

Financial Report

MINNESOTA PUBLIC RADIO

(An Affiliated Organization of American Public Media Group)

JUNE 30, 2025

MINNESOTA PUBLIC RADIO
(AN AFFILIATED ORGANIZATION OF
AMERICAN PUBLIC MEDIA GROUP)

FINANCIAL STATEMENTS
AND SUPPLEMENTARY INFORMATION

YEAR ENDED JUNE 30, 2025

**MINNESOTA PUBLIC RADIO
(AN AFFILIATED ORGANIZATION OF AMERICAN PUBLIC MEDIA GROUP)
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INDEPENDENT AUDITORS' REPORT

Board of Trustees
Minnesota Public Radio
St. Paul, Minnesota

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of Minnesota Public Radio (the Organization), which comprise the statement of financial position as of June 30, 2025, the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Organization as of June 30, 2025, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS). Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Organization and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibility of Management for the Financial Statements

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Organization's ability to continue as a going concern for one year after the date the financial statements are available to be issued.

Auditors' Responsibility 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 auditors' 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 Organization'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 Organization'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.

Report on Summarized Comparative Information

We have previously audited the Organization's June 30, 2024, consolidated financial statements, and we expressed an unmodified audit opinion on those audited consolidated financial statements in our report dated September 17, 2024. In our opinion, the summarized comparative information presented herein as of and for the year ended June 30, 2024, is consistent, in all material respects, with the audited consolidated financial statements from which it has been derived.

Other Matters

Our audit was conducted for the purpose of forming an opinion on the financial statements taken as a whole. The additional Operating Fund, Property Fund, and Designated Fund information presented in the statement of activities for the year ended June 30, 2025 and the supplemental information on page 27 are presented for the purpose of additional analysis of the financial statements, rather than to present the results of operations of the individual funds, and are not a required part of the financial statements. Such additional information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in our audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements, or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements taken as a whole.

A handwritten signature in black ink that reads "CliftonLarsonAllen LLP". The signature is written in a cursive, flowing style.

CliftonLarsonAllen LLP

Minneapolis, Minnesota
September 16, 2025

MINNESOTA PUBLIC RADIO
(AN AFFILIATED ORGANIZATION OF AMERICAN PUBLIC MEDIA GROUP)
STATEMENT OF FINANCIAL POSITION
JUNE 30, 2025
(WITH COMPARATIVE TOTALS AS OF JUNE 30, 2024)
(IN THOUSANDS)

ASSETS	<u>2025</u>	<u>2024</u>
CURRENT ASSETS		
Program Receivables, Net (Note 4)	\$ 4,810	\$ 5,803
Pledges and Grants Receivable, Net (Note 4)	5,036	1,551
Investments (Note 5)	62	875
Interest in Investment Pool (Note 5)	1,835	7,948
Prepaid Expenses	1,598	1,488
Inventory	141	88
Other	39	58
Total Current Assets	<u>13,521</u>	<u>17,811</u>
PROPERTY AND EQUIPMENT, NET (NOTE 7)	27,253	27,924
RIGHT-OF-USE ASSETS, NET (NOTE 9)	29,696	31,304
OTHER ASSETS		
Investments (Note 5)	353	259
Interest in Investment Pool (Note 5)	23,029	23,294
Endowment Funds (Note 2 and 6)	72,154	66,627
Endowment Funds Held by Others (Note 2)	47,464	41,014
Pledges and Grants Receivable, Net (Note 4)	2,956	188
Broadcast Licenses	18,596	18,596
Intangible Assets Subject to Amortization	563	613
Other Long-Term Assets	286	227
Total Other Assets	<u>165,401</u>	<u>150,818</u>
Total Assets	<u><u>\$ 235,871</u></u>	<u><u>\$ 227,857</u></u>
LIABILITIES AND NET ASSETS		
CURRENT LIABILITIES		
Accounts Payable	\$ 4,170	\$ 3,441
Current Portion of Long-Term Debt, Net (Note 8)	789	2,430
Accrued Liabilities	6,620	5,728
Deferred Revenue	643	568
Refundable Advance	2	68
Other Current Liabilities (Note 9)	1,587	1,953
Total Current Liabilities	<u>13,811</u>	<u>14,188</u>
LONG-TERM LIABILITIES		
Long-Term Debt, Less Current Portion, Net (Note 8)	-	759
Long-Term Lease Liabilities (Note 9)	29,540	30,397
Deferred Revenue, Less Current Portion	153	172
Other Long-Term Liabilities	41	44
Total Long-Term Liabilities	<u>29,734</u>	<u>31,372</u>
Total Liabilities	43,545	45,560
COMMITMENTS AND CONTINGENCIES (NOTE 10)		
NET ASSETS		
Without Donor Restrictions	70,904	75,341
With Donor Restrictions	121,422	106,956
Total Net Assets	<u>192,326</u>	<u>182,297</u>
Total Liabilities and Net Assets	<u><u>\$ 235,871</u></u>	<u><u>\$ 227,857</u></u>

See accompanying Notes to Financial Statements.

MINNESOTA PUBLIC RADIO
(AN AFFILIATED ORGANIZATION OF AMERICAN PUBLIC MEDIA GROUP)
STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2025
(WITH COMPARATIVE TOTALS FOR THE YEAR ENDED JUNE 30, 2024)
(IN THOUSANDS)

