



**Federal  
Tax Return  
for**

**Talkeetna Community Radio, Inc.**

**2006**

**Karl Swanson, CPA, PC  
PO Box 88  
Talkeetna, AK 99676  
907-733-7547**

# Return of Organization Exempt From Income Tax

**2006**

**Open to Public Inspection**

Under section 501(c), 527, or 4947(a)(1) of the Internal Revenue Code (except black lung benefit trust or private foundation)

Department of the Treasury  
Internal Revenue Service

The organization may have to use a copy of this return to satisfy state reporting requirements.

**A For the 2006 calendar year, or tax year beginning** 7/1/2006 , **and ending** 6/30/2007

**B** Check if applicable:  
 Address change  
 Name change  
 Initial return  
 Final return  
 Amended return  
 Application pending

**C Name of organization**  
 Talkeetna Community Radio, Inc.  
 Number and street (or P.O. box if mail is not delivered to street address) Room/suite  
 PO Box 300  
 City or town State or country ZIP + 4  
 Talkeetna AK 99676

**D Employer identification number**  
 94-3099330

**E Telephone number**  
 907-733-1700

**F Accounting method:**  Cash  Accrual  
 Other (specify) ▶

**G Website:** ▶ [www.ktna.org](http://www.ktna.org)

**J Organization type** (check only one) ▶  501(c) ( 3 ) ◀ (insert no.)  4947(a)(1) or  527

**K** Check here  if the organization is not a 509(a)(3) supporting organization and its gross receipts are normally not more than \$25,000. A return is not required, but if the organization chooses to file a return, be sure to file a complete return.

**L** Gross receipts: Add lines 6b, 8b, 9b, and 10b to line 12 ▶ 419,554

**H and I are not applicable to section 527 organizations.**  
**H(a)** Is this a group return for affiliates?  Yes  No  
**H(b)** If "Yes," enter number of affiliates ▶ -----  
**H(c)** Are all affiliates included?  Yes  No  
 (If "No," attach a list. See instructions.)  
**H(d)** Is this a separate return filed by an organization covered by a group ruling?  Yes  No  
**I** Group Exemption Number ▶

**M** Check  if the organization is not required to attach Sch. B (Form 990, 990-EZ, or 990-PF).

**Part I Revenue, Expenses, and Changes in Net Assets or Fund Balances** (See the instructions.)

		1a		1b		1c		1d		1e	
<b>1</b> Contributions, gifts, grants, and similar amounts received:											
<b>a</b> Contributions to donor advised funds . . . . .		0		58,059		0		290,443		348,502	
<b>b</b> Direct public support (not included on line 1a) . . . . .										23,129	
<b>c</b> Indirect public support (not included on line 1a) . . . . .										0	
<b>d</b> Government contributions (grants) (not included on line 1a) . . . . .										915	
<b>e Total</b> (add lines 1a through 1d) (cash \$ 236,566 noncash \$ 111,936 ) . . . . .										0	
<b>2</b> Program service revenue including government fees and contracts (from Part VII, line 93)										0	
<b>3</b> Membership dues and assessments . . . . .										915	
<b>4</b> Interest on savings and temporary cash investments . . . . .										0	
<b>5</b> Dividends and interest from securities . . . . .										0	
<b>6 a</b> Gross rents . . . . .		6a		6b		6c		7		0	
<b>b</b> Less: rental expenses . . . . .										0	
<b>c</b> Net rental income or (loss). Subtract line 6b from line 6a . . . . .										0	
<b>7</b> Other investment income (describe ▶ ) . . . . .										0	
<b>8 a</b> Gross amount from sales of assets other than inventory . . . . .		(A) Securities		(B) Other		8a		8b		8c	
<b>b</b> Less: cost or other basis and sales expenses . . . . .		0		0		0		0		0	
<b>c</b> Gain or (loss) (attach schedule) . . . . .		0		0		0		0		0	
<b>d</b> Net gain or (loss). Combine line 8c, columns (A) and (B) . . . . .										0	
<b>9</b> Special events and activities (attach schedule). If any amount is from gaming, check here <input checked="" type="checkbox"/>											
<b>a</b> Gross revenue (not including \$ 10,000 of contributions reported on line 1b) . . . . .		9a		9b		9c		10a		10b	
<b>b</b> Less: direct expenses other than fundraising expenses . . . . .		40,543		30,500		10,043		2,608		1,582	
<b>c</b> Net income or (loss) from special events. Subtract line 9b from line 9a . . . . .										1,026	
<b>10 a</b> Gross sales of inventory, less returns and allowances . . . . .										3,857	
<b>b</b> Less: cost of goods sold . . . . .										387,472	
<b>c</b> Gross profit or (loss) from sales of inventory (attach schedule). Subtract line 10b from line 10a . . . . .										182,642	
<b>11</b> Other revenue (from Part VII, line 103) . . . . .										115,230	
<b>12 Total revenue.</b> Add lines 1e, 2, 3, 4, 5, 6c, 7, 8d, 9c, 10c, and 11 . . . . .										26,967	
<b>13</b> Program services (from line 44, column (B)) . . . . .										0	
<b>14</b> Management and general (from line 44, column (C)) . . . . .										324,839	
<b>15</b> Fundraising (from line 44, column (D)) . . . . .										62,633	
<b>16</b> Payments to affiliates (attach schedule) . . . . .										146,272	
<b>17 Total expenses.</b> Add lines 16 and 44, column (A) . . . . .										0	
<b>18</b> Excess or (deficit) for the year. Subtract line 17 from line 12 . . . . .										208,905	
<b>19</b> Net assets or fund balances at beginning of year (from line 73, column (A)) . . . . .											
<b>20</b> Other changes in net assets or fund balances (attach explanation) . . . . .											
<b>21</b> Net assets or fund balances at end of year. Combine lines 18, 19, and 20 . . . . .											

**Part II Statement of Functional Expenses** All organizations must complete column (A). Columns (B), (C), and (D) are required for section 501(c)(3) and (4) organizations and section 4947(a)(1) nonexempt charitable trusts but optional for others. (See the instructions.)

Do not include amounts reported on line 6b, 8b, 9b, 10b, or 16 of Part I.		(A) Total	(B) Program services	(C) Management and general	(D) Fundraising
<b>22 a</b>	Grants paid from donor advised funds (attach schedule) (cash \$ <u>0</u> noncash \$ <u>0</u> ) If this amount includes foreign grants, check here <input type="checkbox"/>	0	0		
<b>22 b</b>	Other grants and allocations (attach schedule) (cash \$ <u>0</u> noncash \$ <u>0</u> ) If this amount includes foreign grants, check here <input type="checkbox"/>	0	0		
<b>23</b>	Specific assistance to individuals (attach schedule)	0	0		
<b>24</b>	Benefits paid to or for members (attach schedule)	0			
<b>25 a</b>	Compensation of current officers, directors, key employees, etc. listed in Part V-A (attach schedule)	39,000	0	39,000	0
<b>b</b>	Compensation of former officers, directors, key employees, etc. listed in Part V-B (attach schedule)	0	0	0	0
<b>c</b>	Compensation and other distributions, not included above, to disqualified persons (as defined under section 4958(f)(1)) and persons described in section 4958(c)(3)(B) (attach schedule)	0	0	0	0
<b>26</b>	Salaries and wages of employees not included on lines 25a, b, and c	120,872	85,362	21,489	14,021
<b>27</b>	Pension plan contributions not included on lines 25a, b, and c	0			
<b>28</b>	Employee benefits not included on lines 25a - 27	16,620	5,550	8,410	2,660
<b>29</b>	Payroll taxes	21,438	8,499	11,534	1,405
<b>30</b>	Professional fundraising fees	0			
<b>31</b>	Accounting fees	4,676		4,676	
<b>32</b>	Legal fees	0			
<b>33</b>	Supplies	7,482	5,258	2,046	178
<b>34</b>	Telephone	6,376	4,230	1,282	864
<b>35</b>	Postage and shipping	1,564	58	911	595
<b>36</b>	Occupancy	35,356	19,607	10,549	5,200
<b>37</b>	Equipment rental and maintenance	1,865	30	1,835	
<b>38</b>	Printing and publications	0			
<b>39</b>	Travel	2,650	2,409	18	223
<b>40</b>	Conferences, conventions, and meetings	0			
<b>41</b>	Interest	0			
<b>42</b>	Depreciation, depletion, etc. (attach schedule)	30,672	29,522	967	183
<b>43</b>	Other expenses not covered above (itemize):				
<b>a</b>	Advertising	1,423	0	0	1,423
<b>b</b>	Programming and production	17,519	17,519	0	0
<b>c</b>	Insurance	9,988	609	9,379	0
<b>d</b>	Other professional fees	4,896	3,796	1,100	0
<b>e</b>	Dues	258	193	65	0
<b>f</b>	Other	2,184	0	1,969	215
<b>g</b>		0	0	0	0
<b>44</b>	<b>Total functional expenses.</b> Add lines 22a through 43g. (Organizations completing columns (B)-(D), carry these totals to lines 13-15).	324,839	182,642	115,230	26,967

**Joint Costs.** Check  if you are following SOP 98-2.

Are any joint costs from a combined educational campaign and fundraising solicitation reported in (B) Program services?  Yes  No

If "Yes," enter (i) the aggregate amount of these joint costs \$ 0; (ii) the amount allocated to Program services \$ \_\_\_\_\_; (iii) the amount allocated to Management and general \$ \_\_\_\_\_; and (iv) the amount allocated to Fundraising \$ \_\_\_\_\_

**Part III Statement of Program Service Accomplishments** (See the instructions.)

Form 990 is available for public inspection and, for some people, serves as the primary or sole source of information about a particular organization. How the public perceives an organization in such cases may be determined by the information presented on its return. Therefore, please make sure the return is complete and accurate and fully describes, in Part III, the organization's programs and accomplishments.

<p>What is the organization's primary exempt purpose? <b>Non-commercial public broadcasting</b></p> <p>All organizations must describe their exempt purpose achievements in a clear and concise manner. State the number of clients served, publications issued, etc. Discuss achievements that are not measurable. (Section 501(c)(3) and (4) organizations and 4947(a)(1) nonexempt charitable trusts must also enter the amount of grants and allocations to others.)</p>	<p><b>Program Service Expenses</b> (Required for 501(c)(3) and (4) orgs., and 4947(a)(1) trusts; but optional for others.)</p>
<p><b>a</b> Provision of public broadcasting, news, information and media services to residents of Alaska's Northern Susitna Valley.</p> <p>(Grants and allocations \$ ) If this amount includes foreign grants, check here <input type="checkbox"/></p>	<p>182,642</p>
<p><b>b</b></p> <p>(Grants and allocations \$ ) If this amount includes foreign grants, check here <input type="checkbox"/></p>	
<p><b>c</b></p> <p>(Grants and allocations \$ ) If this amount includes foreign grants, check here <input type="checkbox"/></p>	
<p><b>d</b></p> <p>(Grants and allocations \$ ) If this amount includes foreign grants, check here <input type="checkbox"/></p>	
<p><b>e</b> Other program services (attach schedule) (Grants and allocations \$ 0 ) If this amount includes foreign grants, check here <input type="checkbox"/></p>	<p>0</p>
<p><b>f Total of Program Service Expenses</b> (should equal line 44, column (B), Program services) <input type="checkbox"/></p>	<p>182,642</p>

**Part IV Balance Sheets** (See the instructions.)

**Note:** Where required, attached schedules and amounts within the description column should be for end-of-year amounts only.

