

Pledges receivable: Pledges receivable, less a present value discount and an allowance for doubtful accounts, as necessary, are recognized as revenue in the period when the pledge is received, and as assets, decreases of liabilities, or expenses, depending on the form of the benefits received. Pledges are recognized when the conditions on which they depend are substantially met.

Accounts receivable: Accounts receivable are carried at original invoice less an estimate for doubtful accounts based on a review of all outstanding amounts on a quarterly basis. Management determines the allowance for doubtful accounts by regularly evaluating individual customer receivables and considering a customer's financial condition and credit history. Receivables are written off when deemed uncollectible. A receivable is considered to be past due if the balance is outstanding after 30 days. Interest is not charged on past due accounts.

Donated personal services of volunteers: Due to the nature of donated services, no amounts have been reflected in the financial statements for such services, since the services do not require specialized skills. The estimated fair value of donated personal services of volunteers incurred in connection with the annual auction and pledge drives, based upon standard valuation rates and job classifications developed by the Corporation for Public Broadcasting, was $40,776 and $40,192 for the years ended June 30, 2013 and 2012, respectively.

Deferred revenue: Grants received for programs that will be aired principally in the next fiscal year are included as deferred revenue. As the programs are telecast, the deferred revenue will be included in revenue. The Station also receives various down payments on operating lease income. The Station amortizes the payments over the life of the lease.

Deferred lease asset: The Station has an operating lease with annual rent increases. The Station recognizes rent revenue ratably over the term of the lease, with rent revenue based on the total payments received under the lease agreement recognized on a straight-line basis over the lease term. The deferred lease asset represents rent revenue in excess of cash payments received to date.

Property and equipment: Property and equipment are recorded at cost or, if donated, at the approximate fair value at date of donation. Major renewals and betterments are capitalized and maintenance and repairs which do not improve or extend the life of the respective assets are charged against net assets in the current period. Depreciation is calculated by the straight-line method over the estimated useful lives of the assets, which range from two to twenty years.

The Station periodically reviews long-lived assets for impairment whenever events or changes in circumstances indicate that the carrying amount of an asset may not be recoverable.

Note 1. Nature of the Station and Significant Accounting Policies (Continued)

Income tax status: The Station is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code; however, the Station is subject to income taxes on any net income from unrelated business activities. Uncertain tax positions, if any, are recorded in accordance with FASB ASC 740, *Income Taxes* (previously FIN 48). FASB ASC 740 requires the recognition of a liability for tax positions taken that do not meet the more-likely-than not standard that the position will be sustained upon examination by the taxing authorities. There is no liability for uncertain tax positions recorded as of June 30, 2013 and 2012.

Forms 990 filed by the Station are subject to examination by the Internal Revenue Service (IRS) up to three years from the extended due date of each return. Forms 990 filed by the Station are no longer subject to examination for the years 2009 and prior.

Investment in pooled funds: The Station has invested in pooled funds held at the Greater Kansas City Community Foundation which are recorded at fair value. A portion of this balance represents money market funds, which are reported at cost.

Cash and cash equivalents: The Station considers investments purchased with an original maturity of three months or less to be cash equivalents. The Station occasionally holds cash deposits with banks in excess of federally insured limits. Management believes the Station is not exposed to any significant credit risk.

Restricted cash: The Station has deposits held with an escrow agent, which are restricted in use by the agreement in place for the radio acquisition occurring subsequent to year-end.

Use of estimates: The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses, including functional allocations, during the reporting period. Actual results could differ from those estimates.

Functional expense allocations: Certain expenses, such as depreciation, interest, building services and personnel, are allocated among program and supporting services based primarily on direct payroll charges, equipment usage or space occupied and on estimates made by Station's management.

Fundraising: The Station participates in various fundraising activities such as direct mail campaigns, membership development and special events. The expenses related to these fundraising activities are recorded in fundraising and subscriber development in the statement of activities and aggregated $1,580,359 and $1,636,636 for the years ended June 30, 2013 and 2012, respectively.

Advertising: The Station expenses advertising costs as incurred. Advertising expense was $10,080 and $19,462 for fiscal years ending June 30, 2013 and 2012, respectively.

Recent accounting pronouncements: In October 2012, the FASB issued guidance which requires a not-for-profit entity to classify cash receipts from the sale of donated financial assets consistently with cash donations received in the statement of cash flows if those cash receipts were from the sale of donated financial assets that upon receipt were directed without any not-for-profit entity-imposed limitations for sale and were converted nearly immediately into cash. Accordingly, the cash receipts from the sale of those financial assets should be classified as cash inflows from operating activities, unless the donor

Note 1. Nature of the Station and Significant Accounting Policies (Continued)

restricted the use of the contributed resources to long-term purposes, in which case those cash receipts should be classified as cash flows from financing activities. Otherwise, cash receipts from the sale of donated financial assets should be classified as cash flows from investing activities. This guidance is effective prospectively for fiscal years, and interim periods within those years, beginning after June 15, 2013. The adoption of this guidance is not expected to have a material effect on the Station's financial statements.