	2025						2024	
	Without Donor Restrictions					With Donor Restrictions	Total	Consolidated Total
	Operating Fund	Property Fund	Designated Fund	Eliminations	Total			
SUPPORT FROM PUBLIC								
Individual Gifts and Membership	\$ 32,865	\$ -	\$ 1,595	\$ -	\$ 34,460	\$ 7,124	\$ 41,584	\$ 33,830
Individual Gifts and Membership - Released from Restriction (RFR)	3,125	-	-	-	3,125	(3,125)	-	-
Regional Underwriting	7,802	-	-	-	7,802	20	7,822	8,384
Regional Underwriting - RFR	20	-	-	-	20	(20)	-	-
National Underwriting	15,396	-	-	-	15,396	-	15,396	19,687
Business General Support	371	-	-	-	371	53	424	1,053
Business General Support - RFR	414	-	-	-	414	(414)	-	-
Foundations	19	-	-	-	19	4,438	4,457	1,883
Foundations - RFR	3,222	52	-	-	3,274	(3,274)	-	-
Endowment Grants	13,590	-	-	-	13,590	(2,938)	10,652	8,791
Other Intercompany Grants	373	-	-	-	373	108	481	2,224
Other Intercompany Grants - RFR	140	-	-	-	140	(140)	-	-
Interfund Revenue	5,683	919	-	(6,602)	-	-	-	-
Educational Sponsors	139	-	-	-	139	-	139	139
Contributed Nonfinancial Assets	2,940	-	-	-	2,940	-	2,940	1,741
Campaign Support	-	-	-	-	-	-	-	1
Campaign Support - RFR	173	-	-	-	173	(173)	-	-
Total Support from Public	86,272	971	1,595	(6,602)	82,236	1,659	83,895	77,733
SUPPORT FROM GOVERNMENTAL AGENCIES								
Corporation for Public Broadcasting	-	-	-	-	-	5,102	5,102	7,190
Corporation for Public Broadcasting - RFR	5,102	-	-	-	5,102	(5,102)	-	-
Grants from Other Governmental Agencies	-	-	-	-	-	3,260	3,260	3,105
Grants from Other Governmental Agencies - RFR	2,173	1,087	-	-	3,260	(3,260)	-	-
Total Support from Governmental Agencies	7,275	1,087	-	-	8,362	-	8,362	10,295
EARNED REVENUE								
Earned Operating Activities	16,273	-	-	-	16,273	-	16,273	16,443
Royalties and Licensing Fees	13	-	-	-	13	-	13	944
Investment Return, Net (Note 5)	1,771	2,862	626	-	5,259	12,807	18,066	15,641
Other Earned Revenue	2,109	18	-	-	2,127	-	2,127	2,248
Total Earned Revenue	20,166	2,880	626	-	23,672	12,807	36,479	35,276
Total Support and Earned Revenue	113,713	4,938	2,221	(6,602)	114,270	14,466	128,736	123,304
EXPENSES AND LOSSES								
Operations	87,049	2,698	5,683	(6,602)	88,828	-	88,828	88,043
Administrative	11,825	97	-	-	11,922	-	11,922	12,787
Fundraising	17,680	277	-	-	17,957	-	17,957	18,854
Total Expenses	116,554	3,072	5,683	(6,602)	118,707	-	118,707	119,684
CHANGE IN NET ASSETS	(2,841)	1,866	(3,462)	-	(4,437)	14,466	10,029	3,620
Net Assets - Beginning of Year	(9,787)	40,700	44,428	-	75,341	106,956	182,297	178,677
NET ASSETS - END OF YEAR	<u>\$ (12,628)</u>	<u>\$ 42,566</u>	<u>\$ 40,966</u>	<u>\$ -</u>	<u>\$ 70,904</u>	<u>\$ 121,422</u>	<u>\$ 192,326</u>	<u>\$ 182,297</u>

See accompanying Notes to Financial Statements.

MINNESOTA PUBLIC RADIO
(AN AFFILIATED ORGANIZATION OF AMERICAN PUBLIC MEDIA GROUP)
STATEMENT OF FUNCTIONAL EXPENSES
YEAR ENDED JUNE 30, 2025
(WITH COMPARATIVE TOTALS FOR THE YEAR ENDED JUNE 30, 2024)
(IN THOUSANDS)

	2025				2024
	Operations	Administrative	Fundraising	Total	Total
Salaries and Wages	\$ 42,619	\$ 1,480	\$ 8,648	\$ 52,747	\$ 49,991
Employee Benefits and Payroll Taxes	9,614	230	1,858	11,702	12,038
Professional Fees and Marketing	9,460	9,047	4,319	22,826	26,588
Production and Acquisition	12,666	91	144	12,901	12,839
Office and Occupancy	10,378	333	1,409	12,120	10,923
Travel and Training	532	52	162	746	977
Interest	135	1	8	144	167
Depreciation and Amortization	2,392	54	268	2,714	2,844
Financial	-	44	976	1,020	1,183
Other Expenses	1,032	590	165	1,787	2,134
Total Expenses by Function	<u>\$ 88,828</u>	<u>\$ 11,922</u>	<u>\$ 17,957</u>	<u>\$ 118,707</u>	<u>\$ 119,684</u>

See accompanying Notes to Financial Statements.

MINNESOTA PUBLIC RADIO
(AN AFFILIATED ORGANIZATION OF AMERICAN PUBLIC MEDIA GROUP)
STATEMENT OF CASH FLOWS
YEAR ENDED JUNE 30, 2025
(WITH COMPARATIVE TOTALS FOR THE YEAR ENDED JUNE 30, 2024)
(IN THOUSANDS)

	2025	2024
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in Net Assets	\$ 10,029	\$ 3,620
Adjustments to Reconcile Change in Net Assets to Net Cash Provided (Used) by Operating Activities:		
Depreciation and Amortization	2,714	2,844
Realized and Unrealized Gain on Investments	(4,261)	(5,887)
Change in Value of Endowment Funds Held by Others	(5,819)	(4,918)
Contributions and Grants Restricted for Capital Projects and Perpetual Endowment	(1,132)	(2,090)
Change in Interest in Investment Pool, Net	6,377	4,897
Gain on Sale of Property and Equipment	(36)	(120)
Decrease (Increase) in Assets:		
Program Receivable, Net	993	70
Pledges and Grants Receivable, Net	(6,261)	7
Prepaid Expenses	(110)	254
Inventory and Other Assets	(93)	(43)
(Decrease) Increase in Liabilities:		
Accounts Payable and Accrued Liabilities	1,958	769
Deferred Revenue	56	(414)
Refundable Advance	(66)	3
Total Adjustments	<u>(5,680)</u>	<u>(4,628)</u>
Net Cash Provided (Used) by Operating Activities	4,349	(1,008)
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of Property and Equipment	(1,830)	(1,296)
Proceeds from Sale of Property and Equipment	38	120
Purchase of Investments	(7,899)	(3,417)
Proceeds from Sale of Investments	7,366	4,781
Additions to Endowment Funds Held by Others	(2,365)	(895)
Distributions from Endowment Funds Held by Others	<u>1,735</u>	<u>2,027</u>
Net Cash Provided (Used) by Investing Activities	(2,955)	1,320
CASH FLOWS FROM FINANCING ACTIVITIES		
Receipts of Contributions and Grants Restricted for Capital Projects and Perpetual Endowment	1,132	2,090
Principal Payments on Long-Term Debt	(2,430)	(2,350)
Principal Payments on Other Liabilities	<u>(96)</u>	<u>(52)</u>
Net Cash Used by Financing Activities	<u>(1,394)</u>	<u>(312)</u>
NET CHANGE IN CASH AND CASH EQUIVALENTS	-	-
Cash and Cash Equivalents - Beginning of Year	<u>-</u>	<u>-</u>
CASH AND CASH EQUIVALENTS - END OF YEAR	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

See accompanying Notes to Financial Statements.