		(A)		(B)
		Beginning of year		End of year
Assets	<b>45</b> Cash—non-interest-bearing . . . . .	26,634	<b>45</b>	17,838
	<b>46</b> Savings and temporary cash investments . . . . .	46,143	<b>46</b>	15,067
	<b>47 a</b> Accounts receivable . . . . .	<b>47a</b> 4,468		
	<b>b</b> Less: allowance for doubtful accounts . . . . .	<b>47b</b> 0	9,194	<b>47c</b> 4,468
	<b>48 a</b> Pledges receivable . . . . .	<b>48a</b> 0		
	<b>b</b> Less: allowance for doubtful accounts . . . . .	<b>48b</b> 0	0	<b>48c</b> 0
	<b>49</b> Grants receivable . . . . .			<b>49</b> 1,800
	<b>50 a</b> Receivables from current and former officers, directors, trustees, and key employees (attach schedule) . . . . .		0	<b>50a</b> 0
	<b>b</b> Receivables from other disqualified persons (as defined under section 4958(f)(1)) and persons described in section 4958(c)(3)(B) (attach schedule) . . . . .			<b>50b</b>
	<b>51 a</b> Other notes and loans receivable (attach schedule) . . . . .	<b>51a</b> 0		
	<b>b</b> Less: allowance for doubtful accounts . . . . .	<b>51b</b> 0	0	<b>51c</b> 0
	<b>52</b> Inventories for sale or use . . . . .			<b>52</b>
	<b>53</b> Prepaid expenses and deferred charges . . . . .		4,015	<b>53</b> 5,823
	<b>54 a</b> Investments—publicly-traded securities. . . . .	<input type="checkbox"/> Cost <input type="checkbox"/> FMV	0	<b>54a</b> 0
	<b>b</b> Investments—other securities (attach schedule). . . . .	<input type="checkbox"/> Cost <input type="checkbox"/> FMV	0	<b>54b</b> 0
	<b>55 a</b> Investments—land, buildings, and equipment: basis . . . . .	<b>55a</b> 0		
	<b>b</b> Less: accumulated depreciation (attach schedule) . . . . .	<b>55b</b> 0	0	<b>55c</b> 0
	<b>56</b> Investments—other (attach schedule) . . . . .		0	<b>56</b> 0
	<b>57 a</b> Land, buildings, and equipment: basis . . . . .	<b>57a</b> 410,848		
<b>b</b> Less: accumulated depreciation (attach schedule) . . . . .	<b>57b</b> 206,525	95,381	<b>57c</b> 204,323	
<b>58</b> Other assets, including program-related investments (describe . . . . . )		0	<b>58</b> 0	
<b>59 Total assets</b> (must equal line 74). Add lines 45 through 58 . . . . .		181,367	<b>59</b> 249,319	
Liabilities	<b>60</b> Accounts payable and accrued expenses . . . . .		10,095	<b>60</b> 15,414
	<b>61</b> Grants payable . . . . .			<b>61</b>
	<b>62</b> Deferred revenue . . . . .		25,000	<b>62</b> 25,000
	<b>63</b> Loans from officers, directors, trustees, and key employees (attach schedule) . . . . .		0	<b>63</b> 0
	<b>64 a</b> Tax-exempt bond liabilities (attach schedule) . . . . .		0	<b>64a</b> 0
	<b>b</b> Mortgages and other notes payable (attach schedule) . . . . .		0	<b>64b</b> 0
	<b>65</b> Other liabilities (describe . . . . . )		0	<b>65</b> 0
<b>66 Total liabilities.</b> Add lines 60 through 65 . . . . .		35,095	<b>66</b> 40,414	
Net Assets or Fund Balances	<b>Organizations that follow SFAS 117, check here</b> <input checked="" type="checkbox"/> and complete lines 67 through 69 and lines 73 and 74.			
	<b>67</b> Unrestricted . . . . .		137,822	<b>67</b> 204,640
	<b>68</b> Temporarily restricted . . . . .		8,450	<b>68</b> 4,265
	<b>69</b> Permanently restricted . . . . .			<b>69</b>
	<b>Organizations that do not follow SFAS 117, check here</b> <input type="checkbox"/> and complete lines 70 through 74.			
	<b>70</b> Capital stock, trust principal, or current funds . . . . .			<b>70</b>
	<b>71</b> Paid-in or capital surplus, or land, building, and equipment fund . . . . .			<b>71</b>
	<b>72</b> Retained earnings, endowment, accumulated income, or other funds . . . . .			<b>72</b>
<b>73 Total net assets or fund balances.</b> Add lines 67 through 69 or lines 70 through 72. (Column (A) must equal line 19 and column (B) must equal line 21) . . . . .		146,272	<b>73</b> 208,905	
<b>74 Total liabilities and net assets/fund balances.</b> Add lines 66 and 73.		181,367	<b>74</b> 249,319	

**Part IV-A Reconciliation of Revenue per Audited Financial Statements With Revenue per Return** (See the instructions.)

<b>a</b>	Total revenue, gains, and other support per audited financial statements		<b>a</b>	392,061
<b>b</b>	Amounts included on line <b>a</b> but not on Part I, line 12:			
<b>1</b>	Net unrealized gains on investments	<b>b1</b>		
<b>2</b>	Donated services and use of facilities	<b>b2</b>	404	
<b>3</b>	Recoveries of prior year grants	<b>b3</b>		
<b>4</b>	Other (specify): Temporarily restricted assets received in prior year	<b>b4</b>	4,185	
	Add lines <b>b1</b> through <b>b4</b>			<b>b</b> 4,589
<b>c</b>	Subtract line <b>b</b> from line <b>a</b>			<b>c</b> 387,472
<b>d</b>	Amounts included on Part I, line 12, but not on line <b>a</b> :			
<b>1</b>	Investment expenses not included on Part I, line 6b	<b>d1</b>		
<b>2</b>	Other (specify):	<b>d2</b>	0	
	Add lines <b>d1</b> and <b>d2</b>			<b>d</b> 0
<b>e</b>	<b>Total revenue</b> (Part I, line 12). Add lines <b>c</b> and <b>d</b>			<b>e</b> 387,472

**Part IV-B Reconciliation of Expenses per Audited Financial Statements With Expenses per Return**

<b>a</b>	Total expenses and losses per audited financial statements		<b>a</b>	325,243
<b>b</b>	Amounts included on line <b>a</b> but not on Part I, line 17:			
<b>1</b>	Donated services and use of facilities	<b>b1</b>	404	
<b>2</b>	Prior year adjustments reported on Part I, line 20	<b>b2</b>		
<b>3</b>	Losses reported on Part I, line 20	<b>b3</b>		
<b>4</b>	Other (specify):	<b>b4</b>	0	
	Add lines <b>b1</b> through <b>b4</b>			<b>b</b> 404
<b>c</b>	Subtract line <b>b</b> from line <b>a</b>			<b>c</b> 324,839
<b>d</b>	Amounts included on Part I, line 17, but not on line <b>a</b> :			
<b>1</b>	Investment expenses not included on Part I, line 6b	<b>d1</b>		
<b>2</b>	Other (specify):	<b>d2</b>	0	
	Add lines <b>d1</b> and <b>d2</b>			<b>d</b> 0
<b>e</b>	<b>Total expenses</b> (Part I, line 17). Add lines <b>c</b> and <b>d</b>			<b>e</b> 324,839

**Part V-A Current Officers, Directors, Trustees, and Key Employees** (List each person who was an officer, director, trustee, or key employee at any time during the year even if they were not compensated.) (See the instructions.)

(A) Name and address	(B) Title and average hours per week devoted to position	(C) Compensation (If not paid, enter -0-.)	(D) Contributions to employee benefit plans & deferred compensation plans	(E) Expense account and other allowances
Name <u>Maureen McLaughl</u> Str <u>PO Box 258</u> City <u>Talkeetna</u> ST <u>AK</u> ZIP <u>99676</u>	Title <u>Chair</u> Hr/WK <u>1</u>	<u>0</u>	<u>0</u>	<u>0</u>
Name <u>Charlie Loeb</u> Str <u>PO Box 991</u> City <u>Talkeetna</u> ST <u>AK</u> ZIP <u>99676</u>	Title <u>Sec/Tres</u> Hr/WK <u>1</u>	<u>0</u>	<u>0</u>	<u>0</u>
Name <u>Tony Crocetto</u> Str <u>PO Box 216</u> City <u>Talkeetna</u> ST <u>AK</u> ZIP <u>99676</u>	Title <u>Director</u> Hr/WK <u>1</u>	<u>0</u>	<u>0</u>	<u>0</u>
Name <u>Cary Birdsall</u> Str <u>PO Box 403</u> City <u>Talkeetna</u> ST <u>AK</u> ZIP <u>99676</u>	Title <u>Director</u> Hr/WK <u>1</u>	<u>0</u>	<u>0</u>	<u>0</u>
Name <u>Fernando Salvadc</u> Str <u>PO Box 398</u> City <u>Talkeetna</u> ST <u>AK</u> ZIP <u>99676</u>	Title <u>Director</u> Hr/WK <u>1</u>	<u>0</u>	<u>0</u>	<u>0</u>
Name <u>Bruce Hamler</u> Str <u>PO Box 621</u> City <u>Talkeetna</u> ST <u>AK</u> ZIP <u>99676</u>	Title <u>Director</u> Hr/WK <u>1</u>	<u>0</u>	<u>0</u>	<u>0</u>
Name <u>Robert Ambrose</u> Str <u>PO Box 574</u> City <u>Talkeetna</u> ST <u>AK</u> ZIP <u>99676</u>	Title <u>General Manage</u> Hr/WK <u>36</u>	<u>39,000</u>	<u>0</u>	<u>0</u>
Name <u>N/A</u> Str City ST ZIP	Title Hr/WK			
Name <u>N/A</u> Str City ST ZIP	Title Hr/WK			
Name <u>N/A</u> Str City ST ZIP	Title Hr/WK			

Part V-A Current Officers, Directors, Trustees, and Key Employees (continued)

Table with 4 columns: Question, Yes, No. Rows include questions 75a-d regarding officers, directors, trustees, and conflict of interest policy.

Part V-B Former Officers, Directors, Trustees, and Key Employees That Received Compensation or Other Benefits

Table with 5 columns: (A) Name and address, (B) Loans and Advances, (C) Compensation, (D) Contributions to employee benefit plans, (E) Expense account and other allowances.

Part VI Other Information (See the instructions.)

Table with 4 columns: Question, Yes, No. Rows include questions 76-81 regarding organizational changes, tax returns, liquidation, and political expenditures.

Part VI Other Information (continued)

Yes No

82 a Did the organization receive donated services or the use of materials, equipment, or facilities at no charge or at substantially less than fair rental value?

82a X

b If "Yes," you may indicate the value of these items here. Do not include this amount as revenue in Part I or as an expense in Part II.

(See instructions in Part III.) 82b 405

83 a Did the organization comply with the public inspection requirements for returns and exemption applications?

83a X

b Did the organization comply with the disclosure requirements relating to quid pro quo contributions?

83b X

84 a Did the organization solicit any contributions or gifts that were not tax deductible?

84a X

b If "Yes," did the organization include with every solicitation an express statement that such contributions or gifts were not tax deductible?

84b N/A

85 501(c)(4), (5), or (6) organizations. a Were substantially all dues nondeductible by members?

85a N/A

b Did the organization make only in-house lobbying expenditures of \$2,000 or less? If "Yes" was answered to either 85a or 85b, do not complete 85c through 85h below unless the organization received a waiver for proxy tax owed for the prior year.

85b

c Dues, assessments, and similar amounts from members

85c N/A

d Section 162(e) lobbying and political expenditures

85d N/A

e Aggregate nondeductible amount of section 6033(e)(1)(A) dues notices

85e N/A

f Taxable amount of lobbying and political expenditures (line 85d less 85e)

85f N/A

g Does the organization elect to pay the section 6033(e) tax on the amount on line 85f?

85g N/A

h If section 6033(e)(1)(A) dues notices were sent, does the organization agree to add the amount on line 85f to its reasonable estimate of dues allocable to nondeductible lobbying and political expenditures for the following tax year?

85h N/A

86 501(c)(7) orgs. Enter: a Initiation fees and capital contributions included on line 12

86a

b Gross receipts, included on line 12, for public use of club facilities

86b

87 501(c)(12) orgs. Enter: a Gross income from members or shareholders

87a

b Gross income from other sources. (Do not net amounts due or paid to other sources against amounts due or received from them.)

