

Asian Media Access, Inc.
Minneapolis, Minnesota

Financial Statements
Auditor's Report
For the Years Ended
June 30, 2011 and 2010

Carpenter *Evert*
Certified Public Accountants



CONTENTS

| | <u>PAGE</u> |
|--|-------------|
| INDEPENDENT AUDITOR'S REPORT | 1 |
| EXHIBIT A: Statements of Activities and Changes in Net Assets – For the Years Ended June 30, 2011 and 2010 | 2 |
| EXHIBIT B: Statement of Functional Expense – For the Year Ended June 30, 2011 with Comparative Totals for 2010..... | 3 |
| EXHIBIT C: Statement of Functional Expense – For the Year Ended June 30, 2010 | 4 |
| EXHIBIT D: Statements of Financial Position – June 30, 2011 and 2010 | 5 |
| EXHIBIT E: Statements of Cash Flows – For the Years Ended June 30, 2011 and 2010 | 6 |
| NOTES TO FINANCIAL STATEMENTS | 7-13 |



Certified Public Accountants

Minnesota Center • Suite 940

Carpenter Evert

7760 France Avenue South

Bloomington, Minnesota 55435

952-831-0085 Fax 952-831-0792

Independent Auditor's Report

Board of Directors
Asian Media Access, Inc.
Minneapolis, Minnesota

We have audited the accompanying statements of financial position of Asian Media Access, Inc. as of June 30, 2011 and 2010, and the related statements of activities and changes in net assets, functional expense and cash flows for the years then ended. These financial statements are the responsibility of the Organization's management. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audits to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

In our opinion, the aforementioned financial statements present fairly, in all material respects, the financial position of Asian Media Access, Inc. as of June 30, 2011 and 2010, and the changes in net assets and its cash flows for the years then ended in conformity with accounting principles generally accepted in the United States of America.

Certified Public Accountants

Minneapolis, Minnesota
April 15, 2012

ASIAN MEDIA ACCESS, INC.
STATEMENTS OF ACTIVITIES AND CHANGES IN NET ASSETS
FOR THE YEARS ENDED JUNE 30, 2011 AND 2010

| | 2011 | | | 2010 | | |
|--|--------------|------------------------|------------|--------------|------------------------|------------|
| | Unrestricted | Temporarily Restricted | Total | Unrestricted | Temporarily Restricted | Total |
| Support and Revenue: | | | | | | |
| Contributions (Including In-kind Contributions of \$122,863 in 2011 and \$160,540 in 2010) | \$ 186,055 | \$ 139,250 | \$ 325,305 | \$ 208,831 | \$ 105,000 | \$ 313,831 |
| Governmental Grants | 592,315 | - | 592,315 | 661,831 | - | 661,831 |
| Movie and Program Service Fees | 27,023 | - | 27,023 | 4,863 | - | 4,863 |
| Interest Income | 233 | - | 233 | 49 | - | 49 |
| Other Income | - | - | - | 750 | - | 750 |
| Net Assets Released from Restrictions: | | | | | | |
| Satisfaction of Program Restrictions | 109,952 | (109,952) | - | 91,651 | (91,651) | - |
| Satisfaction of Time Restrictions | - | - | - | - | - | - |
| Satisfaction of Capital Restrictions | - | - | - | - | - | - |
| Total Support and Revenue | 915,578 | 29,298 | 944,876 | 967,975 | 13,349 | 981,324 |
| Expense: | | | | | | |
| Program Services: | | | | | | |
| Film/ Performing Arts Exhibition | 58,932 | - | 58,932 | 35,513 | - | 35,513 |
| Multimedia Education | 265,190 | - | 265,190 | 319,627 | - | 319,627 |
| Multimedia Production | 103,131 | - | 103,131 | 124,302 | - | 124,302 |
| Multimedia Technology | 147,327 | - | 147,327 | 177,570 | - | 177,570 |
| RICE | 81,031 | - | 81,031 | 133,180 | - | 133,180 |
| Total Program Services | 655,611 | - | 655,611 | 790,192 | - | 790,192 |
| Support Services: | | | | | | |
| Management and General Fundraising | 67,108 | - | 67,108 | 79,913 | - | 79,913 |
| Total Support Services | 22,099 | - | 22,099 | 26,635 | - | 26,635 |
| Total Expense | 89,207 | - | 89,207 | 106,548 | - | 106,548 |
| | 744,818 | - | 744,818 | 896,740 | - | 896,740 |
| Change in Net Assets | 170,760 | 29,298 | 200,058 | 71,235 | 13,349 | 84,584 |
| Net Assets - Beginning of Year | 450,834 | 49,184 | 500,018 | 379,599 | 35,835 | 415,434 |
| Net Assets - End of Year | \$ 621,594 | \$ 78,482 | \$ 700,076 | \$ 450,834 | \$ 49,184 | \$ 500,018 |