MINNESOTA PUBLIC RADIO
(AN AFFILIATED ORGANIZATION OF AMERICAN PUBLIC MEDIA GROUP)
STATEMENT OF CASH FLOWS (CONTINUED)
YEAR ENDED JUNE 30, 2025
(WITH COMPARATIVE TOTALS FOR THE YEAR ENDED JUNE 30, 2024)
(IN THOUSANDS)

	<u>2025</u>	<u>2024</u>
SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION		
Cash Paid During the Year for Interest	<u>\$ 79</u>	<u>\$ 144</u>
SUPPLEMENTAL DISCLOSURES OF NONCASH INVESTING AND OPERATING ACTIVITIES		
Addition to Property and Equipment Funded through Accounts Payable	<u>\$ 58</u>	<u>\$ 2</u>
Noncash Additions to Right-Of-Use Assets (Finance Leases)	<u>\$ 145</u>	<u>\$ 54</u>

See accompanying Notes to Financial Statements.

**MINNESOTA PUBLIC RADIO
(AN AFFILIATED ORGANIZATION OF AMERICAN PUBLIC MEDIA GROUP)
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025**

NOTE 1 NATURE OF BUSINESS AND ORGANIZATION

Organization and Description of Business

Minnesota Public Radio (MPR) is a nonprofit organization whose mission is creating the future of public media by amplifying voices to inform, include, and inspire.

MPR operates its regional program production and broadcasting activities under the name “Minnesota Public Radio” and its national program production and distribution activities under the name “American Public Media.”

American Public Media Group (APMG) is the nonprofit parent support organization of MPR, Southern California Public Radio (SCPR), Clearspring Enterprises, and other affiliates (together, the APM Group). APMG’s primary purpose is to provide financial and management support services to MPR, and SCPR. APMG has the ability to elect, or to approve the election of, a majority of the MPR board trustees and all of the SCPR board trustees.

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Financial Statement Presentation

Net assets, support, and gains and losses are classified based on donor-imposed restrictions. Accordingly, net assets of the Organization and changes therein are classified and reported as follows.

Without Donor Restrictions – This classification contains net assets that are not subject to donor-imposed restrictions and are available for support of the operations of the Organization. The Organization maintains the following funds without donor restriction:

Operating Fund: The Operating Fund is maintained to account for general-purpose support and revenues and to account for expenses associated with the day-to-day operations of the Organization.

Property Fund: The Property Fund is maintained to acquire and account for all land, buildings, building improvements, equipment, and broadcast licenses and certain other intangibles owned by the Organization.

Designated Fund: The Designated Fund is maintained to account for funds intended to ensure the long-term financial health of the Organization. The MPR Designated Fund also receives grants and bequests related to planned giving efforts from sources designated from time to time by the MPR board of trustees. Financial assets in the Designated Fund are available to the Operating Fund to provide for temporary cash flow needs.

MINNESOTA PUBLIC RADIO
(AN AFFILIATED ORGANIZATION OF AMERICAN PUBLIC MEDIA GROUP)
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Basis of Financial Statement Presentation (Continued)

With Donor Restrictions – This classification includes net assets subject to donor-imposed restrictions. Donor-restricted net assets are subject to purpose or time restrictions. When a donor restriction expires (that is, when a stipulated time restriction ends or purpose restriction is accomplished), net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statement of activities as support released from restriction (e.g., Individual Gifts and Membership-Released from Restriction (RFR)). For example: when a donor specifies their contribution is to support MPR for a three-year period, MPR recognizes all the future support as net assets with donor restrictions in the year the contribution is first made; MPR then reclassifies (releases from net assets with donor restrictions) the contribution as without donor restrictions over each of the three years specified by the donor.

Certain net assets with donor restrictions stipulate the resources to be maintained in perpetuity, but permit the Organization to use or expend the income received from the donated assets for operating purposes.

Net assets with donor restrictions at June 30, 2025 were subject to the following purpose or time restrictions:

Purpose Restricted	\$ 18,622,000
Time Restricted for Future Periods	27,826,000
Restricted in Perpetuity	<u>74,974,000</u>
Total Net Assets With Donor Restrictions	<u><u>\$ 121,422,000</u></u>

Basis of Accounting

The financial statements of the Organization are prepared on the accrual basis of accounting.

Summarized Financial Information for the Year Ended June 30, 2024

The financial statements include certain prior-year summarized comparative information in total. Such information does not include sufficient detail to constitute a presentation in conformity with accounting principles generally accepted in the United States of America. Accordingly, such information should be read in conjunction with the Organization's consolidated financial statements for the year ended June 30, 2024, from which the summarized information was derived. Financial statements for the prior year are available on MPR's website, mpr.org.

Treasury Management and Liquidity

The Organization is a member of a centralized treasury management system with its parent, APMG, in order to maximize economies of scale and investment returns on its treasury assets. The Organization also maintains certain designated funds in APMG's interest in investment pool (also see Note 5). Portions of the interest in investment pool are available to meet the Organization's cyclical demands for working capital.

**MINNESOTA PUBLIC RADIO
(AN AFFILIATED ORGANIZATION OF AMERICAN PUBLIC MEDIA GROUP)
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025**

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Treasury Management and Liquidity (Continued)

To the extent current cash and investments are less than the amount of assets with donor-imposed restrictions and certain assets designated by management and or the board of trustees, the Organization has access to a line of credit, up to \$15,000,000 available through its parent APMG. The Organization has \$31,501,000 of financial assets designated for specific purposes by management and or its board of trustees; any different use of these financial assets, such as for temporary cash flow or general use, would require specific action by management and or the board of trustees.