87b

88 a At any time during the year, did the organization own a 50% or greater interest in a taxable corporation or partnership, or an entity disregarded as separate from the organization under Regulations sections 301.7701-2 and 301.7701-3? If "Yes," complete Part IX

88a X

b At any time during the year, did the organization, directly or indirectly, own a controlled entity within the meaning of section 512(b)(13)? If "Yes," complete Part XI

88b X

89 a 501(c)(3) organizations. Enter: Amount of tax imposed on the organization during the year under: section 4911 0; section 4912 0; section 4955 0

89a

b 501(c)(3) and 501(c)(4) orgs. Did the organization engage in any section 4958 excess benefit transaction during the year or did it become aware of an excess benefit transaction from a prior year? If "Yes," attach a statement explaining each transaction

89b X

c Enter: Amount of tax imposed on the organization managers or disqualified persons during the year under sections 4912, 4955, and 4958 0

d Enter: Amount of tax on line 89c, above, reimbursed by the organization 0

e All organizations. At any time during the tax year, was the organization a party to a prohibited tax shelter transaction?

89e X

f All organizations. Did the organization acquire a direct or indirect interest in any applicable insurance contract?

89f X

g For supporting organizations and sponsoring organizations maintaining donor advised funds. Did the supporting organization, or a fund maintained by a sponsoring organization, have excess business holdings at any time during the year?

89g X

90 a List the states with which a copy of this return is filed AK

b Number of employees employed in the pay period that includes March 12, 2006 (See instructions.)

90b 7

91 a The books are in care of Name Robert Ambrose Telephone no. (907) 733-1700 Located at KTNA Office, Second Street City Talkeetna ST AK ZIP + 4 99676

b At any time during the calendar year, did the organization have an interest in or a signature or other authority over a financial account in a foreign country (such as a bank account, securities account, or other financial account)?

91b X

If "Yes," enter the name of the foreign country

See the instructions for exceptions and filing requirements for Form TD F 90-22.1, Report of Foreign Bank and Financial Accounts.

Part VI Other Information (continued)

Yes No

c At any time during the calendar year, did the organization maintain an office outside of the United States? 91c Yes No X

92 Section 4947(a)(1) nonexempt charitable trusts filing Form 990 in lieu of Form 1041 - Check here and enter the amount of tax-exempt interest received or accrued during the tax year 92 N/A

Part VII Analysis of Income-Producing Activities (See the instructions.)

Note: Enter gross amounts unless otherwise indicated.

Table with 5 columns: (A) Business code, (B) Amount, (C) Exclusion code, (D) Amount, (E) Related or exempt function income. Rows include Program service revenue, interest on savings, dividends, net rental income, and other revenue.

Note: Line 105 plus line 1e, Part I, should equal the amount on line 12, Part I.

Part VIII Relationship of Activities to the Accomplishment of Exempt Purposes (See the instructions.)

Table with 2 columns: Line No., Explain how each activity for which income is reported in column (E) of Part VII contributed importantly to the accomplishment of the organization's exempt purposes.

Part IX Information Regarding Taxable Subsidiaries and Disregarded Entities (See the instructions.)

Table with 5 columns: (A) Name, address, and EIN of corporation, partnership, or disregarded entity; (B) Percentage of ownership interest; (C) Nature of activities; (D) Total income; (E) End-of-year assets.

Part X Information Regarding Transfers Associated with Personal Benefit Contracts (See the instructions.)

(a) Did the organization, during the year, receive any funds, directly or indirectly, to pay premiums on a personal benefit contract? Yes No X

(b) Did the organization, during the year, pay premiums, directly or indirectly, on a personal benefit contract? Yes No X

Note: If "Yes" to (b), file Form 8870 and Form 4720 (see instructions).

**Part XI** Information Regarding Transfers To and From Controlled Entities. Complete only if the organization is a controlling organization as defined in section 512(b)(13).

**106** Did the reporting organization **make** any transfers **to** a controlled entity as defined in section 512(b)(13) of the Code? If "Yes," complete the schedule below for each controlled entity. Yes No

	(A) Name, address, of each controlled entity	(B) Employer Identification Number	(C) Description of transfer	(D) Amount of transfer
<b>a</b>	..... .....			
<b>b</b>	..... .....			
<b>c</b>	..... .....			
<b>Totals</b>				0

**107** Did the reporting organization **receive** any transfers **from** a controlled entity as defined in section 512(b)(13) of the Code? If "Yes," complete the schedule below for each controlled entity. Yes No

	(A) Name, address, of each controlled entity	(B) Employer Identification Number	(C) Description of transfer	(D) Amount of transfer
<b>a</b>	..... .....			
<b>b</b>	..... .....			
<b>c</b>	..... .....			
<b>Totals</b>				0

**108** Did the organization have a binding written contract in effect on August 17, 2006, covering the interest, rents, royalties, and annuities described in question 107 above? Yes No

**Please Sign Here** Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than officer) is based on all information of which preparer has any knowledge.

Signature of officer Maureen McLaughlin	Date Chair
Type or print name and title	

<b>Paid Preparer's Use Only</b>	Preparer's signature <b>Karl Swanson</b>	Date 11/26/2007	Check if self-employed <input type="checkbox"/>	Preparer's SSN or PTIN (See Gen. Inst. X) P00451955
	Firm's name (or yours if self-employed), address, and ZIP + 4 Karl Swanson, CPA, PC PO Box 88, Talkeetna, AK 99676	EIN 65-1244476	Phone no. 907-733-7547	

**Exempt Organization Business Income Tax Return  
(and proxy tax under section 6033(e))**

Department of the Treasury  
Internal Revenue Service

For calendar year 2006 or other tax year beginning 7/1/2006, and ending 6/30/2007 . See separate instructions.

Open to Public Inspection for 501(c)(3) Organizations Only

<b>A</b> <input type="checkbox"/> Check box if address changed <b>B</b> Exempt under section <input checked="" type="checkbox"/> 501 ( c ) ( 3 ) <input type="checkbox"/> 408(e) <input type="checkbox"/> 220(e) <input type="checkbox"/> 408A <input type="checkbox"/> 530(a) <input type="checkbox"/> 529(a)	<b>Print or Type</b>	Name of organization ( <input type="checkbox"/> Check box if name changed and see instructions.) Talkeetna Community Radio, Inc.	<b>D</b> Employer identification number (Employees' trust, see instructions for Block D on page 9.) 94-3099330
		Number, street, and room or suite no. If a P.O. box, see page 9 of instructions PO Box 300	
		City or town, state, and ZIP code Talkeetna AK 99676	

**C** Book value of all assets at end of year 249,319 **F** Group exemption number (See instructions for Block F on page 9.) **G** Check organization type  501(c) corporation  501(c) trust  401(a) trust  Other trust

**H** Describe the organization's primary unrelated business activity. **Gaming (raffles)**

**I** During the tax year, was the corporation a subsidiary in an affiliated group or a parent-subsidary controlled group?  Yes  No  
 If "Yes," enter the name and identifying number of the parent corporation

**J** The books are in care of **Robert Ambrose** Telephone number **907-733-1700**

Part I Unrelated Trade or Business Income		(A) Income	(B) Expenses	(C) Net
<b>1 a</b> Gross receipts or sales	2,170			
<b>b</b> Less returns and allowances				
<b>c</b> Balance		2,170		
<b>2</b> Cost of goods sold (Schedule A, line 7)		75		
<b>3</b> Gross profit. Subtract line 2 from line 1c		2,095		2,095
<b>4 a</b> Capital gain net income (attach Schedule D)				
<b>b</b> Net gain (loss) (Form 4797, Part II, line 17) (attach Form 4797)				
<b>c</b> Capital loss deduction for trusts				
<b>5</b> Income (loss) from partnerships and S corporations (attach statement)				
<b>6</b> Rent income (Schedule C)				
<b>7</b> Unrelated debt-financed income (Schedule E)				
<b>8</b> Interest, annuities, royalties, and rents from controlled organizations (Schedule F)				
<b>9</b> Investment income of a section 501(c)(7), (9), or (17) organization (Schedule G)				
<b>10</b> Exploited exempt activity income (Schedule I)				
<b>11</b> Advertising income (Schedule J)				
<b>12</b> Other income (See page 11 of the instructions; attach schedule.)				
<b>13 Total.</b> Combine lines 3 through 12		2,095	0	2,095

Part II Deductions Not Taken Elsewhere (See page 12 of the instructions for limitations on deductions.) (Except for contributions, deductions must be directly connected with the unrelated business income.)				
<b>14</b> Compensation of officers, directors, and trustees (Schedule K)				
<b>15</b> Salaries and wages				
<b>16</b> Repairs and maintenance				
<b>17</b> Bad debts				
<b>18</b> Interest (attach schedule)				
<b>19</b> Taxes and licenses				20
<b>20</b> Charitable contributions (See page 14 of the instructions for limitation rules.)				
<b>21</b> Depreciation (attach Form 4562)		21		
<b>22</b> Less depreciation claimed on Schedule A and elsewhere on return				
<b>23</b> Depletion				
<b>24</b> Contributions to deferred compensation plans				
<b>25</b> Employee benefit programs				
<b>26</b> Excess exempt expenses (Schedule I)				
<b>27</b> Excess readership costs (Schedule J)				
<b>28</b> Other deductions (attach schedule)				1,075
<b>29 Total deductions.</b> Add lines 14 through 28				1,095
<b>30</b> Unrelated business taxable income before net operating loss deduction. Subtract line 29 from line 13				1,000
<b>31</b> Net operating loss deduction (limited to the amount on line 30)				
<b>32</b> Unrelated business taxable income before specific deduction. Subtract line 31 from line 30				1,000
<b>33</b> Specific deduction (Generally \$1,000, but see line 33 instructions for exceptions.)				1,000
<b>34 Unrelated business taxable income.</b> Subtract line 33 from line 32. If line 33 is greater than line 32, enter the smaller of zero or line 32				0

**Part III Tax Computation**

<b>35 Organizations Taxable as Corporations.</b> See instructions for tax computation on page 15. Controlled group members (sections 1561 and 1563) check here <input type="checkbox"/> See instructions and: <b>a</b> Enter your share of the \$50,000, \$25,000, and \$9,925,000 taxable income brackets (in that order): (1) \$ _____ (2) \$ _____ (3) \$ _____ <b>b</b> Enter organization's share of: (1) Additional 5% tax (not more than \$11,750) \$ _____ (2) Additional 3% tax (not more than \$100,000) \$ _____ <b>c</b> Income tax on the amount on line 34 ▶ <b>35c</b>			
<b>36 Trusts Taxable at Trust Rates.</b> See instructions for tax computation on page 16. Income tax on the amount on line 34 from: <input type="checkbox"/> Tax rate schedule or <input type="checkbox"/> Schedule D (Form 1041) ▶ <b>36</b>			
<b>37 Proxy tax.</b> See page 16 of the instructions ▶ <b>37</b>			
<b>38 Alternative minimum tax</b> ▶ <b>38</b>			
<b>39 Total.</b> Add lines 37 and 38 to line 35c or 36, whichever applies ▶ <b>39</b>			0

