



To The Board of Trustees
Southern Illinois University

We have audited the financial statements of Southern Illinois University Broadcasting Service (SIU Broadcasting Service) for the year ended June 30, 2020. Professional standards require that we provide you with information about our responsibilities under generally accepted auditing standards and *Government Auditing Standards*, as well as certain information related to the planned scope and timing of our audit. We have communicated such information in our letter to you dated November 24, 2020. Professional standards also require that we communicate to you the following information related to our audit.

Significant Audit Matters

Qualitative Aspects of Accounting Practices

Management is responsible for the selection and use of appropriate accounting policies. The significant accounting policies used by SIU Broadcasting Service are described in Note 2 to the financial statements. No new accounting policies were entered into by SIU Broadcasting Service and the application of existing policies was not changed during fiscal year 2020. Certain required disclosures have been included in the notes to financial statements.

We noted no transactions entered into by the SIU Broadcasting Service during the year for which there is a lack of authoritative guidance or consensus. All significant transactions have been recognized in the financial statements in the proper period.

Accounting estimates are an integral part of the financial statements prepared by management and are based on management's knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ significantly from those expected. The most sensitive estimates affecting the financial statements were as follows:

Management's estimate of the allocation of shared expenses between TV and FM. The allocation of shared expenses is based on management's analysis of past years income, expenses, and cash flow allocations and future projections of those amounts. We evaluated the key factors and assumptions used to develop this estimate and determined that it is reasonable in relation to the financial statements taken as a whole.

Management's estimate of the allowance for doubtful accounts is based on a combination of historical information, industry practice, aging analysis and evaluation of current receivables. We evaluated the key factors and assumptions used to develop the allowance in determining that it is reasonable in relation to the financial statements taken as a whole.

The financial statement disclosures are neutral, consistent, and clear.

Difficulties Encountered in Performing the Audit

We encountered no significant difficulties in dealing with management in performing and completing our audit.

Corrected and Uncorrected Misstatements

Professional standards require us to accumulate all known and likely misstatements identified during the audit, other than those that are clearly trivial, and communicate them to the appropriate level of management. Management has corrected all such misstatements. The attached schedule details the adjustments made as a part of our audit.

Disagreements with Management

For purposes of this letter, a disagreement with management is a financial accounting, reporting, or auditing matter, whether or not resolved to our satisfaction, that could be significant to the financial statements or the auditors' report. We are pleased to report that no such disagreements arose during the course of our audit.

Management Representations

We have requested certain representations from management that are included in the management representation letter dated January 14, 2021.

Management Consultations with Other Independent Accountants

In some cases, management may decide to consult with other accountants about auditing and accounting matters, similar to obtaining a "second opinion" on certain situations. If a consultation involves application of an accounting principle to SIU Broadcasting Service's financial statements or a determination of the type of auditors' opinion that may be expressed on those statements, our professional standards require the consulting accountant to check with us to determine that the consultant has all the relevant facts. To our knowledge, there were no such consultations with other accountants.

Other Audit Findings or Issues

We generally discuss a variety of matters, including the application of accounting principles and auditing standards, with management each year prior to retention as SIU Broadcasting Service's auditors. However, these discussions occurred in the normal course of our professional relationship and our responses were not a condition to our retention.

Other Matters

We applied certain limited procedures to management's discussion and analysis and the schedules of proportionate share of net pension liability and contributions and related notes thereto, which is required supplementary information (RSI) that supplements the basic financial statements. Our procedures consisted of inquiries of management regarding 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 did not audit the RSI and do not express an opinion or provide any assurance on the RSI.

We were engaged to report on the schedules of functional expenses, which accompany the financial statements but are not RSI. With respect to this supplementary information, we made certain inquiries of management and evaluated the form, content, and methods of preparing the information to determine that the information complies with accounting principles generally accepted in the United States of America, the method of preparing it has not changed from the prior period, and the information is appropriate and complete in relation to our audit of the financial statements. We compared and reconciled the supplementary information to the underlying accounting records used to prepare the financial statements or to the financial statements themselves.

Restriction on Use

This information is intended solely for the use of the Board of Trustees of Southern Illinois University and the management of SIU Broadcasting Service and is not intended to be, and should not be, used by anyone other than these specified parties.

Kerber, Eck + Braeckel LLP

Springfield, Illinois
January 14, 2021

Client: **WSIU Public Broadcasting**
 Engagement: **WSIU - WSIU Public Broadcasting**
 Period Ending: **6/30/2020**
 Trial Balance: **1705 - TB DATA**
 Workpaper:

Account	Description	W/P Ref	Debit	Credit
Adjusting Journal Entries JE # 5		4310		
PBC Entry - to correct SIU income fund payment FY2020				
5007102	Miscellaneous		17,735.00	
2200200	Income Fund Repayment			17,735.00
Total			17,735.00	17,735.00
Adjusting Journal Entries JE # 7		5110		
To rollforward net assets.				
4001125	Underwriting Income:Underwriting Inc-TV		4,810.50	
5007102	Miscellaneous		5,553.50	
3000100	Fund Balance			10,364.00
Total			10,364.00	10,364.00
Adjusting Journal Entries JE # 8		6125		
PBC Entry - To correct deferred revenue, receivables, and grant revenue for COS grant.				
2000500	Deferred Revenue		96,735.00	
1411103	Grants Receivable:Grant Rec -TV			70,761.44
4005106	CPB/CSG Grant Income:CPB COS			25,973.56
Total			96,735.00	96,735.00
Adjusting Journal Entries JE # 9		3620		
To record changes to depreciation.				
1911200	Accumulated Depreciation:Accumulated Depreciation-		14,803.27	
5010100	Depreciation Expense			14,803.27
Total			14,803.27	14,803.27
Adjusting Journal Entries JE # 10		3615		
To move crane mat rentals to CIP.				
1911103	Construction in Process:Construction in Progress-TV		395,565.00	
5001151	Rentals:Equipment			395,565.00
Total			395,565.00	395,565.00
Adjusting Journal Entries JE # 11		6315		
To record FCC repack receivable.				
RPT-38	FCC Repack Receivable		1,242,602.68	
4000107	FCC Repack Reimbursable			1,242,602.68
Total			1,242,602.68	1,242,602.68