

ANNUAL FINANCIAL REPORT
KRVS-FM RADIO
A PUBLIC TELECOMMUNICATIONS ENTITY
OPERATED BY THE
UNIVERSITY OF LOUISIANA AT LAFAYETTE
FOR THE YEAR ENDED JUNE 30, 2017

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INDEPENDENT AUDITORS' REPORT

KRVS-FM Radio
 University of Louisiana at Lafayette
 Lafayette, Louisiana

Report on the Financial Statements

We have audited the accompanying financial statements of the business-type activities of KRVS-FM Radio (A Public Telecommunications Entity operated by the University of Louisiana at Lafayette), which comprise the Statement of Net Position as of June 30, 2017, and the related Statements of Revenues, Expenses, and Changes in Net Position, and Cash Flows for the year 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 audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from 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 principles 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.

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Lafayette, Louisiana
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Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the business-type activities of KRVS-FM Radio as of June 30, 2017, and the respective changes in its financial position and cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

As discussed in Note 1A, the financial statements of KRVS-FM Radio are intended to present the financial position, the changes in financial position, and, where applicable, cash flows of only that portion of the business-type activities of the University of Louisiana at Lafayette that is attributable to the transactions of KRVS-FM Radio. They do not purport to, and do not present fairly the financial position of the University of Louisiana at Lafayette as of June 30, 2017, the changes in its financial position, or, where applicable, its cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to this matter.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 4–6 and the schedule of employer's share of net pension liability and employer contributions on pages 22-24 be presented to supplement the financial statements. Such information, although not a part of the financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, 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 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 audit was conducted for the purpose of forming an opinion on the financial statements as a whole that collectively comprise KRVS-FM Radio's basic financial statements. The other supplementary information on page 25 is presented for purposes of additional analysis and is not a required part of the basic financial statements.

The other supplementary information on page 25 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 auditing standards generally accepted in the United States of America. In our opinion, the other supplementary information is fairly stated in all material respects in relation to the basic financial statements as a whole.

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University of Louisiana at Lafayette
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Other Reporting Required by Government Auditing Standards

In accordance with Government Auditing Standards, we have also issued our report dated December 19, 2017, on our consideration of KRVS-FM Radio's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards in considering KRVS-FM Radio's internal control over financial reporting and compliance.

A handwritten signature in black ink that reads "John S. Dowley & Co". The signature is written in a cursive style.

Lafayette, Louisiana
December 19, 2017

KRVS-FM RADIO
A PUBLIC TELECOMMUNICATIONS ENTITY
OPERATED BY THE UNIVERSITY OF LOUISIANA AT LAFAYETTE
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2017

The following discussion and analysis is an overview of the financial position and activities of KRVS-FM Radio (KRVS) for the year ended June 30, 2017. Please read this document in conjunction with the information contained in the KRVS financial statements which follow this section.

FINANCIAL HIGHLIGHTS

KRVS's assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources at the close of fiscal year 2017 by \$191,102, which represents a decrease in net position of \$65,752 (or 25.60%) from the last fiscal year.

KRVS's operating revenues decreased \$46,953 (or 11.87%) while operating expenses increased \$37,220 (or 4.82%). Non-operating revenues increased \$10,349 (or 2.69%).

OVERVIEW OF THE FINANCIAL STATEMENTS

These financial statements consist of three sections

1. Management's Discussion and Analysis (this section).
2. The basic financial statements (including the notes to the financial statements).
3. Required Supplementary Information, if applicable.

BASIC FINANCIAL STATEMENTS

The basic financial statements present information for KRVS as a whole, in a format designed to make the statements easier for the reader to understand. The statements in this section include the Statement of Net Position, the Statement of Revenues, Expenses and Changes in Net Position, and the Statement of Cash Flows.

The Statement of Net Position presents the current and long-term portions of assets and liabilities separately. The difference between total assets and total liabilities is net position and may provide a useful indicator of whether the financial position of KRVS is improving or deteriorating.

The Statement of Revenues, Expenses and Changes in Net Position presents information showing how KRVS's assets changed as a result of current year operations. Regardless of when cash is affected, all changes in net position are reported when the underlying transactions occur. As a result, there are transactions included that will not affect cash until future fiscal periods.

The Statement of Cash Flows presents information showing how KRVS's cash changed as a result of current year operations. The cash flow statement is prepared using the direct method and includes the reconciliation of operating income (loss) to net cash provided (used) by operating activities (indirect method).

KRVS-FM RADIO
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MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2017

FINANCIAL ANALYSIS OF THE ENTITY

Statement of Net Position
As of June 30, 2017 and 2016

	<u>2017</u>	<u>2016</u>
Current Assets	\$178,955	\$170,304
Equipment, net	<u>401,860</u>	<u>438,297</u>
Total Assets	<u>580,815</u>	<u>608,601</u>
Deferred Outflows of Resources	<u>246,777</u>	<u>118,813</u>
Current Liabilities	52,633	51,889
Noncurrent Liabilities	<u>544,801</u>	<u>382,074</u>
Total Liabilities	<u>597,434</u>	<u>433,963</u>
Deferred Inflows of Resources	<u>39,056</u>	<u>36,597</u>
Net Position:		
Invested in capital assets, net of debt	401,860	438,297
Unrestricted	<u>(210,758)</u>	<u>(181,443)</u>
Total Net Position	<u>191,102</u>	<u>256,854</u>

Statement of Revenues, Expenses and Changes in Net Position
As of June 30, 2017 and 2016

	<u>2017</u>	<u>2016</u>
Operating Revenues:		
Operating grants and contributions	\$348,683	\$395,636
Operating Expenses:		
Public Broadcasting	<u>809,652</u>	<u>772,432</u>
Operating Income (Loss)	<u>(460,969)</u>	<u>(376,796)</u>
Non-operating Revenues	<u>395,217</u>	<u>384,868</u>
Increase (Decrease) in Net Position	(65,752)	8,072
Net Position, Beginning of Year	<u>256,854</u>	<u>248,782</u>
Net Position, End of Year	<u>191,102</u>	<u>256,854</u>

CAPITAL ASSETS

On June 30, 2017, KRVS had \$401,860 net of accumulated depreciation of \$527,860, invested in capital assets, all of which is equipment.