**Part IV Tax and Payments**

<b>40 a</b> Foreign tax credit (corporations attach Form 1118; trusts attach Form 1116) <b>40a</b>			
<b>b</b> Other credits (See page 17 of the instructions) <b>40b</b>			
<b>c</b> General business credit. Check here and indicate which forms are attached: <input type="checkbox"/> Form 3800 <input type="checkbox"/> Form(s) (specify) ▶ _____ <b>40c</b>			
<b>d</b> Credit for prior year minimum tax (attach Form 8801 or 8827) <b>40d</b>			
<b>e Total credits.</b> Add lines 40a through 40d <b>40e</b>			0
<b>41</b> Subtract line 40e from line 39 <b>41</b>			0
<b>42</b> Other taxes. Check if from <input type="checkbox"/> Form 4255 <input type="checkbox"/> Form 8611 <input type="checkbox"/> Form 8697 <input type="checkbox"/> Form 8866 <input type="checkbox"/> Other (attach schedule) <b>42</b>			
<b>43 Total tax.</b> Add lines 41 and 42 <b>43</b>			0
<b>44 a</b> Payments: A 2005 overpayment credited to 2006 <b>44a</b>			
<b>b</b> 2006 estimated tax payments <b>44b</b>			
<b>c</b> Tax deposited with Form 8868 <b>44c</b>			
<b>d</b> Foreign organizations: Tax paid or withheld at source (see instructions) <b>44d</b>			
<b>e</b> Backup withholding (see instructions) <b>44e</b>			
<b>f</b> Credit for federal telephone excise tax paid (attach Form 8913) <b>44f</b>			
<b>g</b> Other credits and payments: <input type="checkbox"/> Form 2439 _____ 0 <input type="checkbox"/> Form 4136 _____ 0 <input type="checkbox"/> Other _____ 0 Total ▶ <b>44g</b>			0
<b>45 Total payments.</b> Add lines 44a through 44g <b>45</b>			0
<b>46</b> Estimated tax penalty (see page 4 of the instructions). Check if Form 2220 is attached ▶ <input type="checkbox"/> <b>46</b>			
<b>47 Tax due.</b> If line 45 is less than the total of lines 43 and 46, enter amount owed ▶ <b>47</b>			0
<b>48 Overpayment.</b> If line 45 is larger than the total of lines 43 and 46, enter amount overpaid ▶ <b>48</b>			0
<b>49</b> Enter the amount of line 48 you want: Credited to 2007 estimated tax _____ 0 <b>Refunded</b> ▶ <b>49</b>			0

**Part V Statements Regarding Certain Activities and Other Information** (see instructions on page 18)

<b>1</b> At any time during the 2006 calendar year, did the organization have an interest in or a signature or other authority over a financial account (bank, securities, or other) in a foreign country? If YES, the organization may have to file Form TD F 90-22.1. If YES, enter the name of the foreign country here _____	Yes	No
<b>2</b> During the tax year, did the organization receive a distribution from, or was it the grantor of, or transferor to, a foreign trust? If YES, see page 5 of the instructions for other forms the organization may have to file.		
<b>3</b> Enter the amount of tax-exempt interest received or accrued during the tax year: \$ _____		

**Schedule A—Cost of Goods Sold.** Enter method of inventory valuation

<b>1</b> Inventory at beginning of year <b>1</b>			<b>6</b> Inventory at end of year <b>6</b>		
<b>2</b> Purchases <b>2</b>	75		<b>7</b> <b>Cost of goods sold.</b> Subtract line 6 from line 5. Enter here and in Part I, line 2 <b>7</b>		75
<b>3</b> Cost of labor <b>3</b>			<b>8</b> Do the rules of section 263A (with respect to property produced or acquired for resale) apply to the organization? <b>Yes</b> <b>No</b>		
<b>4 a</b> Additional section 263A costs (attach schedule) <b>4a</b>					
<b>b</b> Other costs (attach schedule) <b>4b</b>					
<b>5 Total.</b> Add lines 1 through 4b <b>5</b>	75				

**Sign Here**

Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than taxpayer) is based on all information of which preparer has any knowledge.

Signature of officer \_\_\_\_\_ Date \_\_\_\_\_ Chair \_\_\_\_\_ Title \_\_\_\_\_

May the IRS discuss this return with the preparer shown below (see instructions)?  Yes  No

<b>Paid Preparer's Use Only</b>	Preparer's signature ▶	Date	Check if self-employed <input type="checkbox"/>	Preparer's SSN or PTIN
	Firm's name (or yours if self-employed), address, and ZIP code ▶	11/26/2007		P00451955
		Karl Swanson, CPA, PC	EIN	65-1244476
		PO Box 88, Talkeetna, AK 99676	Phone no.	907-733-7547

**Schedule C—Rent Income (From Real Property and Personal Property Leased With Real Property)**

(see instructions on page 20)

1 Description of property		2 Rent received or accrued		3 Deductions directly connected with the income in columns 2(a) and 2(b) (attach schedule)
(a) From personal property (if the percentage of rent for personal property is more than 10% but not more than 50%)	(b) From real and personal property (if the percentage of rent for personal property exceeds 50% or if the rent is based on profit or income)			
(1)				
(2)				
(3)				
(4)				
Total		0	0	
<b>Total income.</b> Add totals of columns 2(a) and 2(b). Enter here and on page 1, Part I, line 6, column (A) . . . . . ▶				<b>Total deductions.</b> Enter here and on page 1, Part I, line 6, column (B) . . . . . ▶
				0

**Schedule E—Unrelated Debt-Financed Income** (see instructions on page 20)

1 Description of debt-financed property	2 Gross income from or allocable to debt-financed property	3 Deductions directly connected with or allocable to debt-financed property		7 Gross income reportable (column 2 x column 6)	8 Allocable deductions (column 6 x total of columns 3(a) and 3(b))
		(a) Straight line depreciation (attach schedule)	(b) Other deductions (attach schedule)		
(1)					
(2)					
(3)					
(4)					
4 Amount of average acquisition debt on or allocable to debt-financed property (attach schedule)	5 Average adjusted basis of or allocable to debt-financed property (attach schedule)	6 Column 4 divided by column 5			
(1)		%	0	0	0
(2)		%	0	0	0
(3)		%	0	0	0
(4)		%	0	0	0
<b>Totals</b> . . . . . ▶			Enter here and on page 1, Part I, line 7, column (A).	Enter here and on page 1, Part I, line 7, column (B).	0
			0	0	0
<b>Total dividends-received deductions</b> included in column 8 . . . . . ▶					

**Schedule F—Interest, Annuities, Royalties, and Rents From Controlled Organizations** (see instructions on page 2)

1 Name of Controlled Organization	2 Employer Identification Number	Exempt Controlled Organizations			
		3 Net unrelated income (loss) (see instructions)	4 Total of specified payments made	5 Part of column 4 that is included in the controlling organization's gross income	6 Deductions directly connected with income in column 5
(1)					
(2)					
(3)					
(4)					
Nonexempt Controlled Organizations					
7 Taxable Income	8 Net unrelated income (loss) (see instructions)	9 Total of specified payments made	10 Part of column 9 that is included in the controlling organization's gross income	11 Deductions directly connected with income in column 10	
(1)					
(2)					
(3)					
(4)					
<b>Totals</b> . . . . . ▶			Add columns 5 and 10. Enter here and on page 1, Part I, line 8, column (A).	Add columns 6 and 11. Enter here and on page 1, Part I, line 8, column (B).	0
			0	0	0

**Schedule G—Investment Income of a Section 501(c)(7), (9), or (17) Organization**

(see instructions on page 22)

1 Description of income	2 Amount of income	3 Deductions directly connected (attach schedule)	4 Set-asides (attach schedule)	5 Total deductions and set-asides (col. 3 plus col. 4)
(1)				0
(2)				0
(3)				0
(4)				0
<b>Totals</b>	0			0

**Schedule I—Exploited Exempt Activity Income, Other Than Advertising Income**

(see instructions on page 22)

1 Description of exploited activity	2 Gross unrelated business income from trade or business	3 Expenses directly connected with production of unrelated business income	4 Net income (loss) from unrelated trade or business (column 2 minus column 3). If a gain, compute cols. 5 through 7.	5 Gross income from activity that is not unrelated business income	6 Expenses attributable to column 5	7 Excess exempt expenses (column 6 minus column 5, but not more than column 4).
(1)			0			0
(2)			0			0
(3)			0			0
(4)			0			0
<b>Totals</b>	0	0				0

**Schedule J—Advertising Income** (see instructions on page 23)

**Part I Income From Periodicals Reported on a Consolidated Basis**

1 Name of periodical	2 Gross advertising income	3 Direct advertising costs	4 Advertising gain or (loss) (col. 2 minus col. 3). If a gain, compute cols. 5 through 7.	5 Circulation income	6 Readership costs	7 Excess readership costs (column 6 minus column 5, but not more than column 4).
(1)						
(2)						
(3)						
(4)						
<b>Totals</b> (carry to Part II, line (5))	0	0	0	0	0	0

**Part II Income From Periodicals Reported on a Separate Basis** (For each periodical listed in Part II, fill in columns 2 through 7 on a line-by-line basis.)

(1)			0			0
(2)			0			0
(3)			0			0
(4)			0			0
(5) <b>Totals from Part I</b>	0	0				0
<b>Totals, Part II</b> (lines 1-5)	0	0				0

**Schedule K—Compensation of Officers, Directors, and Trustees** (see instructions on page 23)

1 Name	2 Title	3 Percent of time devoted to business	4 Compensation attributable to unrelated business
		%	
		%	
		%	
		%	
<b>Total.</b> Enter here and on page 1, Part II, line 14			0

**SCHEDULE A**  
(Form 990 or 990-EZ)

**Organization Exempt Under Section 501(c)(3)**  
(Except Private Foundation) and Section 501(e), 501(f), 501(k), 501(n),  
or 4947(a)(1) Nonexempt Charitable Trust  
**Supplementary Information—(See separate instructions.)**

OMB No. 1545-0047

**2006**

Department of the Treasury  
Internal Revenue Service

▶ **MUST be completed by the above organizations and attached to their Form 990 or 990-EZ**

Name of the organization: **Talkeetna Community Radio, Inc.** Employer identification number: **94-3099330**

**Part I Compensation of the Five Highest Paid Employees Other Than Officers, Directors, and Trustees**  
(See page 2 of the instructions. List each one. If there are none, enter "None.")

(a) Name and address of each employee paid more than \$50,000	(b) Title and average hours per week devoted to position	(c) Compensation	(d) Contributions to employee benefit plans & deferred compensation	(e) Expense account and other allowances
NONE				
Total number of other employees paid over \$50,000 . ▶		0		

**Part II-A Compensation of the Five Highest Paid Independent Contractors for Professional Services**  
(See page 2 of the instructions. List each one (whether individuals or firms). If there are none, enter "None.")

(a) Name and address of each independent contractor paid more than \$50,000	(b) Type of service	(c) Compensation
NONE		
Total number of others receiving over \$50,000 for professional services . . . . . ▶		0

**Part II-B Compensation of the Five Highest Paid Independent Contractors for Other Services**  
(List each contractor who performed services other than professional services, whether individuals or firms. If there are none, enter "None." See page 2 of the instructions.)

(a) Name and address of each independent contractor paid more than \$50,000	(b) Type of service	(c) Compensation
NONE		
Total number of other contractors receiving over \$50,000 for other services . . . . . ▶		0

Part III Statements About Activities (See page 2 of the instructions.)

Yes No

Table with 3 columns: Question, Yes, No. Rows include: 1. Lobbying activities (Yes: 1, No: X); 2. Acts with substantial contributors (a-d); 3a. Grants for scholarships; 3b. Section 403(b) annuity plan; 3c. Conservation easements; 3d. Credit counseling; 4a-f. Donor advised funds.



**Part IV-A Support Schedule** (Complete only if you checked a box on line 10, 11, or 12.) *Use cash method of accounting*

**Note:** You may use the worksheet in the instructions for converting from the accrual to the cash method of accounting.