The accompanying Notes to Financial Statements are an integral part of these statements.

EXHIBIT B

ASIAN MEDIA ACCESS, INC.
STATEMENT OF FUNCTIONAL EXPENSE
FOR THE YEAR ENDED JUNE 30, 2011 WITH COMPARATIVE TOTALS FOR 2010

| | 2011 | | | | | | | | | | 2010 | |
|---|-------------------------|--------------------------|--------------------------|-----------|------------------------------|-------------------------|------------------|---------------------|--------------------------|--------------------------|--------------------------|-------|
| | Program Services | | | | | Support Services | | | | | Total | Total |
| Film/ Performing Arts Exhibition | Multimedia Education | Multimedia Production | Multimedia Technology | RICE | Total Program Services | Management & General | Fund- raising | Support Services | Total All Services | Total All Services | Total All Services | |
| Salaries | \$ 29,472 | \$ 51,576 | \$ 73,680 | \$ 40,524 | \$ 327,876 | \$ 29,472 | \$ 11,052 | \$ 40,524 | \$ 368,400 | \$ 432,736 | \$ 432,736 | |
| Payroll Taxes | 2,750 | 4,813 | 6,875 | 3,781 | 30,594 | 2,750 | 1,031 | 3,781 | 34,375 | 36,660 | 36,660 | |
| Employee Benefits | 1,234 | 5,553 | 3,085 | 1,697 | 13,729 | 1,233 | 463 | 1,696 | 15,425 | 15,926 | 15,926 | |
| Total Personnel Costs | 33,456 | 58,549 | 83,640 | 46,002 | 372,199 | 33,455 | 12,546 | 46,001 | 418,200 | 485,322 | 485,322 | |
| Curriculum | 10,151 | 17,764 | 25,377 | 13,957 | 112,927 | 10,150 | 3,807 | 13,957 | 126,884 | 141,861 | 141,861 | |
| Contract Services | 5,083 | 8,894 | 12,707 | 6,989 | 56,545 | 5,083 | 1,906 | 6,989 | 63,534 | 113,567 | 113,567 | |
| Occupancy | 4,564 | 7,986 | 11,409 | 6,275 | 50,770 | 4,564 | 1,711 | 6,275 | 57,045 | 48,065 | 48,065 | |
| Travel | 2,038 | 3,566 | 5,093 | 2,802 | 22,668 | 2,038 | 764 | 2,802 | 25,470 | 58,101 | 58,101 | |
| Insurance | 690 | 1,208 | 1,725 | 949 | 7,678 | 690 | 259 | 949 | 8,627 | 9,011 | 9,011 | |
| Professional Fees | - | - | - | - | - | 8,176 | - | 8,176 | 8,176 | 8,883 | 8,883 | |
| Printing and Reproduction | 597 | 1,045 | 1,493 | 821 | 6,643 | 596 | 224 | 820 | 7,463 | 5,677 | 5,677 | |
| Postage and Mailing Costs | 433 | 758 | 1,083 | 596 | 4,819 | 433 | 162 | 595 | 5,414 | 1,428 | 1,428 | |
| Equipment Rental and Maintenance | 415 | 726 | 1,036 | 570 | 4,612 | 415 | 155 | 570 | 5,182 | 7,971 | 7,971 | |
| Telephone | 245 | 429 | 613 | 337 | 2,728 | 247 | 92 | 339 | 3,067 | 2,912 | 2,912 | |
| Other Expense | 138 | 243 | 346 | 191 | 1,542 | 139 | 52 | 191 | 1,733 | 707 | 707 | |
| Depreciation | 1,122 | 1,963 | 2,805 | 1,542 | 12,480 | 1,122 | 421 | 1,543 | 14,023 | 13,235 | 13,235 | |
| Total Expense | \$ 58,932 | \$ 103,131 | \$ 147,327 | \$ 81,031 | \$ 655,611 | \$ 67,108 | \$ 22,099 | \$ 89,207 | \$ 744,818 | \$ 896,740 | \$ 896,740 | |