The Organization's financial assets available within one year of the balance sheet date for general expenditure are as follows:

Program Receivables, Net	\$ 4,810,000
Pledges and Grants Receivable, Net	7,992,000
Investments	415,000
Investments - Interest in the Investment Pool	24,864,000
Endowment Funds	72,154,000
Endowment Funds Held by Others	47,464,000
Total Financial Assets	157,699,000
Less: Those Unavailable for General Expenditures within One Year, Due to:	
Receivables to be Collected Beyond One Year	(2,956,000)
Restricted by Donor to Time or Purpose	(36,224,000)
Restricted by Donor in Perpetuity	(74,974,000)
Funds with Management or Board Designations	(31,501,000)
Illiquid and Other Long-Term Investments	(225,000)
Total	(145,880,000)
Amounts that Have Been Appropriated for the Next 12 Months without Purpose Restrictions	5,011,000
Financial Assets Available to Meet Cash Needs for General Expenditure within One Year	\$ 16,830,000

Revenue Recognition

Support from Public and Governmental Agencies

The Organization receives unconditional promises and gifts of cash and other assets (support) from the public, including individuals, members, businesses, foundations, educational sponsors, and others; and from governmental agencies (donors). Support is reported at fair value on the date it is received. To the extent support includes a donor-imposed restriction, the support is reported as an increase in net assets with donor restrictions, as described earlier in Note 2.

**MINNESOTA PUBLIC RADIO
(AN AFFILIATED ORGANIZATION OF AMERICAN PUBLIC MEDIA GROUP)
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025**

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Revenue Recognition (Continued)

Support from Public and Governmental Agencies (Continued)

When the donor restriction expires (that is, when a stipulated time restriction ends or purpose restriction is accomplished), net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statement of activities as support released from restriction (e.g., Individual Gifts and Membership-Released from Restriction (RFR)). Conditional promises to give are not included as support until such time as the conditions are substantially met.

The Organization receives conditional support from the underwriters of its programming (underwriting), who are thanked with messages within MPR programming (spots). Donor-restricted underwriting support is related to membership challenges and released from restriction when the membership challenge has been met. Underwriting is generally recognized as net assets without donor restrictions as the spots are run. The Organization may also receive contributed nonfinancial support including goods and services (barter assets) from its underwriters; such barter expense is recorded when the goods are used or the services are received. For the year ended June 30, 2025, barter support of \$2,725,000 and barter expenses of \$2,750,000 are reflected in the statement of activities. To the extent cash or barter assets (support) is received before the spots are run, the support is reported as deferred revenue in the statement of financial position.

On July 24, 2025, funding to the Corporation for Public Broadcasting was rescinded, adding to already existing industry-wide financial challenges. Despite these difficulties, Minnesota Public Radio remains financially stable. The organization has offset reduced revenue by aggressively managing costs and being choiceful in pursuing those few investments that will best deliver its mission. The organization expects this trend to continue and will address challenges by further diversifying revenue streams and by simplifying its operating model.

Earned Operating Activities

The Organization recognizes earned operating revenue largely from the distribution of its content (distribution) and ticket sales. Distribution revenue is recognized in the fiscal year when content is available to subscribing broadcasters. Revenue from ticket sales is recognized at the point in time when the live event occurs.

Royalties and Licensing Fees

The Organization recognizes revenue from royalties and licensing fees for the use of its intellectual property. Revenue is recognized as earned based on contractual agreements or when the intellectual property is made available for use.

Investment Return

Interest and dividend income is recorded when earned. Realized gains and losses are recorded when the investments are sold. Unrealized gains and losses represent the change in fair value between reporting periods.

**MINNESOTA PUBLIC RADIO
(AN AFFILIATED ORGANIZATION OF AMERICAN PUBLIC MEDIA GROUP)
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025**

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Revenue Recognition (Continued)

Other Earned Revenue

Other earned revenue includes product sales, rental income, and other service fees. The Organization recognizes revenue when the service is performed or when the product is provided.

Inventories

Inventories are stated at the lower of cost or market and are tested at least annually for slow-moving and obsolete items.

Property and Equipment

Property and equipment with a cost basis of \$5,000 or greater are recorded at cost, and depreciation is computed on the straight-line method over the estimated useful lives of the related assets as follows:

Building	32 to 45 Years
Equipment	5 to 37 Years

Leasehold improvements are amortized over the shorter of the lease term or useful life.

Investments, Including Interest in Investment Pool

Investments are carried at fair value. As defined in the Financial Accounting Standards Board (FASB) *Accounting Standards Codification* (ASC) Topic 820, *Fair Value Measurements and Disclosures*, fair value is the price that would be received to sell the asset or paid to transfer the liability (an exit price). Cash and money market funds that the Organization intends to utilize for long-term projects are reported as other assets.

Endowment Funds

The Organization has a permanent endowment fund in which the distributions are restricted to classical music and new media technologies (Note 6).

Endowment Funds Held by Others

The Organization has board-designated and donor-restricted endowment funds (the Fund) invested at the Saint Paul and Minnesota Foundation (SPMF). Under the terms of the agreement establishing the Fund, for the year ended June 30, 2025 the Organization received an annual distribution of 5% of the 20-quarter moving average market value of the Fund's assets through the calendar year-end preceding the fiscal year in which the distribution is planned. The Fund is managed at the discretion of SPMF, except that MPR may direct SPMF to replace any investment manager if the Fund does not produce a reasonable return. The endowment fund held by others is stated at fair value. Distributions are without donor restrictions and are reported as decreases to net assets with donor restrictions and increases to net assets without donor restrictions, within the investment return, net, in the statement of activities.

MINNESOTA PUBLIC RADIO
(AN AFFILIATED ORGANIZATION OF AMERICAN PUBLIC MEDIA GROUP)
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Leases

The Organization determines if an arrangement is a lease at inception. Both classifications of leases, operating and financing, are reported together in the statement of financial position as right-of-use (ROU) assets and lease liabilities.