Calendar year (or fiscal year beginning in) ▶	(a) 2005	(b) 2004	(c) 2003	(d) 2002	(e) Total
<b>15</b> Gifts, grants, and contributions received. (Do not include unusual grants. See line 28.) . . . . .	274,896	242,124	176,882	176,903	870,805
<b>16</b> Membership fees received . . . . .					0
<b>17</b> Gross receipts from admissions, merchandise sold or services performed, or furnishing of facilities in any activity that is related to the organization's charitable, etc., purpose . . . . .	25,684	48,588	52,125	41,826	168,223
<b>18</b> Gross income from interest, dividends, amounts received from payments on securities loans (section 512(a)(5)), rents, royalties, and unrelated business taxable income (less section 511 taxes) from businesses acquired by the organization after June 30, 1975 . . . . .	458	323	156	457	1,394
<b>19</b> Net income from unrelated business activities not included in line 18 . . . . .		6,874	16,744	30,989	54,607
<b>20</b> Tax revenues levied for the organization's benefit and either paid to it or expended on its behalf . . . . .					0
<b>21</b> The value of services or facilities furnished to the organization by a governmental unit without charge. Do not include the value of services or facilities generally furnished to the public without charge . . . . .					0
<b>22</b> Other income. Attach a schedule. Do not include gain or (loss) from sale of capital assets . . . . .	1,717	864	740	382	3,703
<b>23</b> Total of lines 15 through 22 . . . . .	302,755	298,773	246,647	250,557	1,098,732
<b>24</b> Line 23 minus line 17 . . . . .	277,071	250,185	194,522	208,731	930,509
<b>25</b> Enter 1% of line 23 . . . . .	3,028	2,988	2,466	2,506	
<b>26 Organizations described on lines 10 or 11:</b>	<b>a</b> Enter 2% of amount in column (e), line 24 . . . . . ▶				<b>26a</b> 18,610
<b>b</b> Prepare a list for your records to show the name of and amount contributed by each person (other than a governmental unit or publicly supported organization) whose total gifts for 2002 through 2005 exceeded the amount shown in line 26a. <b>Do not file this list with your return.</b> Enter the total of all these excess amounts . . . ▶					<b>26b</b>
<b>c</b> Total support for section 509(a)(1) test: Enter line 24, column (e) . . . . . ▶					<b>26c</b> 930,509
<b>d</b> Add: Amounts from column (e) for lines: 18 <u>1,394</u> 19 <u>54,607</u> 22 <u>3,703</u> 26b _____ ▶					<b>26d</b> 59,704
<b>e</b> Public support (line 26c minus line 26d total) . . . . . ▶					<b>26e</b> 870,805
<b>f Public support percentage (line 26e (numerator) divided by line 26c (denominator)) . . . . . ▶</b>					<b>26f</b> 93.58%
<b>27 Organizations described on line 12:</b>	<b>a</b> For amounts included in lines 15, 16, and 17 that were received from a "disqualified person," prepare a list for your records to show the name of, and total amounts received in each year from, each "disqualified person." <b>Do not file this list with your return.</b> Enter the sum of such amounts for each year: (2005) _____ (2004) _____ (2003) _____ (2002) _____				
<b>b</b> For any amount included in line 17 that was received from each person (other than "disqualified persons"), prepare a list for your records to show the name of, and amount received for each year, that was more than the <b>larger</b> of (1) the amount on line 25 for the year or (2) \$5,000. (Include in the list organizations described in lines 5 through 11b, as well as individuals.) <b>Do not file this list with your return.</b> After computing the difference between the amount received and the larger amount described in (1) or (2), enter the sum of these differences (the excess amounts) for each year: (2005) _____ (2004) _____ (2003) _____ (2002) _____					
<b>c</b> Add: Amounts from column (e) for lines: 15 _____ 16 _____ 17 _____ 20 _____ 21 _____ ▶					<b>27c</b> 0
<b>d</b> Add: Line 27a total _____ and line 27b total _____ ▶					<b>27d</b> 0
<b>e</b> Public support (line 27c total minus line 27d total) . . . . . ▶					<b>27e</b> 0
<b>f</b> Total support for section 509(a)(2) test: Enter amount from line 23, column (e) . . . . . ▶					<b>27f</b>
<b>g Public support percentage (line 27e (numerator) divided by line 27f (denominator)) . . . . . ▶</b>					<b>27g</b> 0.00%
<b>h Investment income percentage (line 18, column (e) (numerator) divided by line 27f (denominator)) . . . . . ▶</b>					<b>27h</b> 0.00%
<b>28 Unusual Grants:</b> For an organization described in line 10, 11, or 12 that received any unusual grants during 2002 through 2005, prepare a list for your records to show, for each year, the name of the contributor, the date and amount of the grant, and a brief description of the nature of the grant. <b>Do not file this list with your return.</b> Do not include these grants in line 15.					

**Part V Private School Questionnaire** (See page 9 of the instructions.)  
**(To be completed ONLY by schools that checked the box on line 6 in Part IV)**

		Yes	No
29	Does the organization have a racially nondiscriminatory policy toward students by statement in its charter, bylaws, other governing instrument, or in a resolution of its governing body? . . . . .		
30	Does the organization include a statement of its racially nondiscriminatory policy toward students in all its brochures, catalogues, and other written communications with the public dealing with student admissions, programs, and scholarships? . . . . .		
31	Has the organization publicized its racially nondiscriminatory policy through newspaper or broadcast media during the period of solicitation for students, or during the registration period if it has no solicitation program, in a way that makes the policy known to all parts of the general community it serves? . . . . . If "Yes," please describe; if "No," please explain. (If you need more space, attach a separate statement.) ----- ----- -----		
32	Does the organization maintain the following:		
a	Records indicating the racial composition of the student body, faculty, and administrative staff? . . . . .		
b	Records documenting that scholarships and other financial assistance are awarded on a racially nondiscriminatory basis? . . . . .		
c	Copies of all catalogues, brochures, announcements, and other written communications to the public dealing with student admissions, programs, and scholarships? . . . . .		
d	Copies of all material used by the organization or on its behalf to solicit contributions? . . . . .  If you answered "No" to any of the above, please explain. (If you need more space, attach a separate statement.) ----- -----		
33	Does the organization discriminate by race in any way with respect to:		
a	Students' rights or privileges? . . . . .		
b	Admissions policies? . . . . .		
c	Employment of faculty or administrative staff? . . . . .		
d	Scholarships or other financial assistance? . . . . .		
e	Educational policies? . . . . .		
f	Use of facilities? . . . . .		
g	Athletic programs? . . . . .		
h	Other extracurricular activities? . . . . .  If you answered "Yes" to any of the above, please explain. (If you need more space, attach a separate statement.) ----- ----- -----		
34 a	Does the organization receive any financial aid or assistance from a governmental agency? . . . . .		
b	Has the organization's right to such aid ever been revoked or suspended? . . . . . If you answered "Yes" to either 34a or b, please explain using an attached statement.		
35	Does the organization certify that it has complied with the applicable requirements of sections 4.01 through 4.05 of Rev. Proc. 75-50, 1975-2 C.B. 587, covering racial nondiscrimination? If "No," attach an explanation . . . . .		

Part VI-A Lobbying Expenditures by Electing Public Charities (See page 10 of the instructions.) (To be completed ONLY by an eligible organization that filed Form 5768)

Check a if the organization belongs to an affiliated group. Check b if you checked "a" and "limited control" provisions apply.

Table with 3 columns: Line number, Description, (a) Affiliated group totals, (b) To be completed for all electing organizations. Includes rows 36-44 for lobbying expenditures and nontaxable amounts.

Caution: If there is an amount on either line 43 or line 44, you must file Form 4720.

4-Year Averaging Period Under Section 501(h)

(Some organizations that made a section 501(h) election do not have to complete all of the five columns below. See the instructions for lines 45 through 50 on page 13 of the instructions.)

Table with 6 columns: Calendar year (or fiscal year beginning in), (a) 2006, (b) 2005, (c) 2004, (d) 2003, (e) Total. Includes rows 45-50 for averaging period calculations.

Part VI-B Lobbying Activity by Nonelecting Public Charities (For reporting only by organizations that did not complete Part VI-A) (See page 13 of the instructions.)

Table with 3 columns: Yes, No, Amount. Includes rows for various lobbying activities (a-i) and a total row.

Part VII Information Regarding Transfers To and Transactions and Relationships With Noncharitable Exempt Organizations (See page 13 of the instructions.)

51 Did the reporting organization directly or indirectly engage in any of the following with any other organization described in section 501(c) of the Code (other than section 501(c)(3) organizations) or in section 527, relating to political organizations?

Table with columns for categories (a) through (c) and sub-items (i) through (vi), and columns for Yes/No responses.

d If the answer to any of the above is "Yes," complete the following schedule. Column (b) should always show the fair market value of the goods, other assets, or services given by the reporting organization. If the organization received less than fair market value in any transaction or sharing arrangement, show in column (d) the value of the goods, other assets, or services received:

Table with 4 columns: (a) Line no., (b) Amount involved, (c) Name of noncharitable exempt organization, (d) Description of transfers, transactions, and sharing arrangements.

52 a Is the organization directly or indirectly affiliated with, or related to, one or more tax-exempt organizations described in section 501(c) of the Code (other than section 501(c)(3)) or in section 527? Yes No

b If "Yes," complete the following schedule:

Table with 3 columns: (a) Name of organization, (b) Type of organization, (c) Description of relationship.

## Application for Extension of Time To File an Exempt Organization Return

▶ File a separate application for each return.

- If you are filing for an **Automatic 3-Month Extension**, complete only **Part I** and check this box  **X**
- If you are filing for an **Additional (not automatic) 3-Month Extension**, complete only **Part II** (on page 2 of this form).

**Do not complete Part II unless** you have already been granted an automatic 3-month extension on a previously filed Form 8868.

**Part I Automatic 3-Month Extension of Time.** Only submit original (no copies needed).

Section 501(c) corporations required to file Form 990-T and requesting an automatic 6-month extension—check this box and complete Part I only  **X**

*All other corporations (including 1120-C filers), partnerships, REMICs, and trusts must use Form 7004 to request an extension of time to file income tax returns.*

**Electronic Filing (e-file).** Generally, you can electronically file Form 8868 if you want a 3-month automatic extension of time to file of the returns noted below (6 months for section 501(c) corporations required to file Form 990-T). However, you cannot file Form 8868 electronically if (1) you want the additional (not automatic) 3-month extension or (2) you file Forms 990-BL, 6069, or 8870, grc returns, or a composite or consolidated Form 990-T. Instead, you must submit the fully completed and signed page 2 (Part II) of Form 8868. For more details on the electronic filing of this form, visit [www.irs.gov/efile](http://www.irs.gov/efile) and click on *e-file for Charities & Nonprofits*.

<b>Type or print</b>  File by the due date for filing your return. See instructions.	Name of Exempt Organization Talkeetna Community Radio, Inc.	Employer identification number 94-3099330
	Number, street, and room or suite no. If a P.O. box, see instructions. PO Box 300	
	City, town or post office, state, and ZIP code. For a foreign address, see instructions. Talkeetna AK 99676	

**Check type of return to be filed** (file a separate application for each return):

- |                                      |   |                                    |
|--------------------------------------|---|------------------------------------|
| <input type="checkbox"/> Form 990    | <input checked="" type="checkbox"/> Form 990-T (corporation)      | <input type="checkbox"/> Form 4720 |
| <input type="checkbox"/> Form 990-BL | <input type="checkbox"/> Form 990-T (sec. 401(a) or 408(a) trust) | <input type="checkbox"/> Form 5227 |
| <input type="checkbox"/> Form 990-EZ | <input type="checkbox"/> Form 990-T (trust other than above)      | <input type="checkbox"/> Form 6069 |
| <input type="checkbox"/> Form 990-PF | <input type="checkbox"/> Form 1041-A                              | <input type="checkbox"/> Form 8870 |

- The books are in the care of ▶ See attached worksheet

Telephone No. ▶ (907) 733-1700

FAX No. ▶

- If the organization does not have an office or place of business in the United States, check this box

• If this is for a Group Return, enter the organization's four digit Group Exemption Number (GE \_\_\_\_\_). If this is for the whole group, check this box . If it is for part of the group, check this box  and attach a list with the names and EINs of all members the extension will cover.