Note 2. Pledges Receivable

Pledges receivable resulting from the Station's radio acquisition pledges at June 30 are as follows:

	2013	2012
Receivable in less than one year	**$ 150,000**	$ -
Receivable in one to five years	**-**	37,000
Total receivables	**150,000**	37,000
Less:		
Discount to present value	**-**	(1,349)
Allowance of uncollectibility	**-**	(651)
	$ 150,000	$ 35,000

Note 3. Assets Held at the Greater Kansas City Community Foundation

The Board of Directors authorized a special trust fund established at The Greater Kansas City Community Foundation (the Foundation), an unrelated party. This trust fund was established for the benefit of the Station in the future with no variance power being granted to the Foundation. The assets held at the Foundation are directed by the Public Television 19, Inc.'s Board of Directors. Included in assets as "investment in pooled funds" and in unrestricted net assets as "board designated" are $1,354,047 and $1,101,973 for 2013 and 2012, respectively. Also included in board designated net assets as of June 30, 2013 is $71,500 the board has determined will be deposited into the trust fund. Pooled fund balances as of June 30, 2013 and June 30, 2012 were as follows:

	2013	2012
Greater Kansas City Foundation Pooled Fund	**$ 1,354,047**	$ 1,101,973

Individual investments within the Greater Kansas City Foundation Pooled Fund comprise the following:

	2013	2012
Fixed income mutual fund pool	**$ 471,528**	$ 431,966
Equity mutual fund pool	**879,827**	667,967
Money market fund pool	**2,692**	2,040
	$ 1,354,047	$ 1,101,973

Note 4. Property and Equipment

Property and equipment consisted of the following at June 30, 2013 and 2012:

		2013		2012
Land and land improvements	$	419,656	$	419,656
Buildings		7,706,751		7,550,906
Broadcast equipment		8,327,909		8,092,225
Transmission tower		1,083,495		1,083,495
Furniture and fixtures		716,212		709,158
		18,254,023		17,855,440
Less accumulated depreciation		(11,677,398)		(10,680,502)
Property and equipment, net	$	6,576,625	$	7,174,938

In accordance with the provisions of Public Telecommunications Facilities Program grant awards, the United States Department of Commerce holds a 10-year security interest in certain transmitter and broadcast equipment owned by the Station expiring in 2014 and 2018. The Corporation for Public Broadcasting maintains a 10-year reversionary interest in assets acquired with funds awarded in conjunction with the Digital Distribution Fund.

Note 5. Pledged Assets, Line of Credit and Long-Term Debt

The Station has a $1,000,000 line of credit agreement with a bank secured by property and other assets. Interest is due monthly at a variable rate equal to LIBOR plus 2.75% (2.94% and 2.99% as of June 30, 2013 and June 30, 2012, respectively), with all principal due on November 30, 2013. At June 30, 2013 and 2012, $350,000 and $300,000, respectively, was outstanding on this line of credit.

Long-term debt consists of the following at June 30, 2013 and 2012:

		2013		2012
Auto loan due September 1, 2014; principal and interest payments of $657 due monthly; interest rate is 3.25%; secured by automobile	$	9,647	$	17,085
Real estate loan due March 30, 2015; principal and interest payments of $9,502 due monthly; interest rate is 5.20% annually; secured by real-estate		198,860		299,245
	$	208,507	$	316,330

Note 5. Pledged Assets, Line of Credit and Long-Term Debt (Continued)

Aggregate maturities of long-term debt outstanding at June 30, 2013 are as follows:

2014	$	113,939
2015		94,568
	$	208,507

Note 6. Operating Leases

The Station is leasing tower and various equipment to several unrelated parties. Rental income for the years ended June 30, 2013 and 2012 is $1,195,930 and $1,187,377, respectively. As of June 30, 2013 and 2012, the Station has $305,675 and $337,038, respectively, recorded as a deferred lease asset on the statement of financial position due to future escalating rents. As of June 30, 2013 and 2012, the Station has $530,107 and $777,779, respectively, recorded as deferred revenue due to up-front cash payments on tower space leases.

The minimum future rental income under operating leases is as follows:

2014	$	989,940
2015		1,024,479
2016		1,051,323
2017		1,022,425
2018		353,082
Thereafter		10,320,562
	$	14,761,811

Note 7. Temporarily Restricted Net Assets

Temporarily restricted net assets were available for the following purpose at June 30, 2013:

		2013
Capital acquisition	$	284,177

Note 8. Retirement Plan

The Station maintains a defined contribution retirement plan for all its employees. The plan provisions call for the Station to make discretionary contributions to the plan equal to each employee's contributions, up to a stated maximum of 5%. Station contributions to the plan are made on a bi-weekly basis. Total contributions for the years ended June 30, 2013 and 2012 were $101,524 and $95,583, respectively.