The Organization leases automobiles, equipment, office and studio space, and broadcast transmission sites (Towers). ROU assets represent the Organization's right to use an underlying asset for the lease term and lease liabilities represent the Organization's obligation to make lease payments arising from the lease. ROU assets and lease liabilities are recognized at commencement date based on the present value of lease payments over the lease term. Lease terms include options to extend or terminate the lease when it is reasonably certain that the Organization will exercise that option. The Organization has determined that available lease term extensions are reasonably certain to be exercised for Towers, but not other ROU assets. Lease expense for operating lease payments is recognized on a straight-line basis over the lease term.

The Organization has elected to recognize payments for certain leases as expense when incurred including short-term leases with a lease term of 12 months or less and leases with future lease payments less than the Organization's capitalization threshold of \$5,000. These leases are not included as lease liabilities or right-of-use assets on the statement of financial position. Information about these leases is reported in Note 9.

The Organization has elected to adopt the practical expedient under ASC 842 to not separate lease and nonlease components from all classes of ROU assets.

Impairment Analysis of Broadcast Licenses Not Subject to Amortization

Broadcast licenses are considered indefinite-lived intangibles and are recorded at cost and tested annually on June 30 for impairment, or more frequently if an event occurs or circumstances change that would indicate an impairment in accordance with ASC Topic 350, *Intangibles – Goodwill and Other*.

The unit of accounting used to test broadcast licenses includes all licenses owned and operated within an individual market, as such licenses are used together, are complementary to each other, and are representative of the best use of those assets.

The Organization tests broadcast licenses for impairment by first assessing qualitative factors to determine the existence of events and circumstances that may indicate it is more likely than not that the indefinite-lived intangible assets could be impaired. If, after assessing the totality of events and circumstances, the Organization concludes that it is not more likely than not that the indefinite-lived intangible assets are impaired, then no further action is taken. However, if the Organization concludes otherwise, then it determines the fair value of the indefinite-lived intangible assets and performs a quantitative impairment test by comparing the fair value with the carrying amount.

**MINNESOTA PUBLIC RADIO
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NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025**

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Impairment Analysis of Broadcast Licenses Not Subject to Amortization (Continued)

The Organization used qualitative factors to assess impairment of its broadcast licenses. Management determined that it was not more likely than not that the broadcast licenses were impaired, and no further action was taken.

Impairment Analysis of Other Long-Lived Assets

Other long-lived assets, such as property and equipment, are evaluated for impairment whenever events or changes in circumstances indicate the carrying value of an asset group may not be recoverable. The long-lived assets are evaluated for potential impairment by comparing the carrying amount of these assets to the estimated undiscounted future cash flows expected to result from the use of these assets. Should the sum of the related expected future net cash flows be less than the carrying amount, an impairment loss would be recognized. The Organization concluded it did not have any impairment for the year ended June 30, 2025.

Other Assets

Other assets include barter assets which are initially recorded at fair market value and expensed as the goods or services are used or received.

Allocation of Expenses

The Organization's costs of providing its various services have been classified on a functional basis in the statement of activities. Accordingly, certain costs have been allocated among operations, administrative and fundraising activities. Most expenses are charged directly to these functional areas where possible. Expenses which are not directly identifiable to a functional area are allocated based on people count that directly relates to the expense.

Income Tax Status

MPR is organized under Chapter 317 of Minnesota Statutes as nonprofit organizations. The Internal Revenue Service (IRS) has determined that MPR is a tax-exempt organization under Section 501(c)(3) of the Internal Revenue Code (IRC) and is not a private foundation, as it qualifies under Section 509(a)(1) as an organization defined under Section 170(b)(1)(A)(vi) of the IRC.

The Organization was engaged in certain activities that could result in unrelated business income and no estimated tax expense was recorded for the year ended June 30, 2025.

The Organization has adopted certain provisions of ASC Topic 740, *Income Taxes*. The provisions clarify the accounting for uncertainty in income taxes recognized in an organization's financial statements and prescribe a recognition threshold and measurement standard for the financial statement recognition and measurement of an income tax position taken or expected to be taken in a tax return. The Organization has reviewed its tax positions for all open tax years and has concluded that there are no uncertain tax positions that require recognition.

MINNESOTA PUBLIC RADIO
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NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Use of Estimates

The preparation of the 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 disclosures of contingent assets and liabilities at the date of the financial statements. Estimates also affect the reported amounts of support, revenue, and expenses during the period. Actual results could differ from those estimates.

Contributed Nonfinancial Assets

Contributed nonfinancial assets included in the statement of activities are comprised of the following as of June 30, 2025:

	Revenue Recognized	Utilization in Programs/Activities	Donor Restrictions	Valuation Techniques and Inputs
Office and Broadcast Tower Rent	\$ 257,000	Operations	None	Contributed rent is valued at estimated fair value based on rates used to charge other renters for similar spaces.
Promotion and Media Sponsorships	2,554,000	To promote the Organization's mission and content to the general public	None	Contributed promotion and media sponsorships are valued at the estimated fair value based on similar items or published rates.
Services	92,000	Marketing and recruiting services	None	Contributed services are valued at the estimated fair value based on similar services.
Event Rentals, Food and Beverages	37,000	Fundraising and operations	None	Contributed items are valued at the estimated fair value based on the price of similar items used when hosting events.
	<u>\$ 2,940,000</u>			

Subsequent Events

The Organization has evaluated subsequent events through September 16, 2025, the date the financial statements were available to be issued.

NOTE 3 FAIR VALUE MEASUREMENTS

ASC Topic 825, *Financial Instruments*, requires disclosure of fair value information about financial instruments, whether or not recognized in the statement of financial position, for which it is practicable to estimate that value. ASC Topic 825 excludes certain financial instruments and all nonfinancial instruments from its disclosure requirements.

MINNESOTA PUBLIC RADIO
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NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 3 FAIR VALUE MEASUREMENTS

ASC Topic 820 establishes a framework for measuring fair value and expands the disclosures about fair value measurements. Input levels as defined by ASC Topic 820 are as follows:

Level 1 – Financial assets and liabilities are valued using inputs that are unadjusted quoted prices of identical financial assets and liabilities in active markets accessible at the measurement date. The inputs include those traded on an active exchange, such as the New York Stock Exchange.

Level 2 – Financial assets and liabilities are valued using inputs such as quoted prices for similar assets and liabilities, or inputs that are observable, either directly or indirectly.