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MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2017

ECONOMIC FACTORS AND NEXT YEAR'S OPERATIONS

KRVS's management considered the following factors and indicators when planning next year's operations:

1. Impact from potential reductions in governmental funding sources.
2. Cost of living adjustments for salaries and other expenses.
3. Changing conditions in the broadcasting industry.

CONTACTING KRVS MANAGEMENT

This financial report is designed to provide our supporters and listeners with a general overview of KRVS's finances and to show KRVS's accountability for the money it receives. If you have any questions about this report or need additional financial information, contact Karl Fontenot, Acting General Manager, KRVS, P.O. Box 42171, Lafayette, Louisiana, 70504.

KRVS-FM RADIO
A PUBLIC TELECOMMUNICATIONS ENTITY
OPERATED BY THE UNIVERSITY OF LOUISIANA AT LAFAYETTE
STATEMENT OF NET POSITION
JUNE 30, 2017

ASSETS

<u>CURRENT ASSETS</u>	
Cash	\$160,634
Prepaid Expenses	<u>18,321</u>
<u>Total Current Assets</u>	<u>178,955</u>
 <u>PROPERTY AND EQUIPMENT</u>	
Equipment	929,720
Less: Accumulated Depreciation	<u>(527,860)</u>
<u>Total Property and Equipment</u>	<u>401,860</u>
 <u>TOTAL ASSETS</u>	 <u>580,815</u>
 <u>DEFERRED OUTFLOWS OF RESOURCES</u>	
Deferred Outflows Related to Pensions	<u>246,777</u>

LIABILITIES AND NET POSITION

<u>CURRENT LIABILITIES</u>	
Deferred Revenue	<u>52,633</u>
<u>Total Current Liabilities</u>	<u>52,633</u>
 <u>NONCURRENT LIABILITIES</u>	
Compensated Absences Payable	38,271
Net Pension Liability	<u>506,530</u>
<u>Total Noncurrent Liabilities</u>	<u>544,801</u>
 <u>TOTAL LIABILITIES</u>	 <u>597,434</u>
 <u>DEFERRED INFLOWS OF RESOURCES</u>	
Deferred Inflows Related to Pensions	<u>39,056</u>
 <u>NET POSITION</u>	
Net Invested in Capital Assets	401,860
Unrestricted	<u>(210,758)</u>
 <u>Total Net Position</u>	 <u>191,102</u>

The accompanying notes are an integral part of the basic financial statements.

KRVS-FM RADIO
A PUBLIC TELECOMMUNICATIONS ENTITY
OPERATED BY THE UNIVERSITY OF LOUISIANA AT LAFAYETTE
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
FOR THE YEAR ENDED JUNE 30, 2017

<u>OPERATING REVENUES</u>	
Corporation for Public Broadcasting	\$138,032
Memberships and Contributions	133,641
Underwriting	<u>77,010</u>
<u>Total Operating Revenues</u>	<u>348,683</u>
<u>OPERATING EXPENSES</u>	
<u>Program Services</u>	
Programming and Production	303,679
Broadcasting	<u>202,395</u>
<u>Total Program Services</u>	<u>506,074</u>
<u>Supporting Services</u>	
Management and General	<u>303,578</u>
<u>Total Supporting Services</u>	<u>303,578</u>
<u>Total Operating Expenses</u>	<u>809,652</u>
<u>OPERATING LOSS</u>	<u>(460,969)</u>
<u>NONOPERATING REVENUES</u>	
University Support	393,569
Non-employer Pension Revenue	<u>1,648</u>
<u>Total Nonoperating Revenues</u>	<u>395,217</u>
<u>DECREASE IN NET POSITION</u>	<u>(65,752)</u>
<u>NET POSITION</u> , beginning of year	<u>256,854</u>
<u>NET POSITION</u> , end of year	<u>191,102</u>

The accompanying notes are an integral part of the basic financial statements.

KRVS-FM RADIO
A PUBLIC TELECOMMUNICATIONS ENTITY
OPERATED BY THE UNIVERSITY OF LOUISIANA AT LAFAYETTE
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2017