**1** I request an automatic 3-month (6 months for a section 501(c) corporation required to file Form 990-T) extension of time until 5/15/2008, to file the exempt organization return for the organization named above. The extension is for the organization's return for:  
 ▶  calendar year \_\_\_\_\_ or  
 ▶  tax year beginning 7/1/2006, and ending 6/30/2007

**2** If this tax year is for less than 12 months, check reason:  Initial return  Final return  Change in accounting period

<b>3 a</b> If this application is for Form 990-BL, 990-PF, 990-T, 4720, or 6069, enter the tentative tax, less any nonrefundable credits. See instructions.	<b>3a</b>	\$
<b>b</b> If this application is for Form 990-PF or 990-T, enter any refundable credits and estimated tax payments made. Include any prior year overpayment allowed as a credit.	<b>3b</b>	\$
<b>c Balance Due.</b> Subtract line 3b from line 3a. Include your payment with this form, or, if required, deposit with FTD coupon or, if required, by using EFTPS (Electronic Federal Tax Payment System). See instructions.	<b>3c</b>	\$ 0

**Caution.** If you are going to make an electronic fund withdrawal with this Form 8868, see Form 8453-EO and Form 8879-EO for payment instructions.

**Line 1 (990) - Public Support and Contributions**

	Cash	Non Cash
<b>Line 1a</b> - Contributions to Donor Advised Funds . . . . .		
<b>Line 1b</b> - Direct public support		
1 Contributions . . . . .	16,600	1
2 Membership dues and assessments (contributions from the public) . . . . .	31,459	2
3 Commercial co-venture . . . . .		3
4 Special events contributions (Line 9 - Special Events) . . . . .	10,000	4
5 _____		5
6 _____		6
7 _____		7
8 _____		8
9 _____		9
<b>10 Total</b> . . . . .	<b>58,059</b>	<b>10</b> <b>0</b>
<b>Line 1c</b> - Indirect public support . . . . .		
<b>Line 1d</b> - Government contributions (grants) . . . . .	178,507	111,936

**Line 9 (990) - Special Events and Activities**

	Event A	Event B	Event C	All others	Totals
1 Special event name	Art Auction	Summer Concerts	Gaming Raffle	Misc.	
<b>1a</b> Number of special events	1	9	1		
2 Gross receipts	19,089	28,940	2,170	344	50,543
3 Less contributions		10,000			10,000
4 Gross revenue	19,089	18,940	2,170	344	40,543
5 Less direct expenses	7,264	22,507	95	634	30,500
6 Net income or (loss)	11,825	-3,567	2,075	-290	10,043

**Line 10c (990) - Gross Profit from Sale of Inventc** 2,608                      1,582                      1,026

	Category	Gross Sales	Cost of Goods Sold	Net
1	Retail - Misc	2,608	1,582	1,026
2				0
3				0
4				0
5				0
6				0
7				0
8				0
9				0
10				0
11				0
12				0
13				0
14				0
15				0
16				0
17				0
18				0
19				0
20				0

**Line 47 (990) - Accounts Receivable**

		Accounts receivable		Allowance for doubtful accounts	
		Beginning	End	Beginning	End
1	1	9,194	4,468		
2	2				
3	3				
4	4				
5	5				
6	6				
7	7				
8	8				
9	9				
10	10				
11	11	9,194	4,468	0	0

**Line 57 (990) - Land, Buildings, and Equipment**

Land (net of any amortization)		Land (net of any amortization)	
		Beginning	End
1	1		
2	2		
3	3		
4	4		
5	5		
6	6	0	0

  

Buildings and equipment		Buildings and equipment		Accumulated depreciation	
		Beginning	End	Beginning	End
7	7	19,206	21,784		
8	8	248,007	385,043		
9	9	4,021	4,021		
10	10			175,853	206,525
11	11				
12	12				
13	13				
14	14				
15	15				
16	16				
17	17	271,234	410,848	175,853	206,525
18	18			95,381	204,323
19	19			95,381	204,323

Category or Item		Cost/Other Basis	Accumulated Depreciation	Book Value
1	1			
2	2			
3	3			
4	4			
5	5			
6	6			
7	7			
8	8			
9	9			
10	10			
11	11	0	0	0

**Part IV-A, Line b(4) and Line d(2) (990) - Reconciliation of Rev per Audited Financial Stmts**

Line b(4) Other			
1	Temporarily restricted assets received in prior year	1	4,185
2		2	
3		3	
4		4	
5		5	
6	Total Line b(4), Part IV-A	6	4,185
Line d(2) Other			
1		1	
2		2	
3		3	
4		4	
5		5	
6	Total Line d(2), Part IV-A	6	0

**Part VII, Line 103 (990) - Other Revenue**

	Unrelated business income		Excluded by section 512, 513, or 514		
	(A) Business code	(B) Amount	(C) Exclusion code	(D) Amount	(E) Related or exempt function income
a	Technical Assistance				3,857
b					
c					
d					
e					
f					
g					
h					
i					
j					
k					
l					
m					
n					
o					
p					
q					
r					
s					
t					
u					
v					
w					
x					
y					
z					

**Line 28 (990-T) - Other Deductions**

1	Allocated cost	1	1,075
2	Total other deductions	2	1,075

**Line 31 (990-T) - Net Operating Loss Worksheet**

			NOL Carryover Amount	Deduction Allowed in Current Year	Adjustment Under Section 170(d)(2)(B)	Remaining NOL Carryover
1	Taxable income after special deductions	1,000				
<b>2</b>	<b>Carryover Period:</b>					
a	15th preceding period - 1991	2a	0	0	0	0
b	14th preceding period - 1992	2b	0	0	0	0
c	13th preceding period - 1993	2c	0	0	0	0
d	12th preceding period - 1994	2d	0	0	0	0
e	11th preceding period - 1995	2e	0	0	0	0
f	10th preceding period - 1996	2f	0	0	0	0
g	9th preceding period - 1997	2g	0	0	0	0
h	8th preceding period - 1998	2h	0	0	0	0
i	7th preceding period - 1999	2i	0	0	0	0
j	6th preceding period - 2000	2j	0	0	0	0
k	5th preceding period - 2001	2k	0	0	0	0
l	4th preceding period - 2002	2l	0	0	0	0
m	3rd preceding period - 2003	2m	0	0	0	0
n	2nd preceding period - 2004	2n	0	0	0	0
o	1st preceding period - 2005	2o	0	0	0	0
p	Totals	2p	0	0	0	0
3	Less: Amount of carryover expiring due to 15-year limitation	3				0
4	Add: Current year Net Operating Loss	4				0
5	Total amount of Net Operating Loss carryovers to next year	5				0

**Line 22 (Sch A (990/990-EZ)) - Other Income**

Description	(a) 2005	(b) 2004	(c) 2003	(d) 2002	(e) Total
1 Miscellaneous	1,717	864	740	382	3,703
2					0
3					0
4					0
5					0
6					0
7					0
8					0
9					0
10					0
Total of Other Income	1,717	864	740	382	3,703

**Line 10c (990) - Gross Profit from Sale of Inventc** 2,608                      1,582                      1,026

	Category	Gross Sales	Cost of Goods Sold	Net
1	Retail - Misc	2,608	1,582	1,026
2				0
3				0
4				0
5				0
6				0
7				0
8				0
9				0
10				0
11				0
12				0
13				0
14				0
15				0
16				0
17				0
18				0
19				0
20				0

**TALKEETNA COMMUNITY RADIO, INC.**

**Plant, Property and Equipment**

(\*Assets defined as equipment purchases \$1000 or more)

June 30, 2007

Assets	Brand	Placed in Service	Original Cost	Broadcast Equipment	Leasehold Improvement	Furniture & Fixtures	Life	Accum Deprec. 06/30/06	Accum Deprec. 06/30/07
1 4 Bay Antenna	Shively	05/08/92	4,425.00	4,425.00	-	-	5	\$ 4,425.00	\$ -
2 Transmitter	Contine	05/08/92	18,047.00	18,047.00	-	-	10	\$ 18,047.00	\$ -
3 Oscilloscope	Tektror	06/01/92	1,243.00	1,243.00	-	-	5	\$ 1,243.00	\$ -
4 STL Pole		06/18/92	685.00	685.00	-	-	5	\$ 685.00	\$ -
5 Fluke digital VOM	Fluke	08/01/92	416.00	416.00	-	-	5	\$ 416.00	\$ -
6 Audio Switcher	Conex	08/01/92	795.00	795.00	-	-	5	\$ 795.00	\$ -
7 Discrete Stereo STL Package	Marti	08/01/92	7,163.00	7,163.00	-	-	5	\$ 7,163.00	\$ -
8 Paraflector Antenna	Scala	08/01/92	1,170.00	1,170.00	-	-	5	\$ 1,170.00	\$ -
9 Optimod Stereo Audio Process	Orban	08/01/92	4,795.00	4,795.00	-	-	5	\$ 4,795.00	\$ -
10 Modulation Monitor	Belar	08/01/92	1,550.00	1,550.00	-	-	5	\$ 1,550.00	\$ -
11 Stereo Modulation & Pilot Moni	Belar	08/01/92	1,735.00	1,735.00	-	-	5	\$ 1,735.00	\$ -
12 Telephone Interface	Gentne	08/01/92	505.00	505.00	-	-	5	\$ 505.00	\$ -
15 Wattmeter	Bird	08/01/92	556.00	556.00	-	-	5	\$ 556.00	\$ -
16 8 Channel Mixing Console	ATI	08/01/92	2,747.00	2,747.00	-	-	5	\$ 2,747.00	\$ -
17 Guest Mic Mixer w/ extra inputs	Shure	08/01/92	388.00	388.00	-	-	5	\$ 388.00	\$ -
18 Quad 1x4 Distribution Amp	ATI	08/01/92	430.00	430.00	-	-	5	\$ 430.00	\$ -
19 Turntables (2)	Technic	08/01/92	880.00	880.00	-	-	5	\$ 880.00	\$ -
20 R/P Cart Deck	Fidelipa	08/01/92	2,650.00	2,650.00	-	-	5	\$ 2,650.00	\$ -
23 Antenna Installation	Morton	08/20/92	808.00	808.00	-	-	5	\$ 808.00	\$ -
24 RFC1B Remote Control Packa	Sine Sy	09/07/92	1,725.00	1,725.00	-	-	5	\$ 1,725.00	\$ -
25 8KHz ID Controller	Henry	09/07/92	590.00	590.00	-	-	5	\$ 590.00	\$ -
26 Subcarrier Gen/Telemetry	Marti	09/07/92	1,170.00	1,170.00	-	-	5	\$ 1,170.00	\$ -
27 Satellite Dish	Anixete	09/07/92	7,182.00	7,182.00	-	-	5	\$ 7,182.00	\$ -
28 Agile Subcarrier Demodulator	Standai	09/19/92	756.00	756.00	-	-	5	\$ 756.00	\$ -
29 Monitor Heater		09/24/92	1,050.00		1,050.00	-	5	\$ 1,050.00	\$ -
30 Audio Monitor		10/09/92	1,560.00	1,560.00	-	-	5	\$ 1,560.00	\$ -
31 Deicer		09/20/93	2,324.00	2,324.00	-	-	5	\$ 2,324.00	\$ -
32 Telephone Interface	Gentne	03/05/94	1,000.00	1,000.00	-	-	5	\$ 1,000.00	\$ -
33 Gateway 486 Computer	Gatewa	06/15/94	2,351.00	2,351.00	-	-	5	\$ 2,351.00	\$ -
34 Monitor Heater		10/26/94	1,169.00		1,169.00	-	5	\$ 1,169.00	\$ -
35 Copy Machine	Canon	01/19/95	699.99		699.99	-	5	\$ 699.99	\$ -
36 Tascam Cassette Deck	Tascan	05/02/95	744.09	744.09	-	-	5	\$ 744.09	\$ -
37 Demodulators (7)	ComSti	08/08/95	13,300.00	13,300.00	-	-	5	\$ 13,300.00	\$ -
38 Downconverter (1)	Sci Atla	08/08/95	2,198.00	2,198.00	-	-	5	\$ 2,198.00	\$ -
39 IFBS (2)	Microvi	08/08/95	1,114.00	1,114.00	-	-	5	\$ 1,114.00	\$ -
41 DAT Machine	Panasc	04/11/96	1,395.00	1,395.00	-	-	5	\$ 1,395.00	\$ -
42 16 Channel Mixer	Mackie	08/01/96	975.00	975.00	-	-	5	\$ 975.00	\$ -
43 CD Player & rack	Tascan	08/14/96	1,013.31	1,013.31	-	-	5	\$ 1,013.31	\$ -
44 DAT Machine	Panasc	08/01/96	1,395.00	1,395.00	-	-	5	\$ 1,395.00	\$ -