Level 3 – Financial assets and liabilities are valued using pricing inputs that are unobservable for the assets and liabilities or inputs that reflect the reporting entity's own assumptions about the assumptions that market participants would use in pricing the assets or liabilities.

The fair value measurement level within the hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques used need to maximize the use of observable inputs and minimize the use of unobservable inputs.

Investments are carried at fair value. Fair values of actively traded money market funds and mutual funds are based on quoted market prices. Fair value of the interest in investment pool is equal to the Organization's allocated share of the fair value of securities within the pool. The Organization invests in private equities, an asset class consisting of equity investments in operating companies that are not publicly traded on a stock exchange (collectively, private equities). Fair value of private equities is equal to the Organization's share in a joint venture, partnership, or similar arrangement with a taxable entity. The endowment fund held by others is recorded at the fair value of the underlying investments.

Financial assets measured at fair market value on a recurring basis were as follows:

	Level 1	Level 2	Level 3	Total
Interest in APMG Investment Pool	\$ -	\$ 24,864,000	\$ -	\$ 24,864,000
Money Market Funds	157,000	-	-	157,000
Fixed-Income Mutual Funds	34,000	-	-	34,000
Mutual Funds	72,122,000	-	-	72,122,000
Equities	30,000	-	-	30,000
Endowment Fund Held by Others	-	-	47,464,000	47,464,000
Total	<u>\$ 72,343,000</u>	<u>\$ 24,864,000</u>	<u>\$ 47,464,000</u>	<u>144,671,000</u>
Investments Measured at Net Asset Value or its Equivalent				225,000
Total				<u>\$ 144,896,000</u>

**MINNESOTA PUBLIC RADIO
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NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025**

NOTE 3 FAIR VALUE MEASUREMENTS (CONTINUED)

Changes in fair value measurements using Level 3 inputs for the year ended June 30, 2025 were as follows:

	Endowment Funds Held by Others
Beginning Investments at Fair Value	\$ 41,015,000
Additions to Endowments	2,365,000
Distributions	(1,735,000)
Change in Value	5,819,000
Ending Investments at Fair Value	<u>\$ 47,464,000</u>

Risks and Uncertainties

The Organization's financial instruments are exposed to various risks, such as interest rate, credit, and overall market volatility. Due to the level of risk associated with certain financial instruments, it is reasonably possible that changes in the values of financial instruments will occur in the near term and that such changes could materially affect the amounts reported in the statements of financial position and activities.

NOTE 4 RECEIVABLES

Program Receivables

Program receivables consist primarily of noninterest-bearing amounts due for individual gifts and membership, underwriting and distribution content fees. The Organization uses historical loss information based on aging of receivables as the basis to determine expected credit losses for receivables. A lost rate is developed for each risk category based on aging. Management believes the composition of receivables at year-end is consistent with historical conditions, and the customer base has not changed significantly. Management increased the credit loss percentages in some aging categories by 1% due to forward-looking information on the industry to calculate expected credit losses. At June 30, 2025, the allowance for estimate of expected credit losses was \$230,000.

Conditional promises to give are not included as support until such time as the conditions are substantially met. At June 30, 2025, conditional underwriting program receivables of approximately \$6,654,000 that were not recorded in the financial statements because the conditions had not been met.

Pledges and Grants Receivable

Pledges receivable consist of unconditional promises to give to a finite special-purpose fundraising campaign. Grants receivable are unconditional promises to give to support the general operating or capital needs of the Organization. Unconditional promises to give due in the next year are reported at their net realizable value as current assets in the statement of financial position.

MINNESOTA PUBLIC RADIO
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NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 4 RECEIVABLES (CONTINUED)

Pledges and Grants Receivable (Continued)

Unconditional promises to give due in subsequent years are reported at the present value of their net realizable value, using discount rates applicable to the years in which the promises are received. The present value discount, calculated using a two-year treasury bill rate, which were between 3.72% and 4.71%, was \$236,000 at June 30, 2025. Amortization of the discount is reported on the support from public and governmental agencies lines associated with the initial transactions within the statement of activities.

Conditional promises to give are not included as support until such time as the conditions are substantially met. At June 30, 2025, the Organization had received conditional pledges and grants of \$10,000,000 that were not recorded in the financial statements because the conditions had not been met.

Net program, pledges, and grants receivable at June 30, 2025 were due as follows:

In Less than One Year	\$ 9,846,000
In One to Five Years	<u>2,956,000</u>
Total	<u><u>\$ 12,802,000</u></u>

NOTE 5 INVESTMENTS

The Organization uses fair value measurements to record the following investments. For additional information on how the Organization measures fair value, see Note 3 – Fair Value Measurements.

Investments at June 30, 2025 consisted of the following:

Interest in Investment Pool	\$ 24,864,000
Cash	1,000
Money Market Funds	157,000
Fixed-Income Mutual Funds	34,000
Mutual Funds	72,122,000
Equities	30,000
Private Equities	<u>225,000</u>
Total	<u><u>\$ 97,433,000</u></u>

MINNESOTA PUBLIC RADIO
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NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 5 INVESTMENTS (CONTINUED)

Net investment return for the year ended June 30, 2025 consisted of the following:

Interest and Dividend Income	\$ 6,660,000
Realized Gains, Net	331,000
Unrealized Gains, Net	5,256,000
Change in Value of Endowment Funds Held by Others	5,819,000
Total	<u>\$ 18,066,000</u>

Investments are reported in the statement of financial position based on the Organization's intended use. The investment pool consists of balanced mutual funds, fixed-income securities (government-sponsored enterprises and corporate notes), cash, and cash equivalents (money market fund) held by APMG. The funds held by APMG represent actual funds on hand at APMG and are available to MPR. Investment return is allocated to MPR on a monthly basis based upon the average investment balances.

NOTE 6 DONOR-RESTRICTED ENDOWMENT

The Organization manages a donor-restricted endowment fund (The Fund) restricted to classical music and technological support for new media transmission. The Organization's investment policy for The Fund has the objectives to: grow real assets at a rate that equals or exceeds inflation plus the draw over the long term; provide ongoing and steady annual support (draw); minimize volatility in the annual draw; and maximize investment return including minimizing fees within the constraints of the investment policy objectives. The investment policy includes a spending policy designating an annual draw of 5.0% of the 20-quarter average market value of The Fund through the calendar year-end preceding the fiscal year in which the distribution is planned. The Organization will invest The Fund in publicly available mutual funds that meet investment objectives and minimize fees.