<u>CASH FLOWS FROM OPERATING ACTIVITIES</u>	
Corporation for Public Broadcasting	\$ 138,776
Memberships and Contributions	133,641
Underwriting	77,010
Payments for Employee Compensation	(221,077)
Payments for Employee Benefits	(78,752)
Payments for Supplies and Services	<u>(344,501)</u>
<u>Net cash used by operating activities</u>	<u>(294,903)</u>
<u>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</u>	
University Support	<u>311,542</u>
<u>Net cash provided by noncapital financing activities</u>	<u>311,542</u>
<u>CASH FLOWS FROM CAPITAL FINANCING ACTIVITIES</u>	
Payments for Equipment	<u>(1,025)</u>
<u>Net cash used by capital financing activities</u>	<u>(1,025)</u>
<u>NET INCREASE IN CASH</u>	15,614
<u>CASH, beginning of year</u>	<u>145,020</u>
<u>CASH, end of year</u>	<u>160,634</u>
<u>NON-CASH FINANCING ACTIVITIES:</u>	
University Support	<u>\$ 82,027</u>
<u>RECONCILIATION OF OPERATING LOSS TO NET CASH</u>	
<u>USED BY OPERATING ACTIVITIES</u>	
Operating Loss	<u>\$(460,969)</u>
Adjustments to reconcile operating loss to net cash used by operating activities	
Depreciation	37,462
University Support	82,027
Non-employer Pension Revenue	1,648
(Increase) decrease in Prepaid Expenses	6,963
Increase (decrease) in Deferred Revenue	744
Increase (decrease) in Net Pension Liabilities	37,181
Increase (decrease) in Compensated Absences Payable	41
<u>Net cash used by operating activities</u>	<u>(294,903)</u>

The accompanying notes are an integral part of the basic financial statements.

KRVS-FM RADIO
A PUBLIC TELECOMMUNICATIONS ENTITY
OPERATED BY THE UNIVERSITY OF LOUISIANA AT LAFAYETTE
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2017

NATURE OF OPERATIONS

KRVS-FM Radio (the Station) is a public telecommunications entity operated by the University of Louisiana at Lafayette. Its purpose is to provide public radio programming and broadcasting in Lafayette, Louisiana and surrounding areas. The station is funded primarily by support from the University and by federal, state and local grants, as well as private sector memberships, contributions, and underwriting.

NOTE (1) – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. FINANCIAL REPORTING ENTITY

KRVS-FM Radio is a departmental budget unit of the University of Louisiana at Lafayette. As such, the financial transactions of the Station are maintained in separate accounts by the University. The accompanying financial statements of the Station contain sub-account information of the University. Annually, the University of Louisiana at Lafayette issues financial statements, which include the activity contained in the accompanying financial statements.

B. BASIS OF PRESENTATION

The accompanying financial statements have been prepared on the full accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting principles and reporting standards.

Proprietary fund financial statements include a statement of net position, a statement of revenues, expenses and changes in fund net position and a statement of cash flows.

Proprietary funds are used to account for operations that are financed and operated in a manner where the intent of the governing body is that the costs, (expenses) including depreciation, of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges.

C. MEASUREMENT FOCUS/BASIS OF ACCOUNTING

Proprietary funds are accounted for using the “economic resources” measurement focus and the accrual basis of accounting. Accordingly, all assets, deferred outflows of resources, liabilities (whether current or noncurrent), and deferred inflows of resources are included on the statement of net position. The statement of revenues, expenses and changes in fund net position presents increases (revenues) and decreases (expenses) in total net position. Under the accrual basis of accounting, revenues are recognized in the period in which they are earned while expenses are recognized in the period in which the liability is incurred, regardless of the timing of related cash flows.

Purchases of operating supplies are regarded as expenditures at the time of purchase and inventories of such supplies (if any) are not recorded as assets at the close of the fiscal year, unless material.

Operating income reported in proprietary fund financial statements includes revenues and expenses related to the primary, continuing operations of the fund. Principle operating revenues for proprietary funds include activities that have the characteristics of exchange transactions, such as most federal, state and local grants, contracts and federal appropriations. Operating revenues also include contributions of cash and services donated by outside parties. Principle operating expenses are those expenses that are

KRVS-FM RADIO
A PUBLIC TELECOMMUNICATIONS ENTITY
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NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE (1) – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. MEASUREMENT FOCUS/BASIS OF ACCOUNTING (CONTINUED)

essential to the primary operations of the Station. Other revenues and expenses are classified as non-operating in the financial statements.

D. CASH AND INVESTMENTS

Louisiana statutes authorize KRVS-FM Radio to invest in United States bonds, treasury notes or certificates, time certificates of deposit in state and national banks, the Louisiana Asset Management Pool, or any other federally insured investment.

E. PROPERTY AND EQUIPMENT

Property and equipment is stated at cost or, if donated, at fair market value at date of receipt. The radio station capitalizes all property and equipment with a cost, or value if donated, in excess of \$1,000. Depreciation is calculated on a straight-line basis over estimated useful lives ranging from five to thirty years. Expenses for repairs and maintenance are charged to operating expenses as incurred.

F. DEFERRED INFLOWS AND OUTFLOWS OF RESOURCES

Deferred inflows of resources represent an acquisition of net position that applies to a future period, and is therefore deferred until that time. The Station recognizes deferred inflows of resources related to pensions.

Deferred outflows of resources represent a consumption of net position that applies to a future period, and is therefore deferred until that time. The Station recognizes deferred outflows of resources related to pensions.

G. CONTRIBUTIONS

Contributions are recorded as revenue when received. Contributions collected by the University of Louisiana at Lafayette Foundation on behalf of the Station and used to pay expenses on behalf of the Station are recognized as revenue in these financial statements. The related expenses are also recognized in these financial statements.

H. IN-KIND CONTRIBUTIONS

Support provided by the University of Louisiana at Lafayette is recorded in revenue and expense when received.

I. FUNCTIONAL EXPENSE ALLOCATIONS

A summary of the costs of providing various program and supporting services is in the Statement of Revenues, Expenses, and Changes in Net Position. Accordingly, certain costs are allocated between the programs and supporting services benefited.