The accompanying Notes to Financial Statements
are an integral part of this statement.

EXHIBIT C

ASIAN MEDIA ACCESS, INC.
STATEMENT OF FUNCTIONAL EXPENSE
FOR THE YEAR ENDED JUNE 30, 2010

| | Program Services | | | | | | Support Services | | | | Total All Services |
|----------------------------------|--|-------------------------|--------------------------|--------------------------|------------|------------------------------|-------------------------|------------------|------------------------------|------------|--------------------|
| | Film/ Performing Arts/ Exhibition | Multimedia Education | Multimedia Production | Multimedia Technology | RICE | Total Program Services | Management & General | Fund- raising | Total Support Services | | |
| Salaries | \$ 17,310 | \$ 155,785 | \$ 60,583 | \$ 86,547 | \$ 64,910 | \$ 385,135 | \$ 34,619 | \$ 12,982 | \$ 47,601 | \$ 432,736 | |
| Payroll Taxes | 1,466 | 13,198 | 5,132 | 7,332 | 5,499 | 32,627 | 2,933 | 1,100 | 4,033 | 36,660 | |
| Employee Benefits | 637 | 5,733 | 2,230 | 3,185 | 2,389 | 14,174 | 1,274 | 478 | 1,752 | 15,926 | |
| Total Personnel Costs | 19,413 | 174,716 | 67,945 | 97,064 | 72,798 | 431,936 | 38,826 | 14,560 | 53,386 | 485,322 | |
| Curriculum | 5,674 | 51,070 | 19,861 | 28,372 | 21,279 | 126,256 | 11,349 | 4,256 | 15,605 | 141,861 | |
| Contract Services | 4,543 | 40,884 | 15,899 | 22,714 | 17,035 | 101,075 | 9,085 | 3,407 | 12,492 | 113,567 | |
| Occupancy | 1,923 | 17,303 | 6,729 | 9,613 | 7,210 | 42,778 | 3,845 | 1,442 | 5,287 | 48,065 | |
| Travel | 2,324 | 20,916 | 8,135 | 11,620 | 8,715 | 51,710 | 4,648 | 1,743 | 6,391 | 58,101 | |
| Insurance | 360 | 3,244 | 1,262 | 1,802 | 1,352 | 8,020 | 721 | 270 | 991 | 9,011 | |
| Professional Fees | - | - | - | - | - | - | 8,883 | - | 8,883 | 8,883 | |
| Printing and Reproduction | 227 | 2,044 | 795 | 1,135 | 852 | 5,053 | 454 | 170 | 624 | 5,677 | |
| Postage and Mailing Costs | 57 | 514 | 200 | 286 | 214 | 1,271 | 114 | 43 | 157 | 1,428 | |
| Equipment Rental and Maintenance | 319 | 2,869 | 1,116 | 1,594 | 1,196 | 7,094 | 638 | 239 | 877 | 7,971 | |
| Telephone | 116 | 1,048 | 408 | 582 | 437 | 2,591 | 234 | 87 | 321 | 2,912 | |
| Other Expense | 28 | 254 | 99 | 141 | 107 | 629 | 57 | 21 | 78 | 707 | |
| Depreciation | 529 | 4,765 | 1,853 | 2,647 | 1,985 | 11,779 | 1,059 | 397 | 1,456 | 13,235 | |
| Total Expense | \$ 35,513 | \$ 319,627 | \$ 124,302 | \$ 177,570 | \$ 133,180 | \$ 790,192 | \$ 79,913 | \$ 26,635 | \$ 106,548 | \$ 896,740 | |

The accompanying Notes to Financial Statements
are an integral part of this statement.

