

**SACRAMENTO COMMUNITY CABLE  
FOUNDATION  
DBA ACCESS SACRAMENTO  
FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2007**

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To The Board of Directors  
Sacramento Community Cable Foundation  
dba Access Sacramento

I have reviewed the accompanying statement of financial position of Sacramento Community Cable Foundation, dba Access Sacramento (a nonprofit organization) as of June 30, 2007 and the related statements of activity, changes in net assets, and cash flows for the year then ended, in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. All information included in these financial statements is the representation of the management of Sacramento Community Cable Foundation, dba Access Sacramento (a nonprofit organization).

A review consists principally of inquiries of Company personnel and analytical procedures applied to financial data. It is substantially less in scope than an audit in accordance with generally accepted auditing standards, the objective of which is the expression of an opinion regarding the financial statements taken as a whole. Accordingly, I do not express such an opinion.

Based on my review, I am not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in conformity with generally accepted accounting principles.

My review was made for the purposes of expressing limited assurance that there are no material modifications that should be made to the financial statements in order for them to be in conformity with generally accepted accounting principles. The information included in the accompanying schedules of operating expenses are only for supplementary analysis purposes. Such information has been subjected to the inquiry and analytical procedures applied in the review of the basic financial statements, and I am not aware of any material modifications that should be made to it.

THOMAS A. BALARSKY, CPA

October 26, 2007

SACRAMENTO COMMUNITY CABLE FOUNDATION  
DBA ACCESS SACRAMENTO

STATEMENT OF FINANCIAL POSITION  
JUNE 30, 2007

ASSETS

CURRENT ASSETS

Cash	\$ 176,374
Cash - reserve funds (Note 5)	<u>50,000</u>
Total current assets	<u>226,374</u>

FURNITURE AND EQUIPMENT

Furniture and equipment	1,226,873
Less accumulated depreciation	<u>1,119,547</u>
Net property and equipment	<u>107,326</u>

Total assets	<u>\$ 333,700</u>
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LIABILITIES AND NET ASSETS

CURRENT LIABILITIES

Accounts payable	\$ 7,795
Accrued vacation	<u>10,782</u>
Total current liabilities	<u>18,577</u>

NET ASSETS

Unrestricted	<u>315,123</u>
Total liabilities and net assets	<u>\$ 333,700</u>

See accountants' review report and  
notes to financial statements.

SACRAMENTO COMMUNITY CABLE FOUNDATION  
DBA ACCESS SACRAMENTO

STATEMENT OF ACTIVITY  
FOR THE YEAR ENDED JUNE 30, 2007

	Unrestricted	Temporary Restricted (NOTE 2)	Total
<b>SUPPORT AND REVENUE</b>			
Revenue			
SMCTC Grant	\$443,175		\$ 443,175
Interest income	3,435		3,435
Memberships	27,514		27,514
Film Festival	9,775		9,775
Game of the Week	50,000		50,000
Underwriting	6,183		6,183
User/rental fees	5,838		5,838
Training fees	7,667		7,667
Contracted Production	16,952		16,952
Donations	7,885		7,885
Hometown TV Grant	43,500		43,500
Fundraising	558		558
In-Kind Contributions		\$26,700	26,700
Total support and revenue	<u>622,482</u>	<u>\$26,700</u>	<u>649,182</u>
 Operating Expenses			
Personnel			
Executive Director	66,011		66,011
Office Coordinator	19,582		19,582
Production Director	32,305		32,305
Chief Technician	16,660		16,660
Fundraising/Underwriter Coordinator	1,050		1,050
Hometown TV Salary	36,893		36,893
Digital Media Coordinator	15,939		15,939
On-Call Production/Office	31,989		31,989
Radio Production Coordinator	14,888		14,888
Playback Operator and Assistant	27,745		27,745
Production Director - #1	46,040		46,040
Multi-Media Projects Coordinator	29,468		29,468
Community Outreach Coordinator	<u>3,354</u>		<u>3,354</u>
Total Personnel	<u>341,924</u>		<u>341,924</u>