KRVS-FM RADIO
A PUBLIC TELECOMMUNICATIONS ENTITY
OPERATED BY THE UNIVERSITY OF LOUISIANA AT LAFAYETTE
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE (1) – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

J. RESTRICTED RESOURCES

When both restricted and unrestricted resources are available for use, it is the Station's policy to use restricted resources first, then unrestricted resources as they are needed.

K. NET POSITION

The Station's net position is classified as follows:

Net Invested in Capital Assets

This represents the Station's total investment in capital assets, net of accumulated depreciation and reduced by outstanding debt obligations related to acquisition, construction or improvement of those capital assets, if any.

Restricted Net Position

Restricted net position consist of net position with constraints placed on the use either by (1) external groups, such as creditors, grantors, contributors, or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislation.

Unrestricted Net Position

Unrestricted net position represents resources used for transactions relating to the general operations of the Station and may be used at the discretion of the Station's management to meet current expenses and for any purpose.

L. STATEMENT OF CASH FLOWS

For purposes of the Statement of Cash Flows, cash and cash equivalents includes all highly liquid investments with a maturity of three months or less when purchased.

M. 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 affecting certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

NOTE (2) – CASH

At June 30, 2017, cash consisted of demand deposits totaling \$160,634. These deposits are part of pooled cash held and controlled by the University of Louisiana at Lafayette and are secured from risk by the university through a custodial agreement.

Custodial credit risk is the risk that in the event of a bank failure, the Station's deposits may not be recovered. Under state law these deposits must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank. The market value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the fiscal agent. These pledged

KRVS-FM RADIO
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NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE (2) – CASH (CONTINUED)

securities are held in the name of the pledging fiscal agent bank in a holding or custodial bank in the form of safekeeping receipts held by the State Treasurer.

The Station does not have a policy for custodial credit risk.

NOTE (3) - CAPITAL ASSETS

Capital assets and depreciation activity as of and for the year ended June 30, 2017 were as follows:

	<u>Balances</u> <u>July 1, 2016</u>	<u>Additions</u>	<u>Disposals</u>	<u>Balances</u> <u>June 30, 2017</u>
Equipment	\$953,876	\$ 1,025	\$(25,181)	\$929,720
Less Accumulated Depreciation	<u>(515,579)</u>	<u>(37,462)</u>	<u>25,181</u>	<u>(527,860)</u>
Capital assets, net	<u>438,297</u>	<u>(36,437)</u>	<u>-</u>	<u>401,860</u>

Depreciation expense for the year ended June 30, 2017 was \$37,462.

NOTE (4) – RETIREMENT COMMITMENTS

For purposes of measuring the Net Pension Liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Teachers' Retirement System of Louisiana (TRSL), and additions to/deductions from TRSLs' fiduciary net position have been determined on the same basis as they are reported by TRSL. 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.

PLAN DESCRIPTION

Employees of KRVS-FM Radio (the Station) are provided with pensions through a cost-sharing multiple-employer defined benefit plan administered by the Teachers' Retirement System of Louisiana (TRSL). Chapter 2 of Title 11 of the Louisiana Revised Statutes (La. R.S. 11:401) grants to TRSL Board of Trustees and the Louisiana Legislature the authority to review administration, benefit terms, investments, and funding of the plan. TRSL issues a publicly available financial report that can be obtained at www.trsl.org.

BENEFITS PROVIDED

The following is a description of the plan and its benefits and is provided for general informational purposes only. TRSL provides retirement, deferred retirement option (DROP), disability, and survivor's benefits. Participants should refer to the appropriate statutes for more complete information.

Retirement Benefits:

1. Normal Retirement

Regular Plan - Members whose first employment makes them eligible for membership in a Louisiana state retirement system on or after July 1, 2015, may retire with a 2.5% benefit factor after

KRVS-FM RADIO
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NOTES TO FINANCIAL STATEMENTS
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NOTE (4) – RETIREMENT COMMITMENTS (CONTINUED)

PLAN DESCRIPTION (CONTINUED)

attaining age 62 with at least 5 years of service credit and are eligible for an actuarially reduced benefit with 20 years of service at any age. Members hired between January 1, 2011, and June 30, 2015, may retire with a 2.5% benefit factor after attaining age 60 with at least 5 years of service credit and are eligible for an actuarially reduced benefit with 20 years of service at any age. Members hired between July 1, 1999, and December 31, 2010, are eligible for a 2.5% benefit factor at the earliest of age 60 with 5 years of service, age 55 with 25 years of service, or at any age with 30 years of service. Members may retire with an actuarially reduced benefit with 20 years of service at any age. If hired before July 1, 1999, members are eligible for a 2% benefit factor at the earliest of age 60 with 5 years of service, or at any age with 20 years of service and are eligible for a 2.5% benefit factor at the earliest of age 65 with 20 years of service, age 55 with 25 years of service, or at any age with 30 years of service.

Plan A - Members may retire with a 3.0% benefit factor at age 55 with 25 years of service, age 60 with 5 years of service, or any age with 30 years of service. Plan A is closed to new entrants.

Plan B - Members may retire with a 2.0% benefit factor at age 55 with 30 years of service, or age 60 (first employed between January 1, 2011, and June 30, 2015) with 5 years of service, or age 62 (first employed after July 1, 2015) with 5 years of service, or an actuarially reduced benefit with 20 years of service at any age.