45	Road Signs	n/a	09/10/96	2,049.00		2,049.00	5	\$	2,049.00	\$	-	\$	2,049
46	Arrakis Digilink 3	Arrakis	12/20/96	9,483.00	9,483.00	-	5	\$	9,483.00	\$	-	\$	9,483
47	Sage Endec (EAS)	Sage	12/31/96	1,827.15	1,827.15	-	5	\$	1,827.15	\$	-	\$	1,827
48	EAS Receiver	Sage	03/11/97	1,352.12	1,352.12	-	5	\$	1,352.12	\$	-	\$	1,352
50	Additional SCSI HD for DL3	Arrakis	08/01/97	550.00	550.00	-	5	\$	550.00	\$	-	\$	550
51	Tape Replicator		11/01/97	738.75	738.75	-	5	\$	738.75	\$	-	\$	739
52	Snake/Direct Box		02/02/98	504.51	504.51	-	5	\$	504.51	\$	-	\$	505
53	CD Player	Tascan	06/12/98	783.55	783.55	-	5	\$	783.55	\$	-	\$	784
55	Pentium II Computer	Gatewa	01/01/99	1,755.00		1,755.00	5	\$	1,755.00	\$	-	\$	1,755
56	DAT machine	Panasc	03/15/99	1,038.00	1,038.00	-	5	\$	1,038.00	\$	-	\$	1,038
57	Pentium G6-400	Gatewa	06/09/99	1,763.00		1,763.00	5	\$	1,763.00	\$	-	\$	1,763
58	Satellite Downconverter	Scientif	01/01/00	2,500.00	2,500.00		5	\$	2,500.00	\$	-	\$	2,500
59	Tascam CD Player CD-450	Tascan	02/01/00	583.33	583.33		5	\$	583.33	\$	-	\$	583
60	Panasonic DAT SV3800	Panasc	02/01/00	1,104.94	1,104.94		5	\$	1,104.94	\$	-	\$	1,105
61	Gateway Pentium GP7i compu	Gatewa	06/21/00	1,070.00		1,070.00	5	\$	1,070.00	\$	-	\$	1,070
62	P350 SOSS Computer	Indelibl	01/01/00	1,100.00	1,100.00		5	\$	1,100.00	\$	-	\$	1,100
63	CD Player	Tascan	01/10/01	522.06	522.06		5	\$	522.06	\$	-	\$	522
64	CD Player	Tascan	01/10/01	522.06	522.06		5	\$	522.06	\$	-	\$	522
65	Cassette Deck	Tascan	03/19/01	1,110.00	1,110.00		5	\$	1,110.00	\$	-	\$	1,110
66	Turntable	Technic	03/19/01	553.00	553.00		5	\$	553.00	\$	-	\$	553
67	Pentium III Computer	Gatewa	04/03/01	2,180.00	2,180.00		5	\$	2,180.00	\$	-	\$	2,180
68	Electrical Event Recorder	Fluke	10/01/01	595.00	595.00		5	\$	565.01	\$	29.99	\$	595
69	Remote Mix C+	JK Aud	10/01/01	564.11	564.11		5	\$	535.67	\$	28.44	\$	564
70	FX-50 Exciter	BE	10/12/01	4,948.74	4,948.75		10	\$	2,334.72	\$	494.87	\$	2,830
71	FE 7KVA UPS	Best	10/12/01	6,800.00	6,800.00		10	\$	3,208.11	\$	680.00	\$	3,888
72	Fence at Transmitter	Wasilla	11/06/01	1,600.00		1,600.00	10	\$	743.89	\$	160.00	\$	904
73	Deicing Sensor	ETI	02/01/02	544.95	544.95		5	\$	480.75	\$	64.20	\$	545
75	Tuner	Rolls	12/01/02	304.84	304.84		5	\$	218.32	\$	60.97	\$	279
76	4 Rode Mics	Rode	09/13/02	596.00	596.00		5	\$	452.63	\$	119.20	\$	572
74	Satellite Dish Installation		06/30/02	10,688.32	10,688.32		10	\$	4,278.26	\$	1,069	\$	5,347
77	Mixer for guest mics	Shure	07/01/03	638.00	638.00		5	\$	382.80	\$	127.60	\$	510.40
78	Relay	Supere	07/01/03	214.63	214.63		5	\$	128.78	\$	42.93	\$	171.70
79	5 Disc CD Player	Tascan	07/01/03	324.64	324.64		5	\$	194.78	\$	64.93	\$	259.71
80	5 Band Parametric Equalizer	Rane	07/01/03	430.34	430.34		5	\$	258.20	\$	86.07	\$	344.27
81	5 Band Parametric Equalizer	Rane	07/01/03	430.34	430.34		5	\$	258.20	\$	86.07	\$	344.27
82	2 Channel Dynamic Controller		07/01/03	484.26	484.26		5	\$	290.56	\$	96.85	\$	387.41
83	2 Channel Dynamic Controller		07/01/03	484.26	484.26		5	\$	290.56	\$	96.85	\$	387.41
84	4 input 2 output stereo mixer	Behring	01/01/03	171.49	171.49		5	\$	119.90	\$	34.30	\$	154.20
85	Distribution Amp		07/01/03	484.26	484.26		5	\$	290.56	\$	96.85	\$	387.41
86	Distribution Amp		07/01/03	484.27	484.27		5	\$	290.56	\$	96.85	\$	387.42
87	Digicart	360 Sys	03/01/03	4,210.00	4,210.00		5	\$	2,807.44	\$	842.00	\$	3,649.44
87	Digicart	360 Sys	03/01/03	4,210.00	4,210.00		5	\$	2,807.44	\$	842.00	\$	3,649.44
90	Audio Control Boards w/wiring	Logitek	07/01/03	26,612.95	26,612.95		10	\$	7,983.89	\$	2,661.30	\$	10,645.18
91	Mono Amplifier	Symetri	07/01/03	666.76	666.76		5	\$	400.06	\$	133.35	\$	533.41
92	Patch Bay	AVR	07/01/03	835.64	835.64		10	\$	250.69	\$	83.56	\$	334.26
93	Copy Machine (RBS)	?	09/01/02	750.00		750.00	5	\$	574.52	\$	150.00	\$	724.52
95	Handicapped Access Ramp	Home I	12/01/02	4,020.57	4,020.57		10	\$	1,439.69	\$	402.06	\$	1,841.75
96	60" Desk w/Overbridge Cherry	BSW	01/31/03	1,395.00		1,395.00	7	\$	680.30	\$	199.29	\$	879.59
97	Duel Bay Outboard Rack	BSW	01/31/03	1,265.00		1,265.00	7	\$	616.90	\$	180.71	\$	797.62
98	Transmitter PA Repair	PTEK	02/28/03	985.00	985.00		10	\$	328.69	\$	98.50	\$	427.19
99	Multibay rack w/oak sides	BSW	02/28/03	694.00	694.00		7	\$	330.84	\$	99.14	\$	429.98
100	Telephone System	Nortel	06/11/03	897.25		897.25	7	\$	391.56	\$	128.18	\$	519.74
101	Additional Sat Dish Work	KTNA	06/30/02	16,073.75	16,073.75		7	\$	9,191.29	\$	2,296.25	\$	11,487.54
102	iMac 1.8 GHz	Mac	09/28/04	1,677.00		1,677.00	5	\$	588.10	\$	335.40	\$	923.50
103	ENCO DaD	ENCO	06/30/05	6,602.00	6,602.00		7	\$	943.14	\$	943.14	\$	1,886.29
104	Power Mac Server	Mac	06/30/05	2,066.00		2,066.00	5	\$	413.20	\$	413.20	\$	826.40
105	Mac G4 Laptop		09/20/05	2,299.00	2,299.00		7	\$	254.64	\$	328.43	\$	583.07
106	EBS Trailer		09/27/05	3,915.99	3,915.99		7	\$	423.02	\$	559.43	\$	982.45
107	EAS Sage Encoder/decoder		10/03/05	2,105.25	2,105.25		7	\$	222.47	\$	300.75	\$	523.22
108	antenna		10/03/05	1,508.62	1,508.62		7	\$	159.42	\$	215.52	\$	374.94
109	500 watt transmitter		10/31/05	7,305.56	7,305.56		7	\$	691.96	\$	1,043.65	\$	1,735.61
110	Dual Digital Hybrid		10/31/05	1,426.00	1,426.00		7	\$	135.07	\$	203.71	\$	338.78
111	Frequency Agile RPU Receiver		10/31/05	2,222.22	2,222.22		7	\$	210.48	\$	317.46	\$	527.94
112	RPU Transmitter		10/31/05	2,484.44	2,484.44		7	\$	235.32	\$	354.92	\$	590.24
113	4.5 kW Dewalt Generator		12/31/05	1,479.00	1,479.00		7	\$	104.77	\$	211.29	\$	316.06

114 SmartUPS 220VA	APC	04/01/06	1,084.84	1,084.84	5	\$	53.50	\$	216.97	\$	270.47	
115 Smart UPS 48 VA	APC	04/01/06	1,084.84	1,084.84	5	\$	53.50	\$	216.97	\$	270.47	
116 Concole Server	Lantron	04/01/06	1,226.00	1,226.00	7	\$	43.19	\$	175.14	\$	218.33	
117 3845 Routers	Cisco	04/01/06	11,553.76	11,553.76	7	\$	406.98	\$	1,650.54	\$	2,057.52	
118 FM Antenna	Shively	11/01/06	19,578.36	19,578.36	7	\$	-	\$	1,846.73	\$	1,846.73	
119 DAD Up Grade		01/17/07	2,360.30	2,360.30	7	\$	-	\$	151.50	\$	151.50	
120 Libber intercool 2		02/08/07	3,300.00	3,300.00	5	\$	-	\$	256.77	\$	256.77	
121 HD Transmitter	Harris	11/01/06	46,900.00	46,900.00	10	\$	-	\$	3,096.68	\$	3,096.68	
122 HD XFM Exciter	Harris	11/01/06	13,496.25	13,496.25	7	\$	-	\$	1,273.03	\$	1,273.03	
123 HDE100 exporter	Harris	11/01/06	15,975.00	15,975.00	7	\$	-	\$	1,506.84	\$	1,506.84	
124 HDH100 Importer	Harris	11/01/06	8,490.00	8,490.00	7	\$	-	\$	800.82	\$	800.82	
125 Test Equipment	Harris	11/01/06	3,674.82	3,674.82	7	\$	-	\$	346.63	\$	346.63	
126 STL Equipment	Harris	11/01/06	12,836.00	12,836.00	7	\$	-	\$	1,210.75	\$	1,210.75	
127 Audio Processing Equipment	Harris	11/01/06	10,425.00	10,425.00	7	\$	-	\$	983.34	\$	983.34	
128 iMac w/20" Display	Apple	05/01/07	1,528.65		1,528.65	7	\$	-	\$	35.90	\$	35.90
129 Refirbished iMac 2.0 Ghz	Apple	05/02/07	1,049.00		1,049.00	7	\$	-	\$	24.22	\$	24.22

410,847.13	385,042.68	4,020.57	21,783.89	175,853.18	30,671.86	206,525.05
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**TALKEENA COMMUNITY RADIO, INC.**

*Financial Statements*

Years Ended  
June 30, 2007 and 2006

**TALKEETNA COMMUNITY RADIO, INC.**

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Mikunda,  
Cottrell & Co., Inc.  
Certified Public Accountants & Consultants

MEMBER OF THE NATIONAL ASSOCIATION  
OF CERTIFIED PUBLIC ACCOUNTANTS

Offices in Anchorage & Fairbanks

To the Board of Directors  
Talkeetna Community Radio, Inc.  
Talkeetna, Alaska

We have audited the accompanying statements of financial position of Talkeetna Community Radio, Inc. (a non-profit corporation) as of June 30, 2007 and 2006, and the related statements of activities, cash flows, and functional expenses for the years then ended. These financial statements are the responsibility of Talkeetna Community Radio, Inc.'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 audit 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 financial statements referred to above present fairly, in all material respects, the financial position of Talkeetna Community Radio, Inc. as of June 30, 2007 and 2006, and the results of its operations and its cash flows for the years then ended in conformity with accounting principles generally accepted in the United States of America.