ASIAN MEDIA ACCESS, INC.
STATEMENTS OF FINANCIAL POSITION
JUNE 30, 2011 AND 2010

| <u>ASSETS</u> | <u>2011</u> | <u>2010</u> |
|---|---------------------------------|---------------------------------|
| Current Assets: | | |
| Cash | \$ 433,364 | \$ 151,127 |
| Contributions Receivable | 33,675 | 31,528 |
| Government Contracts Receivable | 81,848 | 87,644 |
| Prepaid Expenses | 6,306 | 20,980 |
| Other Assets | - | 101 |
| Total Current Assets | <u>555,193</u> | <u>291,380</u> |
| Property and Equipment - Net | <u>247,723</u> | <u>260,939</u> |
| TOTAL ASSETS | <u><u>\$ 802,916</u></u> | <u><u>\$ 552,319</u></u> |
| <u>LIABILITIES AND NET ASSETS</u> | | |
| Current Liabilities: | | |
| Accounts Payable | \$ 1,599 | \$ 1,767 |
| Funds Held For Others | 36,765 | - |
| Refundable Advances | 31,564 | - |
| Accrued Payroll Taxes | 5,756 | 2,373 |
| Accrued Salaries and Vacation | 27,156 | 48,161 |
| Total Current Liabilities | <u>102,840</u> | <u>52,301</u> |
| Net Assets: | | |
| Unrestricted: | | |
| Board Designated Reserve | 574,000 | 24,000 |
| Unrestricted | 47,594 | 426,834 |
| Total Unrestricted | <u>621,594</u> | <u>450,834</u> |
| Temporarily Restricted | <u>78,482</u> | <u>49,184</u> |
| Total Net Assets | <u>700,076</u> | <u>500,018</u> |
| TOTAL LIABILITIES AND NET ASSETS | <u><u>\$ 802,916</u></u> | <u><u>\$ 552,319</u></u> |

The accompanying Notes to Financial Statements
are an integral part of these statements.

ASIAN MEDIA ACCESS, INC.
STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED JUNE 30, 2011 AND 2010

| <u>Increase (Decrease) in Cash</u> | <u>2011</u> | <u>2010</u> |
|--|-------------------|-------------------|
| Cash Flows from Operating Activities: | | |
| Change in Net Assets | \$ 200,058 | \$ 84,584 |
| Total Adjustments | <u>82,986</u> | <u>(92,704)</u> |
| Net Cash Provided (Used) by Operating Activities | 283,044 | (8,120) |
| Cash Flows from Investing Activities: | | |
| Purchase of Property and Equipment | (807) | (3,769) |
| Cash Flows from Financing Activities: | | |
| None | <u>-</u> | <u>-</u> |
| Net Increase (Decrease) in Cash | 282,237 | (11,889) |
| Cash - Beginning of Period | <u>151,127</u> | <u>163,016</u> |
| Cash - End of Period | <u>\$ 433,364</u> | <u>\$ 151,127</u> |

The accompanying Notes to Financial Statements
are an integral part of these statements.

ASIAN MEDIA ACCESS, INC.
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2011 AND 2010

1. Summary of Significant Accounting Policies

Organizational Purpose

Incorporated in August 1992, Asian Media Access, Inc. (AMA) is a comprehensive, multi-media based community advocacy organization. AMA is dedicated to using multi-media and technology as tools for social betterment. AMA recognizes that multi-media and technology are essential for advocacy, communication and education, in order to mobilize communities, and young people; to engage in understanding and communicating of Pan Asian issues; and to arrive at a participatory decision making process for a safe, supportive environment for all.