The Organization reports the original value of support to a donor-restricted endowment as funds held for perpetuity in net assets with donor restrictions. Accumulated net investment return on the donor-restricted funds is classified as with donor restriction, unless directed otherwise by a donor. There are no underwater endowment funds as of June 30, 2025.

At June 30, 2025, the endowment net asset composition by type of fund consists of the following:

	Without Donor Restrictions	With Donor Restrictions	Total
Donor-Restricted Endowment Funds:			
Original Donor-Restricted Gift Amount and Amounts Required to be Maintained in Perpetuity by Donor	\$ -	\$ 60,138,000	\$ 60,138,000
Accumulated Investment Gains	-	12,016,000	12,016,000
Total Funds	<u>\$ -</u>	<u>\$ 72,154,000</u>	<u>\$ 72,154,000</u>

MINNESOTA PUBLIC RADIO
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NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 6 DONOR-RESTRICTED ENDOWMENT (CONTINUED)

Changes in endowment net assets for the year ended June 30, 2025 were as follows:

	Without Donor Restrictions	With Donor Restrictions	Total
Endowment Net Assets, Beginning of Year	\$ -	\$ 66,627,000	\$ 66,627,000
Contributions to Endowment	-	-	-
Investment Income, Net of Investment Fees	-	5,121,000	5,121,000
Net Appreciation, Realized and Unrealized	-	4,251,000	4,251,000
Appropriation of Endowment Assets for Expenditure	-	(3,845,000)	(3,845,000)
Endowment Net Assets, End of Year	<u>\$ -</u>	<u>\$ 72,154,000</u>	<u>\$ 72,154,000</u>

NOTE 7 PROPERTY AND EQUIPMENT

Property and equipment at June 30, 2025 consisted of the following:

Property and Equipment:

Land	\$ 8,379,000
Building and Leasehold Improvements	43,868,000
Equipment	26,362,000
Construction in Progress	643,000
Total	<u>79,252,000</u>
Less: Accumulated Depreciation and Amortization	<u>(51,999,000)</u>
Net Property and Equipment	<u>\$ 27,253,000</u>

Total depreciation expense and amortization of leasehold improvements was \$2,556,000 for the year ended June 30, 2025, and was recorded in the Property Fund.

Construction in Progress

Construction in progress at June 30, 2025 represents costs incurred in connection with the acquisition and implementation of media infrastructure projects.

**MINNESOTA PUBLIC RADIO
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NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025**

NOTE 8 LONG-TERM DEBT

Long-term debt consisted of the following at June 30, 2025:

<u>Description</u>	<u>Amount</u>
\$3,620,000 fixed-rate, Housing and Redevelopment Authority of the City of Saint Paul Revenue Refunding Bonds (Minnesota Public Radio Project)—Series 2020 with interest due semiannually (2.36% as of June 30, 2025), maturing December 1, 2025, net.	\$ 789,000

On November 25, 2020 the Housing and Redevelopment Authority of the City of Saint Paul, Minnesota (the Authority), issued Revenue Refunding Bonds (Minnesota Public Radio Project)—Series 2020 (Series 2020 Bonds) in the original aggregate principal amount of \$3,620,000. The proceeds of the bonds were used to refund the outstanding principal amount of the Authority's \$9,040,000 Variable Rate Demand Revenue Bonds, Series 2010 (the Series 2010 Bonds). The Series 2020 Bonds were issued on November 25, 2020, and will mature on December 1, 2025, and are structured as unrated and unenhanced bonds purchased by DNT Asset Trust (the Purchaser), a wholly owned subsidiary of JP Morgan Chase Bank N.A., directly from the Authority. The Series 2020 Bonds are secured by a guaranty provided by APMG whereby APMG guarantees the payments when due for the principal and interest. Interest on the 2020 Series Bonds is fixed at 2.36% and is payable semiannually, due on June 1 and December 1, over the life of the Series 2020 bonds.

In addition to certain nonfinancial covenants, APMG is required to maintain a ratio of operating cash and investments to indebtedness of no less than 1.2-to-1.0.

The Organization incurred \$69,000 of interest expense on long-term debt during the year ended June 30, 2025.

NOTE 9 RIGHT-OF-USE ASSET AND LEASE LIABILITIES

The Organization leases automobiles, equipment, office and studio space, and broadcast transmission sites (Towers) under noncancelable lease agreements. Lease terms expire at various dates through 2058, which include lease term extensions that are reasonably certain to be exercised for Tower ROU assets that range between 5 – 25 years, as determined by the Organization's accounting policy for leases summarized in Note 2. The Organization uses the U.S. Treasury rate applicable to the lease term to calculate the present value of lease payments when the lease interest rate is not otherwise available.

MINNESOTA PUBLIC RADIO
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NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 9 RIGHT-OF-USE ASSET AND LEASE LIABILITIES (CONTINUED)

The Organization's lease agreements do not contain any material guaranteed residual values or financial covenants and generally require the Organization to pay separately for utilities, real estate taxes, maintenance, and other related non-rental costs.

The following table provides the Organization's right of use assets and lease liabilities for the year ended June 30, 2025.

Right-of-Use Assets:	
Financing Leases, Net	\$ 249,000
Operating Leases	29,447,000
Total	<u>\$ 29,696,000</u>
Lease Liabilities:	
Current:	
Financing Leases	\$ 87,000
Operating Leases	1,490,000
Noncurrent:	
Financing Leases	153,000
Operating Leases	29,387,000
Total	<u>\$ 31,117,000</u>

The following table provides quantitative information concerning the Organization's leases for the year ended June 30, 2025.