Benefit Formula

For all plans, retirement benefits are based on a formula which multiplies the final average compensation by the applicable accrual rate, and by the years of creditable service. For Regular Plan and Lunch Plan B members whose first employment makes them eligible for membership in a Louisiana state retirement system on or after January 1, 2011, final average compensation is defined as the highest average 60-month period. For all other members, final average compensation is defined as the highest average 36-month period.

Payment Options

A retiring member is entitled to receive the maximum benefit payable until the member's death. In lieu of the maximum benefit, the member may elect to receive a reduced benefit payable in the form of a Joint and Survivor Option, or as a lump sum that can't exceed 36 months of the members' maximum monthly benefit amount.

Effective July 1, 2009, members may make an irrevocable election at retirement to receive an actuarially reduced benefit which increases 2.5% annually, beginning on the first retirement anniversary date, but not before age 55 or before the retiree would have attained age 55 in the case of a surviving spouse. This option can be chosen in combination with the above options.

2. Deferred Retirement Option Program (DROP)

In lieu of terminating employment and accepting a service retirement, an eligible member can begin participation in the Deferred Retirement Option Program (DROP) on the first retirement eligibility date for a period not to exceed 3 years. A member has a 60 day window from his/her first eligible date to participate in the program in order to participate for the maximum number of years. Delayed participation reduces the three year maximum participation period. During participation, benefits otherwise payable are fixed, and deposited in an individual DROP account.

KRVS-FM RADIO
A PUBLIC TELECOMMUNICATIONS ENTITY
OPERATED BY THE UNIVERSITY OF LOUISIANA AT LAFAYETTE
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE (4) – RETIREMENT COMMITMENTS (CONTINUED)

PLAN DESCRIPTION (CONTINUED)

Upon termination of DROP participation, the member can continue employment and earn additional benefit accruals to be added to the fixed pre-DROP benefit.

Upon termination of employment, the member is entitled to the fixed benefit, an additional benefit based on post-DROP service (if any), and the individual DROP account balance which can be paid in a lump sum or an additional annuity based upon the account balance.

3. Disability Retirement Benefits

Active members whose first employment makes them eligible for membership in a Louisiana state retirement system before January 1, 2011, and who have five or more years of service credit are eligible for disability retirement benefits if certified by the State Medical Disability Board (SMDB) to be disabled from performing their job. All other members must have at least 10 years of service to be eligible for a disability benefit. Calculation of the disability benefit as well as the availability of a minor child benefit is determined by the plan to which the member belongs and the date on which the member's first employment made them eligible for membership in a Louisiana state retirement system.

4. Survivor Benefits

A surviving spouse with minor children of a deceased active member with at least five years of creditable service (2 years immediately prior to death) but less than 10 years of creditable service is entitled to a benefit equal to the greater of (a) \$600 per month, or (b) 50% of the member's benefit calculated at the 2.5% accrual rate for all creditable service. When a minor child(ren) is no longer eligible to receive survivor benefits, the surviving spouse's benefit ceases.

Each minor child (maximum of 2) shall receive an amount equal to the greater of (a) 50% of the spouse's benefit, or (b) \$300 (up to 2 eligible children). Benefits to minors cease at attainment of age 21, marriage, or age 23 if enrolled in an approved institution of higher education.

A surviving spouse with or without minor children of a deceased active member with at least 10 years of creditable service (2 years immediately prior to death) or 20 years of creditable service (regardless when earned) is entitled to a benefit equal to the greater of (a) \$600 per month, or (b) the option 2 equivalent of the benefit calculated at the 2.5% accrual rate for all creditable service. If a surviving spouse remarries before the age of 55 and the deceased active member had less than 20 years of creditable service, the surviving spouse's benefit will cease.

Permanent Benefit Increases/Cost-of-Living Adjustments

As fully described in Title 11 of the Louisiana Revised Statutes, the System allows for the payment of permanent benefit increases, also known as cost-of-living adjustments (COLAs) that are funded through investment earnings when recommended by the Board of Trustees and approved by the State Legislature.

KRVS-FM RADIO
A PUBLIC TELECOMMUNICATIONS ENTITY
OPERATED BY THE UNIVERSITY OF LOUISIANA AT LAFAYETTE
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE (4) – RETIREMENT COMMITMENTS (CONTINUED)

PLAN DESCRIPTION (CONTINUED)

Optional Retirement Plan (ORP)

The Optional Retirement Plan (ORP) was established for academic employees of public institutions of higher education who are eligible for membership in TRSL. This plan was designed to provide certain academic and unclassified employees of public institutions of higher education an optional method of funding for their retirement.

The ORP is a defined contribution pension plan which provides for portability of assets and full and immediate vesting of all contributions submitted on behalf of the affected employees to the approved providers. These providers are selected by the TRSL Board of Trustees. Monthly employer and employee contributions are invested as directed by the employee to provide the employee with future retirement benefits. The amount of these benefits is entirely dependent upon the total contributions and investment returns accumulated during the employee's working lifetime. Employees in eligible positions of higher education can make an irrevocable election to participate in the ORP rather than TRSL and purchase annuity contracts – fixed, variable, or both – for benefits payable at retirement.