As multimedia is defined by the Oxford Dictionary – “using more than one medium of expression or communication including film, dance, video, audio, design, drama, acrobatics, and stage effects”. By effectively utilizing these different tools, AMA creates as well as presents programs that educate and enrich the communities. We believe the multi-media arts and information technology empower all of us with critical thinking and promote good citizenship—especially important as we prepare young people to be tomorrow’s leaders. Our thought-provoking media exhibitions, stage performances, resourceful educational products and youth programs encourage deep reflection, challenge previous assumptions, provide solace, and allow participants to develop their own way of connection in timeless works of creation, communication and community building.

The Organization’s programs are as follows:

Film/ Performing Arts Exhibition – AMA has been a pioneer in bringing in Asian films to American audiences. Our regular exhibition programs include "Cinema with Passion"; annual "Chinese Film Showcase"; "Asian Funniest Commercials"; and "Asian Children's Film Festival". Also AMA has expanded beyond film exhibition, adding on the annual Fringe Festival Theatrical Production, and Dance Performances.

Multimedia Education – This division consists of after-school and summer programs offered to at risk youth, focusing on dance, music, video and digital technology application and production.

Multimedia Production – AMA has produced a variety of educational videos and television programs to broadcast at the local channels and featured at AMA youth blog site – “Youth In Charge.” Through these productions, we bring to the communities important messages and inspiring discussion. Our past and current productions include, "East Meets West"; "Helping Youth Succeed"; "Compulsive Gambling Educational Video"; and various Public Education Media Campaigns.

Radio ASIA (Asian Station in American) – A 24-hour HD radio station at 106.1 HD 3, is the first of its kind in the nation, serving Pan Asians, along with 24/7 web streaming at www.radioasia.org. Radio ASIA is committed to the creation of radio broadcasting by and for Pan Asians from diverse cultures, languages, and under-represented by local media, in order to expand audiences with innovative and educational programs that stimulate beyond his/her worldviews.

ASIAN MEDIA ACCESS, INC.
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2011 AND 2010

1. Summary of Significant Accounting Policies (continued)

Organizational Purpose (continued)

Multimedia Technology – Multimedia Technology is an important factor for our community building, which includes: AMAConnect, computer services at low cost for other non-profits; and APA ComMNet, an internet-based network to connect community agencies in Minnesota to share information on the web in diverse Asian languages.

RICE (Reaching Immigrant with Case and Education) – RICE is a social service component of AMA. This division includes Ramen Ya transitional housing, employment training, and intervention services. The Ramen Ya (Noodle House) transitional housing supports six beds for runaway and homeless girls with safe and dignified living, up to 18 months.

Fund Accounting

In order to observe the limitation and restrictions placed on resources available to Asian Media Access, Inc., the accounts are maintained in accordance with the principles of fund accounting. This is the procedure whereby resources are classified for accounting and reporting purposes into net asset groupings established according to their nature and restrictions. A description of the groupings is as follows:

Unrestricted Net Assets – Net assets which are neither permanently nor temporarily restricted by donor-imposed stipulations. These net assets include both board designated and undesignated amounts. Property and equipment is reported as unrestricted net assets.

Temporarily Restricted Net Assets – The part of net assets of the Organization resulting from contributions and other inflows of assets whose use is limited by donor-imposed stipulations that either expire by passage of time or can be fulfilled and removed by actions pursuant to those stipulations.

Accounts Receivable and Allowance for Doubtful Accounts

The Organization extends credit to its customers on terms it establishes for individual customers. Receivables are recorded at amounts billed and are generally due when billed. Amounts outstanding for more than 30 days are considered delinquent. Accounts receivable are generally uncollateralized and the Organization does not charge interest on accounts receivable balances. The Organization reviews accounts receivable balances on a periodic basis and writes off delinquent receivables when they are considered uncollectible. No allowance for doubtful accounts has been provided as accounts receivable are considered collectable.

ASIAN MEDIA ACCESS, INC.
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2011 AND 2010

1. Summary of Significant Accounting Policies (continued)

Property and Equipment

All major expenditures for property and equipment above \$500 are capitalized at cost. Depreciation is provided through the use of the straight-line method.