*Mikunda, Cottrell & Co.*

Anchorage, Alaska  
August 24, 2007

**TALKEETNA COMMUNITY RADIO, INC.**  
 Statements of Financial Position  
 June 30, 2007 and 2006

	<u>Assets</u>	<u>2007</u>	<u>2006</u>
Current assets:			
Cash		\$ 32,905	72,777
Accounts receivable		4,468	9,194
Grants receivable		1,800	-
Prepaid expenses		<u>5,823</u>	<u>4,015</u>
Total current assets		<u>44,996</u>	<u>85,986</u>
Property and equipment:			
Furniture and fixtures		21,784	19,206
Broadcast equipment		385,043	248,007
Leasehold improvements		<u>4,021</u>	<u>4,021</u>
Total property and equipment		410,848	271,234
Loss accumulated depreciation		<u>(206,525)</u>	<u>(175,853)</u>
Net property and equipment		<u>204,323</u>	<u>95,381</u>
 Total assets		 \$ <u>249,319</u>	 <u>181,367</u>
<u>Liabilities and Net Assets</u>			
Current liabilities:			
Accounts payable		3,824	850
Payroll liabilities		11,590	9,245
Deferred revenue		<u>25,000</u>	<u>25,000</u>
Total current liabilities		<u>40,414</u>	<u>35,095</u>
Net assets:			
Unrestricted net assets		204,640	137,822
Temporarily restricted net assets		<u>4,265</u>	<u>8,150</u>
Total net assets		<u>208,905</u>	<u>146,272</u>
 Total liabilities and net assets		 \$ <u>249,319</u>	 <u>181,367</u>

See accompanying notes to financial statements.

**TALKEETNA COMMUNITY RADIO, INC.**

Statements of Activities

Years Ended June 30, 2007 and 2006

	2007	2006
Unrestricted support and revenues:		
Grant income	\$ 194,407	219,084
Program underwriting	23,129	25,684
In-kind donations and contributed assets	112,340	15,868
Other fundraising	19,694	36,567
Memberships	31,459	26,717
Gaming income	2,075	1,402
Interest income	915	458
Other income	3,857	315
Temporarily restricted net assets released from restriction	<u>4,185</u>	<u>1,550</u>
Total unrestricted support and revenues	<u>392,061</u>	<u>327,645</u>
Expenses:		
Program services:		
Programming and production	101,474	104,087
Broadcasting and technical	<u>81,442</u>	<u>75,765</u>
Total program services	<u>182,916</u>	<u>179,852</u>
Supporting services:		
Administration	115,360	114,150
Fundraising	<u>26,967</u>	<u>27,148</u>
Total supporting services	<u>142,327</u>	<u>141,298</u>
Total expenses	<u>325,243</u>	<u>321,150</u>
Increase in unrestricted net assets	66,818	6,495
Changes in temporarily restricted net assets -		
temporarily restricted net assets released from restriction	<u>(4,185)</u>	<u>(1,550)</u>
Change in net assets	62,633	4,945
Net assets, at beginning of year	<u>146,272</u>	<u>141,327</u>
Net assets, ending	\$ <u>208,905</u>	<u>146,272</u>

See accompanying notes to financial statements.

**TALKEETNA COMMUNITY RADIO, INC.**

Statement of Functional Expenses

Year Ended June 30, 2007

	Programming and <u>Production</u>	Broadcasting and <u>Technical</u>	Fundraising	Admin- istration	<u>Total</u>
Personnel costs	\$ 67,898	31,513	18,086	80,434	197,931
Depreciation	3,419	26,103	183	967	30,672
Rents	9,875	-	5,200	5,765	20,840
Programming and production costs	17,519	-	-	-	17,519
Utilities	1,293	8,439	-	4,784	14,516
Insurance	-	609	-	9,379	9,988
Professional fees	-	4,070	-	5,906	9,976
Telephone and postage	864	3,424	1,459	2,192	7,939
Supplies	235	5,023	178	2,046	7,482
Travel	178	2,231	223	18	2,650
Repairs and maintenance	-	30	-	1,835	1,865
Advertising	-	-	1,423	-	1,423
Memberships and dues	193	-	-	65	258
Other expenses	-	-	215	1,969	2,184
	<u>\$ 101,474</u>	<u>81,442</u>	<u>26,967</u>	<u>115,360</u>	<u>325,243</u>

See accompanying notes to financial statements.

**TALKEETNA COMMUNITY RADIO, INC.**  
Statement of Functional Expenses  
Year Ended June 30, 2006

	Programming and Production	Broadcasting and Technical	Fundraising	Admin- istration	Total
Personnel costs	\$ 70,400	37,653	16,866	71,497	196,416
Depreciation	4,073	12,047	183	931	17,234
Rents	8,298	-	4,800	5,653	18,751
Programming and production costs	16,875	-	-	-	16,875
Utilities	1,721	4,513	-	4,136	10,370
Insurance	-	-	-	9,844	9,844
Professional fees	188	1,100	120	8,344	9,752
Telephone and postage	864	3,041	936	2,047	6,888
Supplies	314	15,906	2,720	4,261	23,201
Travel	719	1,305	-	(72)	1,952
Repairs and maintenance	-	-	10	2,798	2,808
Advertising	105	-	1,497	-	1,602
Memberships and dues	440	150	-	310	900
Other expenses	90	50	16	4,401	4,557
	<u>\$ 104,087</u>	<u>75,765</u>	<u>27,148</u>	<u>114,150</u>	<u>321,150</u>

See accompanying notes to financial statements.

**FALKEETNA COMMUNITY RADIO, INC.**

Statements of Cash Flows  
Years Ended June 30, 2007 and 2006

	<u>2007</u>	<u>2006</u>
Cash flows from operating activities:		
Change in net assets	\$ 62,633	4,945
Adjustments to reconcile change in net assets to net cash provided by (used in) operating activities:		
Donated assets	(112,340)	(15,868)
Depreciation	30,672	17,234
Change in grants receivable	(1,800)	-
Change in other receivables	4,726	(8,444)
Change in prepaid expenses	(1,808)	8,452
Change in accounts payable	2,974	635
Change in payroll liabilities	<u>2,345</u>	<u>3,078</u>
Net cash provided by operating activities	(12,598)	10,032
Cash flows from investing activities - purchase of equipment	<u>(27,274)</u>	<u>(23,828)</u>
Net decrease in cash	(39,872)	(13,796)
Cash, beginning of period	<u>72,777</u>	86,573
Cash, end of period	\$ <u><u>32,905</u></u>	<u><u>72,777</u></u>
Supplemental non-cash flow disclosures -		
Non-cash investing activities - donated assets	\$ <u><u>112,340</u></u>	<u><u>15,868</u></u>

See accompanying notes to financial statements.

## TALKEETNA COMMUNITY RADIO, INC.

### Notes to Financial Statements

June 30, 2007 and 2006

(1) **Organization and Summary of Significant Accounting Policies**

Organization

Talkeetna Community Radio, Incorporated (the Corporation) is a nonprofit, tax exempt charitable and public service entity engaged in noncommercial radio broadcasting in Talkeetna, Alaska. The Corporation operates as KTNA-FM Radio.

Summary of Significant Accounting Policies

Basis of Financial Statements

The financial statements of the Corporation have been prepared on the accrual basis of accounting and accordingly reflect all significant receivables, payables, and other liabilities.

Financial statement presentation follows the recommendations of the Financial Accounting Standards Board in its Statement of Financial Accounting Standards (SFAS) No. 117, *Financial Statements of Not-for-Profit Organizations*. Under SFAS No. 117, the Corporation 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.

Revenue and Support

Revenues are recorded in the period earned when expenses have been incurred for the purpose specified by the grant or contract. Fund receipts in excess of expenses for ongoing programs are recorded as deferred revenue. Advances (deferred revenue) from funding agencies are considered liquidated when an expense is recorded.

Contributions from the general public are recognized as donations when received. All contributions are considered to be available for unrestricted use unless specifically restricted by the donor.

Contributions that are designated for future periods or restricted by the donor for specific purposes are reported as temporarily or permanently restricted contributions based on the nature of the restriction. When a donor restriction expires, that is, when a stipulated time restriction ends or purpose restriction is accomplished, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activity as net assets released from restrictions.

Cash Equivalents

Cash and cash equivalents consist of bank deposits and certificates of deposit maturing in one year or less.

Property and Equipment

Fixed assets, with an initial cost in excess of \$1,000, are recorded at cost, or in the case of donated property, at their estimated fair value at date of receipt. Depreciation is calculated by the straight-line method over the estimated useful lives of the assets, ranging from 5 to 7 years.

## TALKEETNA COMMUNITY RADIO, INC.

### Notes to Financial Statements, continued

#### **Organization and Summary of Significant Accounting Policies, continued**

##### Special Events

Special events revenue has been recorded net of direct related expenses of \$17,968 and \$21,054 at June 30, 2007 and 2006 respectively and is included in "other fundraising" revenue on the statement of activities.

##### Functional Expenses

Expenses are charged to program and supporting services based on actual costs. Expenses not directly chargeable are allocated based on square foot allocations and estimates of actual usage.

##### Income Taxes

The Corporation is recognized as a tax exempt organization under Section 501(c)(3) of the Internal Revenue Code and, except for taxes pertaining to unrelated business income, is exempt from federal and state income taxes.

##### Estimates and Assumptions

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 revenue and expenses during the reporting period. Actual results could differ from those estimates.

#### (2) **Cash and Cash Equivalents**

The Corporation's cash and cash equivalents are maintained in checking accounts and savings accounts. Of the Corporation's deposits at year-end, all are covered by the Federal Deposit Insurance Corporation.

At June 30, the Corporation's cash and cash equivalents consisted of the following:

	<u>2007</u>		<u>2006</u>	
	<u>Bank Balance</u>	<u>Carrying Amount</u>	<u>Bank Balance</u>	<u>Carrying Amount</u>
Checking accounts	\$ 18,011	15,067	29,886	26,634
Savings accounts	<u>12,524</u>	<u>17,838</u>	<u>46,143</u>	<u>46,143</u>
	<u>\$ 30,535</u>	<u>32,905</u>	<u>76,029</u>	<u>72,777</u>

TALKEETNA COMMUNITY RADIO, INC.

Notes to Financial Statements, continued

(3) **Operating Leases**

The Corporation leases operating facilities under an operating lease with a term of up to 10 years beginning April 1, 2002. At June 30, 2007 the future minimum lease payments were as follows:

2008	\$ 12,000
2009	12,000
2010	12,000
2011	12,000
2012	3,000
	<u>\$ 51,000</u>

(4) **Restricted Net assets**

Temporarily restricted net assets are restricted by the terms of a grant agreement which restricts them for the use of an internet services acquisition program. At June 30, 2007, the balance of temporarily restricted net assets totaled \$1,265. \$4,185 was used for the purposes of this grant and therefore, was released from restriction, for the year ended June 30, 2007.

(5) **Concentrations**

A significant amount of the Corporation's funding comes from operating grants awarded by the State of Alaska and the Corporation for Public Broadcasting. Both funding sources are subject to budgetary pressures in recent years. A significant decline in funding from these sources could have a material impact on the Corporation's operations.

(6) **Contingencies**

Expenses reimbursed under grants and contracts are subject to audit by the granting agencies or their representatives. The amount, if any, of expenditures which may be disallowed by the granting agencies cannot be determined at this time although management expects such amounts, if any, to be immaterial.