

KABR RADIO
(A Department of the Alamo Navajo School Board, Inc.)

FINANCIAL AND COMPLIANCE AUDIT REPORTS

FOR THE YEAR ENDED JUNE 30, 2024

KABR RADIO
(A Department of the Alamo Navajo School Board, Inc.)

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FINANCIAL SECTION



INDEPENDENT AUDITOR'S REPORT

Members of the School Board
Alamo Navajo School Board, Inc.
Management of KABR Radio
Alamo, NM

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities and the operating fund of KABR Radio, a Department of the Alamo Navajo School Board, Inc., as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise KABR Radio's basic financial statements as listed in the table of contents.

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 opinions 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 elected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor



considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Basis for Adverse Opinion

As discussed in Note 1, the financial statements of KABR Radio, a Department of the Alamo Navajo School Board, Inc., are intended to present the financial position and the changes in financial position of only that portion of the governmental activities and operating fund information of the Alamo Navajo School Board, Inc. that is attributable to the transactions of KABR Radio. Accounting principles generally accepted in the United States of America require that the Alamo Navajo School Board, Inc.'s financial statements present the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the Alamo Navajo School Board, Inc.

Adverse Opinion

In our opinion, because of the significance of the matter discussed in the "Basis for Adverse Opinion" paragraph, the financial statements referred to above do not present fairly the financial position of the Alamo Navajo School Board, Inc., as of June 30, 2024, or the changes in financial position or cash flows thereof for the year then ended.

Unmodified Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities and operating fund of KABR Radio, a Department of the Alamo Navajo School Board, Inc., as of June 30, 2024, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.



Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the budgetary comparison information on page 14 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operations, 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 basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated January 2, 2025, on our consideration of KABR 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 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 KABR Radio's internal control over financial reporting and compliance.



Donham & Associates, CPA, LLC
Albuquerque, NM
January 2, 2025



KABR RADIO
(A Department of the Alamo Navajo School Board, Inc.)
STATEMENT OF NET POSITION
JUNE 30, 2024

		Governmental Activities	
		2024	2023
ASSETS			
Current Assets:			
Cash		\$ 159,978	\$ 368,102
Total Assets		<u>159,978</u>	<u>368,102</u>
LIABILITIES			
Current Liabilities:			
Accounts Payable and Accrued Payables		11,062	4,227
Unearned Revenue		<u>148,916</u>	<u>77,189</u>
Total Liabilities		<u>159,978</u>	<u>81,416</u>
NET POSITION			
Invested in Capital Assets, Net of Related Debt		-	-
Unrestricted		-	286,686
Total Net Position		<u>\$ -</u>	<u>\$ 286,686</u>

See accompanying notes to the financial statements.

KABR RADIO
(A Department of the Alamo Navajo School Board, Inc.)
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2024

	Operating Fund	
	2024	2023
REVENUES:		
CPB Grants and Contracts	\$ 214,959	\$ 174,013
Program Underwriting	51,576	61,165
Indirect Administrative Support	42,877	32,008
Total Revenues	<u>309,412</u>	<u>267,186</u>
EXPENDITURES:		
Salaries and Benefits	214,413	198,929
Travel and Meetings	796	2,520
Professional Fees	18,000	8,500
Supplies	2,015	4,688
Telecommunications	1,706	1,746
Minor Office Equipment	2,348	-
Programming Fees	27,257	18,795
Indirect Costs	42,877	32,008
Total Expenditures	<u>309,412</u>	<u>267,186</u>
Excess of Revenues Over Expenditures	<u>-</u>	<u>-</u>
Other Financing Sources		
Transfers In	<u>-</u>	<u>-</u>
Net Change in Fund Balance	<u>-</u>	<u>-</u>
Fund Balance , Beginning of Year	<u>286,686</u>	<u>286,686</u>
Prior Period Adjustment	<u>(286,686)</u>	<u>-</u>
Restated Fund Balance, Beginning of Year	<u>-</u>	<u>286,686</u>
Fund Balance (Deficit), End of Year	<u>\$ -</u>	<u>\$ 286,686</u>

See accompanying notes to the financial statements.