Note 9. Significant Concentrations

A substantial portion of the Station's programming is made possible through an agreement with the Public Broadcasting Service (PBS). Programs obtained from PBS constituted approximately 48% of the Station's airtime during the years ended June 30, 2013 and 2012.

Note 10. Fair Value Measurements

The Station has adopted the provisions of FASB ASC 820, *Fair Value Measurements*, for assets and liabilities measured and reported at fair value. SFAS defines fair value, establishes a framework for measuring fair value, and expands disclosures about fair value measurements.

FASB ASC 820 defines fair value as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants. FASB ASC 820 requires the use of valuation techniques that are consistent with the market approach, the income approach and/or the cost approach. Inputs to valuation techniques refer to the assumptions that market participants would use in pricing the asset or liability. Inputs may be observable, meaning those that reflect the assumptions market participants would use in pricing the asset or liability developed based on market data obtained from independent sources, or unobservable, meaning those that reflect the reporting entity's own assumptions about the assumptions market participants would use in pricing the asset or liability developed based on the best information available in the circumstances. In that regard, FASB ASC 820 establishes fair value hierarchy for valuation inputs that gives the highest priority to quoted prices in active markets for identical assets or liabilities and the lowest priority to unobservable inputs. The fair value hierarchy is as follows:

Level 1: Quoted prices (unadjusted) for identical assets or liabilities in active markets that the entity has the ability to access as of the measurement date.

Level 2: Significant other observable inputs other than Level 1 prices such as quoted prices for similar assets or liabilities; quoted prices in markets that are not active; or other inputs that are observable or can be corroborated by observable market data. Level 2 investments include pooled investments that do not have any significant redemption restrictions that would cause liquidation and report date values to be significantly different, if redemption were requested at report date.

Level 3: Significant unobservable inputs that reflect a reporting entity's own assumptions about the assumptions that market participants would use in pricing an asset or liability.

Note 10. Fair Value Measurements (Continued)

The following table summarizes the assets measured at fair value on a recurring basis, segregated by the general classification of such instruments pursuant to the valuation hierarchy:

Investment in pooled funds:

	June 30, 2013			
	Total	**Level 1**	**Level 2**	**Level 3**
Pooled funds at GKCCF				
Fixed income mutual fund pool	**$ 471,528**	**$ -**	**$ 471,528**	**$ -**
Equity mutual fund pool	**879,827**	**-**	**879,827**	**-**
	$ 1,351,355	**$ -**	**$ 1,351,355**	**$ -**
Money market fund pool	**2,692**			
	$ 1,354,047			

	June 30, 2012			
	Total	Level 1	Level 2	Level 3
Pooled funds at GKCCF				
Fixed income mutual fund pool	$ 431,966	$ -	$ 431,966	$ -
Equity mutual fund pool	667,967	-	667,967	-
	$ 1,099,933	$ -	$ 1,099,933	$ -
Money market fund pool	2,040			
	$ 1,101,973			

Assets recorded at fair value on a recurring basis: A description of the valuation methodologies used for assets on a recurring basis is set forth below.

Pooled funds at GKCCF: The Station's investments are an investment in the funds held by the Greater Kansas City Community Foundation (GKCCF). The Station invests in GKCCF's fixed income and equity mutual fund pools, which consist of all Level 1 investments; however, since the Station's investment is in GKCCF, not the individual investments, all of the Station's investment in GKCCF is classified as Level 2. GKCCF values their individual securities as follows: Where quoted prices are available in an active market, securities are classified within Level 1 of the valuation hierarchy. Level 1 securities would include highly liquid government bonds and exchange traded equities. If quoted market prices are not available, then fair values are estimated by using pricing models, quoted prices of securities with similar characteristics, or discounted cash flow.

The Station does not have assets and liabilities recorded at fair market value on a nonrecurring basis.

The fair value estimates presented are based on pertinent information available to management at June 30, 2013 and 2012. Although management is not aware of any factors that would significantly affect the estimated fair value amounts, such amounts have been comprehensively revalued for purposes of the financial statements since that date, and, therefore, current estimates of fair value may differ significantly from the amounts presented herein.

Note 11. Radio Acquisition

In April of 2013, the Station entered into an agreement with the University of Central Missouri to purchase their license agreement for 90.9FM (KTBG). The agreement has been signed and an escrow deposit of $50,000 made, which is reflected in restricted cash as of June 30, 2013. The purchase should be complete in the fall of 2013 pending Federal Communications Commission (FCC) approval.

Note 12. Subsequent Events

In July 2013, the Station received a transformational gift in excess of $3,000,000 from a donor that wishes to remain anonymous at this time. The grant will be used to create an interactive digital news center for multimedia and multi-platform journalism projects.

Management has evaluated and disclosed subsequent events up to and including October 7, 2013, which is the date the financial statements were available to be issued.