See accountants' review report and  
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SACRAMENTO COMMUNITY CABLE FOUNDATION  
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STATEMENT OF ACTIVITY  
FOR THE YEAR ENDED JUNE 30, 2007

	Unrestricted	Temporary Restricted (NOTE 2)	Total
<b>Burden</b>			
Payroll Tax Expense	26,941		26,941
Medical Insurance	22,126		22,126
Retirement Plan	9,474		9,474
Workers' Compensation	<u>7,315</u>		<u>7,315</u>
Total Burden	<u>65,856</u>		<u>65,856</u>
Total Personnel and Burden	<u>407,780</u>		<u>407,780</u>
<b>Occupancy</b>			
Building - Rent Expense	39,315		39,315
Security	2,296		2,296
Utilities	10,403		10,403
Insurance	<u>13,854</u>		<u>13,854</u>
Total Occupancy	<u>65,868</u>		<u>65,868</u>
<b>General Administration</b>			
Office Expense	2,819		2,819
Telephone	4,398		4,398
Postage	3,193		3,193
Printing	1,529		1,529
Subscriptions & Publications	2,462		2,462
Legal & Accounting	14,188		14,188
Community Relation	9,048		9,048
Mileage, Parking & Travel	3,252		3,252
Promo & Advertising	747		747
Scholarships	1,600		1,600
Training	1,660		1,660
Festival	<u>6,711</u>		<u>6,711</u>
Total General Administration	<u>51,607</u>		<u>51,607</u>

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SACRAMENTO COMMUNITY CABLE FOUNDATION  
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STATEMENT OF ACTIVITY  
FOR THE YEAR ENDED JUNE 30, 2007

	Unrestricted	Temporary Restricted (NOTE 2)	Total
Production			
Tape Stock	3,070		3,070
Truck Expense	4,773		4,773
Maintenance, Parts, etc.	13,106		13,106
Program Guide/Viewfinder	<u>2,746</u>		<u>2,746</u>
Total Production	<u>23,695</u>		<u>23,695</u>
In-Kind			
Equipment Usage	<u>          </u>	<u>26,700</u>	<u>26,700</u>
Equipment			
Depreciation	31,635		31,635
Equipment Rent	3,589		3,589
Other	<u>886</u>		<u>886</u>
Total Equipment	<u>36,110</u>		<u>36,110</u>
 Total expenses	 <u>585,060</u>	 <u>26,700</u>	 <u>611,760</u>
 Increase (decrease) in net assets	 <u>\$ 37,422</u>	 <u>\$ 0</u>	 <u>\$ 37,422</u>

See accountants' review report and  
notes to financial statements.

SACRAMENTO COMMUNITY CABLE FOUNDATION  
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STATEMENT OF CHANGES IN NET ASSETS  
FOR THE YEAR ENDED JUNE 30, 2007

UNRESTRICTED NET ASSETS, BEGINNING OF YEAR	\$277,701
DECREASE IN NET ASSETS, CURRENT YEAR	<u>37,422</u>
TOTAL NET ASSETS, END OF YEAR	<u>\$315,123</u>

See accountants' review report and  
notes to financial statements.

SACRAMENTO COMMUNITY CABLE FOUNDATION  
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STATEMENT OF CASH FLOW  
FOR THE YEAR ENDED JUNE 30, 2007

CASH FLOWS FROM OPERATING ACTIVITIES	
Increase (decrease) in unrestricted net assets	\$ 37,422
Adjustments to reconcile increase in unrestricted net assets to net cash provided by operating activities	
Depreciation	31,635
Decrease (increase) in notes payable – line of credit	(590)
Increase (decrease) in accounts payable	5,526
Increase (decrease) in accrued vacation	<u>(5)</u>
Net cash provided by operating activities	<u>73,988</u>
CASH FLOWS FROM INVESTING ACTIVITIES	
Purchase of fixed assets	<u>(9,176)</u>
Net increase in cash	<u>64,812</u>
CASH, BEGINNING OF YEAR	<u>161,562</u>
CASH, END OF YEAR	<u>\$226,374</u>

SUPPLEMENTAL DISCLOSURES OF CASH FLOW INFORMATION

Cash paid during the year for interest	<u>\$ 0</u>
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See accountants' review report and  
notes to financial statements.