KABR RADIO
(A Department of the Alamo Navajo School Board, Inc.)
STATEMENT OF CASH FLOWS
YEAR ENDED JUNE 30, 2024

	<u>2024</u>	<u>2023</u>
<u>Cash Flows from Operating Activities</u>		
Change in Net Assets	\$ -	\$ -
Adjustments to Reconcile Change in Net Assets to Net Cash Provided by (used in) Operating Activities:		
Changes in Assets and Liabilities:		
Increase (Decrease) in Accounts Payable	6,835	1,173
Increase (Decrease) in Unearned Revenue	71,727	69,837
Increase (Decrease) in Compensated Absences	-	(15,530)
Increase (Decrease) in Prior Period Adjustment	<u>(286,686)</u>	<u>-</u>
Net Cash Provided by (used in) Operating Activities	<u>(208,124)</u>	<u>55,480</u>
<u>Cash Flows from Investing Activities</u>		
Purchases of Equipment	<u>-</u>	<u>-</u>
Net Cash Provided by (used in) Investing Activities	<u>-</u>	<u>-</u>
Net Increase (Decrease) In Cash	(208,124)	55,480
Cash, Beginning of Year	<u>368,102</u>	<u>312,622</u>
Cash, End of Year	<u><u>\$ 159,978</u></u>	<u><u>\$ 368,102</u></u>

See accompanying notes to financial statements.

KABR RADIO
(A Department of the Alamo Navajo School Board, Inc.)
SCHEDULE OF FUNCTIONAL EXPENSES
YEAR ENDED JUNE 30, 2024

	2024 Program Services				2024 Supporting Services	
	Programming & Production	Broadcasting & Engineering	Program Information & Promotion	Total	Management & General	Totals
Salaries and Benefits	\$ 42,883	\$ 139,369	\$ 10,720	\$ 192,972	\$ 21,441	\$ 214,413
Travel and Meetings	-	-	-	-	796	796
Professional Fees	-	-	-	-	18,000	18,000
Supplies	2,015	-	-	2,015	-	2,015
Telecommunications	341	1,109	85	1,535	171	1,706
Minor Office Equipment	-	2,348	-	2,348	-	2,348
Programming Fees	-	27,257	-	27,257	-	27,257
Indirect Costs	-	-	-	-	42,877	42,877
Total	\$ 45,239	\$ 170,083	\$ 10,805	\$ 226,127	\$ 83,285	\$ 309,412

	2023 Program Services				2023 Supporting Services	
	Programming & Production	Broadcasting & Engineering	Program Information & Promotion	Total	Management & General	Totals
Salaries and Benefits	\$ 39,786	\$ 129,304	\$ 9,946	\$ 179,036	\$ 19,893	\$ 198,929
Travel and Meetings	-	-	-	-	2,520	\$ 2,520
Professional Fees	-	-	-	-	8,500	8,500
Supplies	4,688	-	-	4,688	-	4,688
Telecommunications	349	1,135	87	1,571	175	1,746
Programming Fees	-	18,795	-	18,795	-	18,795
Indirect Costs	-	-	-	-	32,008	32,008
Total	\$ 44,823	\$ 149,234	\$ 10,033	\$ 204,090	\$ 63,096	\$ 267,186

See accompanying notes to financial statements.

KABR RADIO
(A Department of the Alamo Navajo School Board, Inc.)
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024

1) Summary of Significant Accounting Policies

Nature of Operations

KABR Radio Station (the Station) is a department of the Alamo Navajo School Board, Inc., (ANSB). The Station's primary function is to provide public broadcasting to the people of the Alamo Navajo Community and surrounding communities. The Station is governed by the ANSB Board of Trustees and follows the operating and accounting policies of the ANSB. Funding sources for the Station include grants from the Corporation for Public Broadcasting, cost reimbursements from the ANSB, and business underwriting of public service announcements.