Finance Lease Costs:	
Amortization of Right-of-Use Asset	\$ 78,000
Interest on Lease Liabilities	8,000
Operating Lease Costs	3,307,000
Sublease Income	(4,000)
Total Lease Costs	<u>\$ 3,389,000</u>

MINNESOTA PUBLIC RADIO
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NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 9 RIGHT-OF-USE ASSET AND LEASE LIABILITIES (CONTINUED)

Other Information:

Cash Paid for Amounts Included in the Measurement
of Lease Liabilities:

Operating cash flows from finance leases	\$ 2,000
Operating Cash Flows from Operating Leases	2,950,000
Financing Cash Flows from Finance Leases	87,000
Right-of-Use Assets Obtained in Exchange for New Finance Lease Liabilities	\$ 145,000
Right-of-Use Assets Obtained in Exchange for New Operating Lease Liabilities	1,391,000

Weighted Average Remaining Lease Term:

Financing Leases	3.0 Years
Operating Leases	28.5 Years

Weighted Average Discount Rate:

Financing Leases	3.9%
Operating Leases	2.6%

A maturity analysis of annual undiscounted cash flows for lease liabilities as of June 30, 2025 is as follows:

<u>Year Ending June 30,</u>	<u>Amount</u>
2026	\$ 2,346,000
2027	1,670,000
2028	1,619,000
2029	1,614,000
2030	1,401,000
Thereafter	36,631,000
Total	<u>\$ 45,281,000</u>

NOTE 10 COMMITMENTS AND CONTINGENCIES

MPR is involved in various legal proceedings incidental to its business. Although it is difficult to predict the ultimate outcome of these cases, management believes that the resolution of such proceedings will not have a material adverse effect on the Organization's operations or financial position.

MPR has commitments related to media content agreements of \$6,944,000 through 2028.

MINNESOTA PUBLIC RADIO
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NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 11 RETIREMENT PLAN

The Organization participates in APMG's 403(b) tax-deferred retirement plan (the Plan), which provides for qualified employees to make contributions to the Plan through payroll deductions. For the year ended June 30, 2025, employee contributions were matched 100% by the Organization up to 6.5% of qualified employees' base compensation (matching contributions). The Organization made matching contributions of \$2,910,000 for the year ended June 30, 2025.

NOTE 12 AFFILIATED AND RELATED PARTY ORGANIZATIONS

The Organization is charged by APMG for its share of various administrative services and costs incurred on its behalf. For the year ended June 30, 2025, these charges totaled \$8,656,000 and are included in administrative expenses.

During the year ended June 30, 2025, the Organization was charged by Clearspring Enterprises for commissions and licensing fees of \$670,000 for providing program distribution rights. The charges are included in the operations expenses of the statement of activities.

For the year ended June 30, 2025, MPR charged Clearspring Studios for providing various programming services. For the year ended June 30, 2025, these charges totaled \$9,000 and are reflected in other earned revenue MPR.

The Organization received grants from APMG of \$480,000 for the year ended June 30, 2025 to support programming, which is included in intercompany grants on the statement of activities.

For the year ended June 30, 2025, MPR charged SCPR \$1,801,000 for providing various operational services and facilities costs. Payments of \$1,455,000 and \$346,000 are reflected in other earned revenue and revenue from operating activities, respectively, for MPR. MPR provided a grant to SCPR for programming services of \$202,000, which is included in operations expenses on the statement of activities.

In 1998, the APMG board of trustees created a quasi-endowment for the benefit of MPR (the Earned Endowment). Contributions to the Earned Endowment have come from the proceeds of the sale of for-profit subsidiaries and appreciated assets. The investment policy adopted by the APMG board of trustees includes a spending policy designating an annual distribution of 5.0% of the 20-quarter average market value of the Earned Endowment through the calendar year-end preceding the fiscal year in which the distribution is planned. For the year ended June 30, 2025, APMG granted \$8,372,000 under the spending policy, and the board of trustees approved additional grants of \$2,280,000 for strategic initiative projects. Under its terms, APMG maintains variance power over the Earned Endowment. As a result, the Earned Endowment is an asset of APMG, and MPR recognizes grants from APMG when received. At June 30, 2025, the fair market value of the Earned Endowment held by APMG was \$194,180,000.

**MINNESOTA PUBLIC RADIO
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NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025**

NOTE 13 RELATED PARTY CONTRIBUTIONS

During the year ended June 30, 2025, employees and members of the MPR board of trustees provided contributions of \$944,000 to the Organization.

MINNESOTA PUBLIC RADIO
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SCHEDULE OF OPERATING FUND AND LONG-TERM ACTIVITIES
YEAR ENDED JUNE 30, 2025
(WITH COMPARATIVE TOTALS FOR THE YEAR ENDED JUNE 30, 2024)
(IN THOUSANDS)
(SEE INDEPENDENT AUDITORS' REPORT)

	2025	2024
OPERATING FUND		
SUPPORT FROM PUBLIC		
Individual Gifts and Membership	\$ 35,990	\$ 32,063
Regional Underwriting	7,822	8,384
National Underwriting	15,396	19,687
Business General Support	785	952
Foundations	3,241	3,797
Endowment Grants	13,590	11,715
Other Intercompany Grants	513	2,432
Interfund Revenue	5,683	5,552
Educational Sponsors	139	139
Contributed Nonfinancial Assets	2,940	1,741
Campaign Support	173	728
Total Support from Public	86,272	87,190
SUPPORT FROM GOVERNMENTAL AGENCIES		
Corporation for Public Broadcasting	5,102	7,288
Grants from Other Governmental Agencies	2,173	2,150
Total Support from Governmental Agencies	7,275	9,438
EARNED REVENUE		
Revenue from Operating Activities	16,273	16,443
Royalties and Licensing Fees	13	944
Investment Return, Net	1,771	1,687
Other Earned Revenue	2,109	2,124
Total Earned Revenue	20,166	21,198
Total Support and Earned Revenue	113,713	117,826
EXPENSES		
Operations	87,049	86,424
Administrative	11,825	12,687
Fundraising	17,680	18,553
Total Expenses	116,554	117,664
SUPPORT AND REVENUE IN EXCESS OF EXPENSES BEFORE LONG-TERM ACTIVITIES	(2,841)	162
LONG-TERM ACTIVITIES		
Designated Fund Net Change	(3,462)	(2,073)
Property Fund Net Change	1,866	1,549
With Donor Restrictions Net Change	14,466	3,982
Total Long-Term Activities	12,870	3,458
CHANGE IN NET ASSETS	10,029	3,620
Net Assets - Beginning of Year	182,297	178,677
NET ASSETS - END OF YEAR	\$ 192,326	\$ 182,297