SACRAMENTO COMMUNITY CABLE FOUNDATION  
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NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2007

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

General

Sacramento Community Cable Foundation dba Access Sacramento (the Foundation) is a publicly supported organization, incorporated in 1985. The Foundation's objective is to support, manage, produce and distribute noncommercial, community-based media programs in the Sacramento area. In addition, the Foundation operates a computer media lab that provides digital production and editing assistance as well as computer media and web design classes to the public in the Sacramento area. The Media Lab's main source of support is from fundraising, grants, and membership fees.

Basis of Accounting

The accounts of the Foundation are maintained on the basis of cash receipts and disbursements; however, the accompanying financial statements have been adjusted to reflect the accrual basis of accounting.

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts and disclosures. According, actual results could differ from those estimates.

Income Taxes

The Foundation is exempt from income taxes under the provisions of the Internal Revenue Code Section 501(c)(3), and franchise taxes under the provisions of the California Revenue and Taxation Code Section 23701d except as they may be levied under unrelated business income.

Furniture and Equipment

Furniture and equipment purchased by the Foundation are recorded at cost. The Foundation uses the straight-line method in computing depreciation over the estimated useful lives of the assets.

Financial Statement Presentation

As of December 31, 1996, the Foundation adopted Statement of Financial Accounting Standards (SFAS) No. 117, *Financial Statements of Not-for-Profit Organizations*. Under SFAS No. 117, the Foundation is required to report information regarding its financial position and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets. In addition, the Foundation is required to present a statement of cash flows. There were no permanently or temporarily restricted net assets at June 30, 2007.

SACRAMENTO COMMUNITY CABLE FOUNDATION  
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NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2007

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Cash and Cash Equivalents

For purposes of statement of financial position presentation and reporting of cash flows, the Foundation considers all unrestricted demand deposits, money market funds and highly liquid debt instruments with a maturity of less than 90 days to be cash and cash equivalents.

Contributions

The Foundation also adopted SFAS No. 116, *Accounting for Contributions Received and Contributions Made*, effective January 1, 1996. In accordance with SFAS No. 116, contributions to be received in the future are to be recorded at their present value.

The City of Sacramento (the City) and MacNexus has agreed to provide the Foundation with the use of a Media Lab located at the Coloma Community Center. The agreement is month to month and the Foundation has estimated the value of the Media Lab usage to be \$26,700 per year. The Foundation has recorded an in-kind donation and related expense of \$26,700 for the year ended June 30, 2007.

NOTE 2 - OPERATING LEASE COMMITMENT

The Foundation leases office and production space under a non-cancelable operating lease expiring in October 2007. Rent expense for the twelve months ended June 30, 2007 was \$39,315. Future minimum rental payments under this operating lease are as follows:

Year ended June 30	Minimum Rental Payment
2008	<u>12,848</u>
	<u>\$12,848</u>

SACRAMENTO COMMUNITY CABLE FOUNDATION  
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NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2007

NOTE 3 - CONCENTRATION OF RISK

The Foundations maintains its cash in bank accounts that, at times, may not be covered by federal insurance. As of June 30, 2007 the Foundations cash balances exceed the federal insurance amount by approximately \$103,000. The Foundation has not experienced any losses in such accounts. Management believes the Foundation is not exposed to any significant credit risks related to cash.

Approximately 66% of the Foundation's revenues were provided by one grantor, the Sacramento Metropolitan Cable Television Commission. The Foundation received \$443,175 grant from SMCTC for the year ended June 30, 2007.

NOTE 4 - RETIREMENT PLAN

The Foundation adopted the Access Sacramento 403(b) retirement plan. The Foundation's contributions are 5% of the annual salary of eligible employees. During the year ended June 30, 2007, the Foundation's contributions to the plan were \$9,478.

NOTE 5 - CASH - RESERVE FUNDS

The Foundation has restricted these funds for emergency purposes as defined by the Board of Directors. These funds are held with unencumbered funds in the Foundation's cash accounts.