Reporting Entity

The Station is one of several departments of the ANSB, not a separate legal entity. The financial statements present only the financial position of the Station and do not purport to, and do not, present fairly the financial position of the ANSB, and the changes in its financial position and cash flows, where applicable, in conformity with accounting principles generally accepted in the United States of America. Therefore, the financial statements for the Station do not include assets and liabilities of the ANSB that do not relate to the Station.

Basis of Presentation

The accompanying financial statements have been prepared in accordance with the accounting principles generally accepted in the United States of America (GAAP) as prescribed by the Governmental Accounting Standards Board (GASB). This includes both government-wide statements (a statement of net position, and a statement of activities) and fund statements (for governmental funds, a balance sheet, and a statement of revenues, expenditures and changes in fund balances), together with notes to the financial statements and certain required supplemental information (RSI), including the MD&A and a budgetary comparison schedule showing original and final budgets and actual revenues and expenditures.

Government-Wide Statements – The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flows take place. These financial statements are designed to provide readers with a broad overview of the Station's finances, in a manner similar to a private-sector business. The Station does not have any business-type activities.

Non-exchange transactions, in which the Station gives (or receives) value without directly receiving (or giving) equal value in exchange, include grants and donations. Revenue from grants and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

KABR RADIO
(A Department of the Alamo Navajo School Board, Inc.)
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024

1) Summary of Significant Accounting Policies - continued

Governmental Fund Statements – Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. The Station considers all revenues reported in the governmental funds to be available if the revenues are collected within sixty days after year-end. Expenditures are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, claims and judgments, and compensated absences, which are recognized as expenditures to the extent they have matured. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt and acquisitions under capital leases are reported as other financing sources. The Station’s only governmental fund is the operating fund, which accounts for all its financial resources. The Station does not have any proprietary funds (business-type).

The Station has one governmental fund; the General Fund, which is the general operating fund of the Station. It is used to account for resources devoted to financing the general services of the Station and is charged with all operating expenditures.

Net Position

In the government-wide statements, net position is classified in three components:

Invested in capital assets, net of related debt – This category reports the Station’s investment in the carrying value of its capital assets, net of accumulated depreciation and reduced by any outstanding long-term debt used to acquire, construct or improve those assets.

Restricted – This category consists of net assets with external restrictions imposed on their use by creditors, grantors, contributors, or laws or regulations of other governments; or by law through constitutional provisions or enabling legislation. The Station did not have any restricted net assets at June 30, 2024 or 2023.

Unrestricted – This category represents all other net assets that do not meet the definition of “invested in capital assets, net of related debt” or “restricted.”

Fund Balance Classifications

Fund balances of the governmental funds are reported separately within classifications based on the hierarchy of the constraints placed on the use of those resources. The classifications are based on the relative strength of the constraints that control how the specific amounts can be spent. The classifications are non-spendable, restricted, committed, assigned, and unassigned.

KABR RADIO
(A Department of the Alamo Navajo School Board, Inc.)
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024

1) Summary of Significant Accounting Policies - continued

Non-spendable – The non-spendable fund balance classification includes amounts that cannot be spent because they are not in spendable form, or legally or contractually required to be maintained intact.

Restricted – Fund balance is reported as restricted when constraints placed on the use of resources are either externally imposed by creditors, grantors, contributors, or laws or regulations of other governments or is imposed by law through constitutional provisions or enabling legislation.

Committed – The committed fund balance classification includes amounts that can be used only for specific purposes imposed by formal action of the Governing Board. Those committed amounts cannot be used for any other purpose unless the Board removes or changes the specified use by taking the same type of action it employed to previously commit those amounts.

Assigned – Amounts in the assigned fund balance classification are intended to be used by the organization for specific purposes but do not meet the criteria to be classified as restricted or committed. In the general fund, assigned amounts represent intended uses established by the Governing Board or a management official delegated that authority by formal Board action.

Unassigned – Unassigned fund balance is used to classify all spendable amounts not contained in the other classifications.