EMPLOYER CONTRIBUTIONS

The employer contribution rate is established annually under La. R.S. 11:101-11:104 by the Public Retirement Systems' Actuarial Committee (PRSAC), taking into consideration the recommendation of the System's actuary. Each sub plan pays a separate actuarially determined employer contribution rate. However, all assets of TRSL are used for the payment of benefits for all classes of members, regardless of their plan. The rates in effect during the fiscal year ended June 30, 2017, are as follows:

2017 TRSL Sub Plan	Employer Contributions
K-12 Regular Plan	25.5%
Higher Ed Regular Plan	24.4%
Plan A	30.7%
Plan B	28.2%

ORP	Employer UAL
2017	21.2%

Note: In accordance with state statute, the System receives ad valorem taxes and state revenue sharing funds. These additional sources of income are used as employer contributions and are considered support from non-employer contributing entities, but are not considered special funding situations.

KRVS-FM RADIO
A PUBLIC TELECOMMUNICATIONS ENTITY
OPERATED BY THE UNIVERSITY OF LOUISIANA AT LAFAYETTE
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE (4) – RETIREMENT COMMITMENTS (CONTINUED)

EMPLOYER CONTRIBUTIONS (CONTINUED)

The Station's contractually required composite contribution rate for the year ended June 30, 2017, was 24.6% of annual payroll, actuarially determined as an amount that, when combined with employee contributions, is expected to finance the costs of benefits earned by employees during the year, with an additional amount to finance any Unfunded Actuarial Accrued Liability. Contributions to the pension plan from KRVS-FM Radio were \$49,602 for the year ended June 30, 2017.

PENSION LIABILITIES, PENSION EXPENSE, AND DEFERRED OUTFLOWS OF RESOURCES AND DEFERRED INFLOWS OF RESOURCES RELATED TO PENSIONS

At June 30, 2017, the Employer reported a liability of \$506,530 for its proportionate share of the Net Pension Liability. The Net Pension Liability was measured as of June 30, 2016, and the total pension liability used to calculate the Net Pension Obligation was determined by an actuarial valuation as of that date. The Station's proportion of the Net Pension Liability was based on a projection of the Station's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined. At June 30, 2016, the Station's proportion was 0.004315673%, which was an increase of 0.001117802% from its proportion measured as of June 30, 2015.

For the year ended June 30, 2017, the Station recognized pension expense of \$51,677 plus employer's amortization of change in proportionate share and differences between employer contributions and proportionate share of contributions, \$36,754.

At June 30, 2017, the Station reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ -	\$ 10,000
Changes of assumptions	-	-
Net difference between projected and actual earnings on pension plan investments	65,018	28,144
Changes in proportion and differences between Employer contributions and proportionate share of contributions	132,157	912
Employer contributions subsequent to the measurement date	<u>49,602</u>	<u>-</u>
Total	<u><u>246,777</u></u>	<u><u>39,056</u></u>

KRVS-FM RADIO
A PUBLIC TELECOMMUNICATIONS ENTITY
OPERATED BY THE UNIVERSITY OF LOUISIANA AT LAFAYETTE
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE (4) – RETIREMENT COMMITMENTS (CONTINUED)

PENSION LIABILITIES, PENSION EXPENSE, AND DEFERRED OUTFLOWS OF RESOURCES AND DEFERRED INFLOWS OF RESOURCES RELATED TO PENSIONS (CONTINUED)

\$49,602 reported as deferred outflows of resources related to pensions resulting from Station contributions subsequent to the measurement date will be recognized as a reduction of the Net Pension Liability in the year ended June 30, 2017. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ended June 30:	
2018	\$37,773
2019	37,773
2020	49,037
2021	33,536

ACTUARIAL METHODS AND ASSUMPTIONS

A summary of the actuarial methods and assumptions used in determining the total pension liability as of June 30, 2016, are as follows:

Actuarial cost method	Entry Age Normal
Amortization approach	Closed
Actuarial assumptions:	
Expected Remaining Service Lives	5 years
Investment rate of return	7.75% net of investment expenses*
Inflation rate	2.5% per annum
Projected salary increases	3.50% - 10.0% varies depending on duration of service
Cost-of-living adjustments	None
Mortality	Mortality rates were projected based on the RP-2000 Mortality Table with projection to 2025 using Scale AA.
Termination and disability	Termination, disability, and retirement assumptions were projected based on a five year (2008-2012) experience study of the System's members.

*The investment rate of return used in the actuarial valuation for funding purposes was 8.10%, recognizing an additional 25 basis points for the experience account and 10 basis points to offset administrative expenses.

KRVS-FM RADIO
A PUBLIC TELECOMMUNICATIONS ENTITY
OPERATED BY THE UNIVERSITY OF LOUISIANA AT LAFAYETTE
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE (4) – RETIREMENT COMMITMENTS (CONTINUED)

ACTUARIAL METHODS AND ASSUMPTIONS (CONTINUED)

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expenses and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation of 2.5% and an adjustment for the effect of rebalancing/diversification. The resulting expected long-term rate of return was 8.23% for 2016. Best estimates of arithmetic real rates of return for each major asset class included in the pension plan's target asset allocation as of June 30, 2016, are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Domestic equity	31.0%	4.50%
International equity	19.0%	5.31%
Domestic fixed income	14.0%	2.45%
International fixed income	7.0%	3.28%
Private Equity	29.0%	6.80%
Other Private Assets		4.82%

DISCOUNT RATE

The discount rate used to measure the total pension liability was 7.75%.

The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current contribution rate and that contributions from participating employers will be made at the actuarially determined contribution rates approved by PRSAC taking into consideration the recommendation of the System's actuary. Based on those assumptions, the System's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. 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.