Contributions

Contributions are recorded when received and recognized as support in the period received. If donor-imposed restrictions accompany the contribution, the amount is recorded as temporarily or permanently restricted until the donor-imposed restrictions expire or are fulfilled. Temporarily restricted net assets are reclassified to unrestricted in the period donor-imposed restrictions expire or are fulfilled, and are reported in the Statements of Activities under the Support and Revenue Category – Net Assets Released from Restrictions.

Promises-To-Give

Unconditional promises-to-give are recognized in the period the promises are made. Conditional promises-to-give are recognized when the conditions on which they depend are substantially met, that is, when the conditional promise becomes unconditional.

Government Grants and Contracts

Government grants and contract funds are recorded as revenue when earned. Revenue is earned when eligible expenditures, as defined in each grant or contract, are made. Funds received but not yet earned are shown as refundable advances. Expenditures under government contracts are subject to review by the granting authority. To the extent, if any, that such a review reduces expenditures allowable under these contracts, Asian Media Access, Inc. will record such disallowance at the time the final assessment is made.

Functional Allocation of Expense

Salaries and related expenses are allocated based on job descriptions and the best estimates of management. Expenses, other than salaries and related expenses, which are not directly identifiable by program or supporting service are allocated based on the best estimates of management.

Concentrations of Credit Risk Arising from Cash Deposits in Excess of Insured Limits

At June 30, 2011, the Organization held funds at a local financial institution in excess of federally insured limits.

ASIAN MEDIA ACCESS, INC.
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2011 AND 2010

1. Summary of Significant Accounting Policies (continued)

Income Tax

AMA has a tax-exempt status under Section 501(c)(3) of the Internal Revenue Code and has adopted *Accounting for Uncertainty in Income Taxes*, ASC 740-10. The Organization's policy is to evaluate uncertain tax positions, at least annually, for the potential for income tax exposure from unrelated business income or from loss of nonprofit status. The Organization continues to operate consistent with its original exemption application and each year takes the necessary actions to maintain its exempt status. It has been classified as an organization that is not a private foundation under the Internal Revenue Code and charitable contributions by donors are tax deductible.

Risks and Uncertainties

Management uses estimates and assumptions in preparing financial statements. Those estimates and assumptions can affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities, and the reported revenues and expenses.

Subsequent Events

AMA has evaluated the effect that subsequent events would have on the financial statements through April 15, 2012, which is the date financial statements were available to be issued.

2. Significant Concentrations of Credit Risk

Asian Media Access, Inc. provides services within the Twin Cities area. The amounts due for services provided are from individuals, or their third-party payors, substantially all of which are local residents. In addition, grants receivable are from local governments or institutions.

3. Correction of an Accounting Error

Contributions receivable were incorrectly stated at June 30, 2010. The restated amounts are as follows:

| | <u>As Previously Reported</u> | <u>Net Change</u> | <u>As Restated</u> |
|--------------------------|-----------------------------------|-----------------------|------------------------|
| Contributions Receivable | \$ 51,528 | \$ (20,000) | \$ 31,528 |
| Contributions | 333,831 | (20,000) | 313,831 |

ASIAN MEDIA ACCESS, INC.
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2011 AND 2010

4. Grants Receivable

The outstanding balance of grants receivable at June 30, 2011, is expected to be collected over the following fiscal years:

| | |
|--|------------------|
| <u>Due in the Year Ending June 30,</u> | |
| 2012 | <u>\$ 33,675</u> |

5. Major Sources of Support and Revenue

Major sources of support and revenue were as follows as of:

| | <u>June 30,</u> | |
|--|-----------------|-------------|
| | <u>2011</u> | <u>2010</u> |
| U.S. Department of Health and Human Services | \$ 228,491 | \$ 212,515 |
| Minnesota State Arts Board | 145,657 | 64,209 |
| U.S. Department of Justice | 28,805 | 176,536 |