When both restricted and unrestricted resources are available for use, it is the ANSB's policy to use restricted resources first, then unrestricted resources as they are needed. Similarly, within unrestricted fund balance, committed amounts are reduced first, followed by assigned, and the unassigned amounts when expenditures are incurred for purposes for which amounts in any of the unrestricted fund balance classifications could be used.

Use of Estimates

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

KABR RADIO
(A Department of the Alamo Navajo School Board, Inc.)
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024

1) Summary of Significant Accounting Policies - continued

Current Liabilities

Current liabilities consist of accounts payable; accounts payable is comprised of amounts payable to vendors at year end.

Capital Assets and Depreciation

Capital assets are presented at historical cost, less accumulated depreciation. Expenditures for additions, improvements, and replacements of capital assets are capitalized while maintenance and repairs, which do not improve or extend the service lives of the respective assets, are expensed as incurred. The Station's capitalization threshold (the dollar value above which asset acquisitions are added to the capital asset accounts) is \$5,000 and an estimated useful life in excess of one year. Depreciation is calculated using the straight-line method over the following estimated useful lives, which is 5-10 years for broadcast equipment.

Income Taxes

As a department of the ANSB, the Station is exempt from federal and state income taxes.

Indirect Administrative Support

The Station receives administrative services and support from the ANSB. These services are recorded as in-kind revenue and in the appropriate expense categories in the accompanying financial statements.

Compensated Absences

Employees are granted vacation leave in varying amounts. In the event of termination, an employee is reimbursed for the accumulated vacation leave. All vacation pay is accrued when incurred in the government-wide financial statements. A liability for these amounts is reported in the governmental fund only if they have matured; for example, as a result of employee resignation or retirement. Employees are granted non-vesting sick leave. Upon termination, employees are not entitled to be paid for any accumulated sick leave. Therefore, sick leave benefits are not accrued.

Budgetary Data

The Station follows the ANSB's procedures in developing an annual budget. The Station's program director compiles a list of items needed for the radio station for the upcoming fiscal year. The ANSB Director of Administration prepares the budget based on historical numbers and input from the program director. The ANSB Board of Trustees adopts the budget as submitted or modifies the proposed budget before adopting it. Budget adjustments are prepared by the Director of Administration and approved by the Board of Trustees. Appropriations lapse at year-end. The Station's budget is adopted on a basis consistent with accounting principles generally accepted in the United States of America.

KABR RADIO
(A Department of the Alamo Navajo School Board, Inc.)
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024

2) Cash

The Station's cash is pooled with other ANSB cash balances. Pooled cash is reported at fair value. The Station's share of pooled cash at June 30, 2024 is \$159,978. Custodial credit risk is the risk that in an event of a bank failure, the ANSB's deposits may not be returned. Federal grant and contract provisions allow the ANSB to deposit funds only in accounts that are insured by the FDIC or fully collateralized by the financial institution. All cash balances at June 30, 2024 were insured by the FDIC or collateralized by securities of the pledging financial institution.

3) Capital Assets

Capital asset activity for the year ended June 30, 2024, is summarized as follows:

	Beginning Balance	Increase	Decrease	Ending Balance
Capital Assets Being Depreciated				
Equipment	\$ 125,172	\$ -	\$ -	\$ 125,172
Total Capital Assets Being Depreciated,	125,172	-	-	125,172
Less Accumulated Depreciation for Equipment	(125,172)	-	-	(125,172)
Total Accumulated Depreciation	(125,172)	-	-	(125,172)
Total Capital Assets, Net	\$ -	\$ -	\$ -	\$ -

4) Compensated Absences

No accrued compensated absences activity for the year ended June 30, 2024.

5) Risk Management

The Station is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The ANSB carries commercial insurance for all such risks of loss. Settled claims have not exceeded commercial insurance coverage for any of the previous three years.