KRVS-FM RADIO
A PUBLIC TELECOMMUNICATIONS ENTITY
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NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE (4) – RETIREMENT COMMITMENTS (CONTINUED)

SENSITIVITY OF THE EMPLOYER'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY TO CHANGES IN THE DISCOUNT RATE

The following presents the Employer's proportionate share of the Net Pension Liability using the discount rate of 7.75%, as well as what the Employer's proportionate share of the Net Pension Liability would be if it were calculated using a discount rate that is one percentage-point lower (6.75%) or one percentage-point higher (8.75%) than the current rate:

	1% Decrease 6.75%	Current Discount Rate 7.75%	1% Increase 8.75%
Employer's proportionate share of net pension liability	\$ 631,797	\$ 506,530	\$ 399,935

SUPPORT OF NON-EMPLOYER CONTRIBUTING ENTITIES

Contributions received by a pension plan from non-employer contributing entities that are not in a special funding situation are recorded as revenue by the respective plan. The Station recognizes revenue in an amount equal to their proportionate share of total contributions to the pension plan from these non-employer contributing entities. During the year ended June 30, 2017, the Station recognized revenue as a result of support received from non-employer contributing entities of \$1,648 for its participation in TRSL.

PENSION PLAN FIDUCIARY NET POSITION

Detailed information about the pension plan's fiduciary net position is available in the separately issued TRSL 2016 Comprehensive Annual Financial Report at www.trsl.org.

NOTE (5) - COMPENSATED ABSENCES

Employees accrue and accumulate annual leave and sick leave in accordance with state law and administrative regulations. Upon separation from employment, personnel or their heirs are compensated for accumulated annual leave not to exceed 300 hours. In addition, personnel or their heirs are compensated for accumulated sick leave not to exceed 25 days upon retirement or death. The method for computing the liability for unused annual and sick leave conforms to GASB Statement No. 16, Accounting for Compensated Absences. The liability for compensated absences has been calculated on a maximum of 300 hours of accumulated annual leave and on a maximum of 200 hours of accumulated sick leave for employees having at least 5 years of retirement system credit. The employer's portion of the Medicare tax and/or social security tax expected to be paid on the calculated liability for annual and sick leave has been included in the estimated liability for compensated absences.

NOTE (6) – OTHER POSTEMPLOYMENT BENEFITS

The University of Louisiana at Lafayette provides certain continuing health care and life insurance benefits for its retired employees. All of the University's employees become eligible for these benefits once they reach normal retirement age while working for the University. These benefits are paid by the University on

KRVS-FM RADIO
A PUBLIC TELECOMMUNICATIONS ENTITY
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NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE (6) – OTHER POSTEMPLOYMENT BENEFITS (CONTINUED)

behalf of the Station. GASB Statement No. 45 Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions establishes standards for the accounting and financial reporting for other postemployment benefits, including disclosing funding for the plan. The amount of the Station's liability is not readily determinable by the University as the calculation is based on the combined salaries of all University employees as a whole and shown on the University's financial statements as such.

NOTE (7) - DONATED FACILITIES AND ADMINISTRATIVE SUPPORT

Donated facilities and administrative support from the University of Louisiana at Lafayette consist of office and studio space and an allocation of costs incurred by the University on behalf of the radio station. The following items are included in revenues and expenses:

Operating expenses	\$315,875
Utilities for two transmitters	30,549
Land rent for radio tower (See Note 8)	100
Indirect administrative support	<u>47,045</u>
Total	<u>393,569</u>

NOTE (8) - OPERATING LEASES

The University of Louisiana at Lafayette leases land for a radio tower from the Lafayette Parish School Board. The lease expires on July 31, 2020, and requires annual rent of one dollar. The lease is valued at \$100 on the financial statements.

KRVS-FM Radio leases tower space from KLFY-TV10. The lease expires on February 19, 2022, and requires monthly rental payments of \$1,193. The following is a schedule by years of future minimum annual rental payments required under this operating lease:

Fiscal Year Ending June 30,	
2018	\$14,316
2019	14,316
2020	14,316
2021	14,316
2022	9,544
Thereafter	<u>-0-</u>
Total	<u>66,808</u>

Rental expense for the year ended June 30, 2017, is \$14,316.

NOTE (9) - EVALUATION OF SUBSEQUENT EVENTS

Subsequent events and transactions were evaluated for potential recognition or disclosure in the financial statements through December 19, 2017, the date the financial statements were available to be issued.

KRVS-FM RADIO
A PUBLIC TELECOMMUNICATIONS ENTITY
OPERATED BY THE UNIVERSITY OF LOUISIANA AT LAFAYETTE
SCHEDULE OF EMPLOYER'S SHARE OF NET PENSION LIABILITY
FOR THE YEAR ENDED JUNE 30, 2017

	2017*	2016*	2015*
Employer's Proportion of the Net Pension Liability	0.004315673%	0.003197871%	0.002851757%
Employer's Proportionate Share of the Net Pension Liability	\$506,530	\$343,844	\$291,491
Employer's Covered-Employee Payroll	\$197,518	\$147,476	\$117,998
Employer's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered-Employee Payroll	256.45%	233.15%	247.03%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	59.9%	62.5%	63.7%

*The amounts presented have a measurement date of the previous fiscal year end.

This schedule is intended to show information for 10 years. Additional years will be displayed as they become available.

See Independent Auditors' Report.