6. Property and Equipment

The Organization owned the following as of:

| | <u>June 30,</u> | | |
|-------------------------------|-------------------|-------------------|-------------------------------|
| | <u>2011</u> | <u>2010</u> | <u>Estimated Useful Lives</u> |
| Building | \$ 238,153 | \$ 238,153 | 30 years |
| Land | 37,000 | 37,000 | |
| Furniture and Equipment | 80,561 | 79,754 | 3-5 years |
| Vehicle | 8,220 | 8,220 | 5 years |
| | <u>363,934</u> | <u>363,127</u> | |
| Less Accumulated Depreciation | <u>116,211</u> | <u>102,188</u> | |
| | <u>\$ 247,723</u> | <u>\$ 260,939</u> | |

Depreciation expense of \$14,023 and \$13,235 was recorded for the years ended June 30, 2011 and 2010, respectively.

7. Unrestricted Net Asset Designation

The Board of Directors has made the following designations of unrestricted net assets:

| | <u>June 30,</u> | |
|-------------------------------------|-------------------|------------------|
| | <u>2011</u> | <u>2010</u> |
| Capital Reserve | \$ 310,000 | \$ 10,000 |
| Personnel | 200,000 | - |
| Building Improvements / Maintenance | <u>64,000</u> | <u>14,000</u> |
| | <u>\$ 574,000</u> | <u>\$ 24,000</u> |

ASIAN MEDIA ACCESS, INC.
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2011 AND 2010

8. Temporarily Restricted Net Assets

Temporarily restricted net assets consisted of amounts for the following purposes as of:

| | <u>June 30,</u> | |
|-------------------------|------------------|------------------|
| | <u>2011</u> | <u>2010</u> |
| AmeriCorps Funding | \$ 28,875 | \$ - |
| HIV Prevention | 24,607 | 26,019 |
| General Operations FY12 | 10,000 | - |
| Project PHILIP | 10,000 | - |
| Youth Media Force | 5,000 | - |
| Speak Your Mind | - | 20,000 |
| Youth Programs | - | 3,165 |
| | <u>\$ 78,482</u> | <u>\$ 49,184</u> |

9. In-kind Contributions

Asian Media Access, Inc. records in-kind contributions at fair market value at date of donation. In-kind contributions included the following as of:

| | <u>June 30,</u> | |
|---------------------|-------------------|-------------------|
| | <u>2011</u> | <u>2010</u> |
| Curriculum Supplies | \$ 106,863 | \$ 117,260 |
| Contract Services | 16,000 | 34,460 |
| Occupancy | - | 8,820 |
| | <u>\$ 122,863</u> | <u>\$ 160,540</u> |

10. Leased Facilities

Rental commitments under noncancelable leases for office space in effect at June 30, 2011, total \$4,400. The future annual rental commitments are as follows:

| | |
|--|-----------------|
| <u>Due in the Year Ending June 30,</u> | |
| 2012 | <u>\$ 4,400</u> |

Rental expense was \$26,270 and \$27,465 for the years ended June 30, 2011 and 2010, respectively.

ASIAN MEDIA ACCESS, INC.
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2011 AND 2010

11. Related Parties

The executive director is an officer on the board of directors for Asian Media Access.

12. Cash Flow Operating Adjustments

Adjustments to reconcile Change in Net Assets to Net Cash Provided (Used) by Operating Activities were as follows as of:

| | <u>June 30,</u> | |
|---|------------------|--------------------|
| | <u>2011</u> | <u>2010</u> |
| Depreciation | \$ 14,023 | \$ 13,235 |
| Increases (Decreases) in Current Liabilities: | | |
| Accounts Payable | (168) | (2,357) |
| Funds Held for Others | 36,765 | - |
| Refundable Advances | 31,564 | - |
| Accrued Payroll Taxes | 3,383 | 1,342 |
| Accrued Salaries and Vacation | (21,005) | 16,094 |
| Decreases (Increases) in Current Assets: | | |
| Contributions Receivable | (2,147) | (22,754) |
| Government Contracts Receivable | 5,796 | (82,944) |
| Prepaid Expenses | 14,674 | (15,320) |
| Other Assets | 101 | - |
| Total Adjustments | <u>\$ 82,986</u> | <u>\$ (92,704)</u> |