KABR RADIO
(A Department of the Alamo Navajo School Board, Inc.)
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024

6) Retirement Plan

The ANSB has a tax-sheltered custodial arrangement retirement plan pursuant to Section 403(b) of the Internal Revenue Code. Franklin Templeton Trust Company acted as the trustee and administered the plan during fiscal years 2024 and 2023. Changes to plan provisions and contribution requirements must be approved through a resolution by the Board of Trustees. The plan covers all full-time employees and part-time employees who have worked more than 1,000 hours during the fiscal year. The ANSB contributes an amount as determined by the Board of Trustees. The contribution may be fixed in terms of dollar amount or as a percentage of annual compensation.

Contributions are accrued and funded on a current basis. The Station's contributions to the plan for the year ended June 30, 2024 totaled \$8,214.

7) Prior Period Adjustment

A prior period adjustment of \$286,686 was made to correct the fund balance as of June 30, 2024.

8) Subsequent Events

Subsequent events have been evaluated through January 2, 2025, the date the financial statements were available to be issued. There are no subsequent events required to be reported. There are no pending or known threatened legal proceedings involving material matters to which the Station is a party.

KABR RADIO
(A Department of the Alamo Navajo School Board, Inc.)
BUDGETARY COMPARISON SCHEDULE - OPERATING FUND
FOR THE YEAR ENDED JUNE 30, 2024

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues:				
Grants and Contracts	\$ 215,000	\$ 215,000	\$ 214,959	\$ (41)
Program Underwriting	100,000	100,000	94,453	(5,547)
Total Revenues	<u>315,000</u>	<u>315,000</u>	<u>309,412</u>	<u>(5,588)</u>
Expenditures:				
Salaries and Benefits	215,000	215,000	214,413	587
Travel and Meetings	1,000	1,000	796	204
Professional Fees	18,000	18,000	18,000	-
Supplies	2,500	2,500	2,015	485
Telecommunications	1,000	1,000	1,706	(706)
Minor Office Equipment	2,500	2,500	2,348	152
Programming Fees	30,000	30,000	27,257	2,743
Indirect Administrative Support	45,000	45,000	42,877	2,123
Total Expenditures	<u>315,000</u>	<u>315,000</u>	<u>309,412</u>	<u>5,588</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Other Financing Sources				
Transfers In	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance (Deficit), Beginning of Year	<u>286,686</u>	<u>286,686</u>	<u>286,686</u>	<u>286,686</u>
Prior Period Adjustment	<u>(286,686)</u>	<u>(286,686)</u>	<u>(286,686)</u>	<u>(286,686)</u>
Restated Fund Balance, Beginning of Year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance (Deficit), End of Year	<u>\$ 286,686</u>	<u>\$ 286,686</u>	<u>\$ 286,686</u>	<u>\$ 286,686</u>

See accompanying notes to the financial statements.

COMPLIANCE SECTION

**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**

Members of the School Board
Alamo Navajo School Board, Inc.
Management of KABR Radio
Alamo, NM

We have audited, in accordance with the 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 the governmental activities and the operating fund of KABR Radio, a Department of the Alamo Navajo School Board, Inc., as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise KABR Radio's basic financial statements and have issued our report thereon dated January 2, 2025.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered KABR 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 opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of KABR Radio's internal control. Accordingly, we do not express an opinion on the effectiveness of KABR 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.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether KABR 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.



Donham and Associates, CPA, LLC
Albuquerque, NM
January 2, 2025



KABR RADIO
(A Department of the Alamo Navajo School Board, Inc.)
SCHEDULE OF FINDINGS AND RESPONSES
FOR THE YEAR ENDED JUNE 30, 2024

SECTION I - SUMMARY OF AUDIT RESULTS:

Financial Statements:

- | | |
|--|------------|
| 1. Type of auditors' report issued: | Unmodified |
| 2. Internal control over financial reporting: | |
| a. Material weakness identified? | No |
| b. Significant deficiencies identified not considered to be material weaknesses? | No |
| c. Noncompliance material to financial statements noted? | No |

SECTION II - FINANCIAL STATEMENT FINDINGS:

NONE

KABR RADIO
(A Department of the Alamo Navajo School Board, Inc.)
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
FOR THE YEAR ENDED JUNE 30, 2024

None.