KRVS-FM RADIO
A PUBLIC TELECOMMUNICATIONS ENTITY
OPERATED BY THE UNIVERSITY OF LOUISIANA AT LAFAYETTE
SCHEDULE OF EMPLOYER CONTRIBUTIONS
FOR THE YEAR ENDED JUNE 30, 2017

Date	Contractually Required Contribution	Contributions in Relation to Contractually Required Contribution	Contribution Deficiency (Excess)	Employer's Covered Employee Payroll	Contributions as a % of Covered Employee Payroll
2017	\$49,602	\$49,602	\$ -	\$201,671	24.6%
2016	49,972	49,972	-	197,518	25.3%
2015	38,934	38,934	-	147,476	26.4%

This schedule is intended to show information for 10 years. Additional years will be displayed as they become available.

See Independent Auditors' Report.

KRVS-FM RADIO
A PUBLIC TELECOMMUNICATIONS ENTITY
OPERATED BY THE UNIVERSITY OF LOUISIANA AT LAFAYETTE
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
JUNE 30, 2017

NOTE (1) – CHANGES OF BENEFIT TERMS

Include:

A 1.5% COLA, effective July 1, 2016, provided by Acts 93 and 512 of the 2016 Louisiana Regular Legislative Session.

Regular Plan members whose first employment makes them eligible for membership in a Louisiana state retirement system on or after July 1, 2015, may retire with a 2.5% benefit factor after attaining age sixty-two with at least 5 years of service credit and are eligible for an actuarially reduced benefit with 20 years of service at any age.

NOTE (2) – CHANGES OF ASSUMPTIONS

There were no changes of benefit assumptions for the year ended June 30, 2017.

KRVS-FM RADIO
A PUBLIC TELECOMMUNICATIONS ENTITY
OPERATED BY THE UNIVERSITY OF LOUISIANA AT LAFAYETTE
SCHEDULE OF COMPENSATION, BENEFITS AND OTHER
PAYMENTS TO AGENCY HEAD OR CHIEF EXECUTIVE OFFICER
FOR THE YEAR ENDED JUNE 30, 2017

Agency Head Name/Title:
Karl Fontenot, Acting General Manager

<u>Purpose</u>	<u>Amount</u>
Salary	\$61,758
Benefits-insurance	6,769
Benefits-retirement	15,069
Benefits-other	-
Car allowance	-
Vehicle provided by government	-
Per diem	-
Reimbursements	-
Travel	-
Registration fees	-
Conference travel	2,601
Continuing professional education fees	-
Housing	-
Unvouchered expenses	-
Special meals	-

See Independent Auditors' Report.

James L. Nicholson, Jr., CPA
 G. Kenneth Pavy, II, CPA
 Michael A. Roy, CPA
 Lisa Trouille Manuel, CPA
 Dana D. Quebedeaux, CPA



JOHN S. DOWLING & COMPANY
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John S. Dowling, CPA
 1904-1984
 John Newton Stout, CPA
 1936-2005
 Chizal S. Fontenot, CPA
 1955-2012

Van L. Auld, CPA

Retired

Harold Dupre, CPA
 1996
 Dwight Ledoux, CPA
 1998
 Joel Lanclos, Jr., CPA
 2003
 Russell J. Stelly, CPA
 2005

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

KRVS-FM Radio
 University of Louisiana at Lafayette
 Lafayette, Louisiana

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States, the financial statements of KRVS-FM Radio (A Public Telecommunications Entity operated by the University of Louisiana at Lafayette), as of and for the year ended June 30, 2017, and the related notes to the financial statements, which collectively comprise the Station's basic financial statements, and have issued our report thereon, dated December 19, 2017.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered KRVS-FM Radio's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of KRVS-FM Radio's internal control. Accordingly, we do not express an opinion on the effectiveness of KRVS-FM Radio's internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A material weakness is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A significant deficiency is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

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 Fax: 337-984-5544

Compliance and Other Matters

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

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with Government Auditing Standards in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

This report is intended solely for the information and use of management of KRVS-FM Radio, others within the entity, federal awarding agencies, and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties. Under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.



Lafayette, Louisiana
December 19, 2017

KRVS-FM RADIO
A PUBLIC TELECOMMUNICATIONS ENTITY
OPERATED BY THE UNIVERSITY OF LOUISIANA AT LAFAYETTE
SCHEDULE OF FINDINGS AND RESPONSES
JUNE 30, 2017

I. Summary of Audit Results

1. The auditors' report expresses an unmodified opinion on the financial statements of KRVS-FM Radio as of and for the year ended June 30, 2017.
2. No significant deficiencies relating to the audit of the financial statements are reported in the Independent Auditors' Report on Internal Control over Financial Reporting and on Compliance and other Matters Based on an Audit of Financial Statements Performed in Accordance with Government Auditing Standards.
3. No instances of noncompliance material to the financial statements of KRVS-FM Radio are reported in the Independent Auditors' Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with Government Auditing Standards.
4. No management letter was issued for KRVS-FM Radio, as of and for the year ended June 30, 2017.
5. There was no single audit under 2 CFR 200.516(a) Uniform Guidance.

II. Findings – Financial Statement Audit

N/A

KRVS-FM RADIO
A PUBLIC TELECOMMUNICATIONS ENTITY
OPERATED BY THE UNIVERSITY OF LOUISIANA AT LAFAYETTE
SCHEDULE OF PRIOR YEAR FINDINGS
JUNE 30, 2017

SECTION I - INTERNAL CONTROL AND COMPLIANCE MATERIAL TO THE FINANCIAL STATEMENTS

N/A

SECTION II - INTERNAL CONTROL AND COMPLIANCE MATERIAL TO FEDERAL AWARDS

N/A

SECTION III - MANAGEMENT LETTER

N/A