NASHVILLE PUBLIC TELEVISION, INCORPORATED

FINANCIAL STATEMENTS AND SUPPLEMENTAL INFORMATION

JUNE 30, 2010 AND 2009

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CROSSLIN & ASSOCIATES
CERTIFIED PUBLIC ACCOUNTANTS

Independent Auditors' Report

To the Board of Directors
Nashville Public Television, Incorporated
Nashville, Tennessee

We have audited the statements of financial position of Nashville Public Television, Incorporated ("NPT") as of June 30, 2010 and 2009, and the related statements of activities and cash flows for the years then ended. These financial statements are the responsibility of NPT'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 and the standards applicable to financial audits contained in G*overnment Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free 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 Nashville Public Television, Incorporated as of June 30, 2010 and 2009, and the changes in its net assets and its cash flows for the years then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated November 2, 2010, on our consideration of Nashville Public Television, Incorporated's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

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To the Board of Directors
Nashville Public Television, Incorporated

Our audits were conducted for the purpose of forming an opinion on the basic financial statements of Nashville Public Television, Incorporated taken as a whole. The accompanying schedule of grant activity is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

Crosslin + Associates, P.C.

Nashville, Tennessee
November 2, 2010

NASHVILLE PUBLIC TELEVISION, INCORPORATED
STATEMENTS OF FINANCIAL POSITION

	June 30, 2010	June 30, 2009
ASSETS		
Current assets:		
Cash and cash equivalents	$ 4,197,780	$ 3,480,277
Investments	68,584	60,695
Accounts receivable, net of allowance for doubtful accounts of $10,000 as of June 30, 2010 and 2009	170,728	407,546
Contributions receivable (Note C)	1,122,218	781,850
Prepaid expenses and other assets	28,525	6,996
Total current assets	5,587,835	4,737,364
Contributions receivable (Note C)	804,164	1,277,086
Beneficial interest in trusts (Note B)	45,522	43,651
Property, plant and equipment, net (Note D)	3,631,254	4,166,779
Intangible assets, net	26,845	19,649
Long-term investments	69,346	66,596
Total assets	$10,164,966	$10,311,125
LIABILITIES AND NET ASSETS		
Current liabilities:		
Accounts payable and accrued expenses	$ 351,938	$ 433,046
Deferred revenue	151,636	169,824
Total current liabilities	503,574	602,870
Commitments (Note F)		
Net assets:		
Unrestricted:		
Undesignated	7,555,085	7,319,973
Board designated (Note J)	68,584	60,695
Total unrestricted	7,623,669	7,380,668
Temporarily restricted (Note I)	1,992,201	2,283,936
Permanently restricted (Note I and J)	45,522	43,651
Total net assets	9,661,392	9,708,255
Total liabilities and net assets	$10,164,966	$10,311,125

See accompanying notes to financial statements.

NASHVILLE PUBLIC TELEVISION, INCORPORATED
STATEMENTS OF ACTIVITIES

	Years Ended June 30,	
	2010	2009
Changes in unrestricted net assets:		
Operating revenue:		
Contributions	$ 2,779,849	$ 2,607,101
Contributions from governmental units	532,734	1,080,165
Contributions from the Corporation for Public Broadcasting	1,054,443	1,182,083
Sale of services, guides, and films	615,841	547,685
In-kind donations (Note E)	295,800	370,839
Gain (loss) on investments	7,321	(13,770)
Net assets released from restrictions (Note I)	848,094	827,041
Total operating revenue	6,134,082	6,601,144
Operating expenses:		
Program services:		
Programming and production	2,902,761	2,697,857
Broadcasting	1,139,132	1,165,015
Program information	268,159	290,753
Total program services	4,310,052	4,153,625
Supporting services:		
Development and fund raising	896,934	998,319
Administration	684,095	674,558
Total supporting services	1,581,029	1,672,877
Total operating expenses	5,891,081	5,826,502
Net increase in unrestricted net assets	243,001	774,642
Change in temporarily restricted net assets:		
Contributions and project grants	556,359	532,375
Net assets released from restrictions (Note I)	(848,094)	(827,041)
Net decrease in temporarily restricted net assets	(291,735)	(294,666)
Change in permanently restricted net assets:		
Gain (loss) on beneficial interest in trusts	1,871	(8,661)
Net (decrease) increase in net assets	(46,863)	471,315
Net assets at beginning of year	9,708,255	9,236,940
Net assets at end of year	$ 9,661,392	$ 9,708,255

See accompanying notes to financial statements.

NASHVILLE PUBLIC TELEVISION, INCORPORATED
STATEMENTS OF CASH FLOWS

	Years Ended June 30, 2010	Years Ended June 30, 2009
Cash flows from operating activities:		
Net (decrease) increase in net assets	$(46,863)	$ 471,315
Adjustments to reconcile (decrease) increase in net assets to net cash provided by operating activities:		
Depreciation	611,099	492,538
(Gain) loss on beneficial interest in trusts	(1,871)	8,661
(Gain) loss on investments	(7,321)	13,770
Amortization of intangible assets	22,698	4,813
Changes in assets and liabilities:		
Decrease in accounts receivable, net	236,818	364,795
Decrease in contributions receivable	132,554	390,484
(Increase) decrease in prepaid expenses and other assets	(51,423)	22,983
Decrease in accounts payable and accrued expenses	(81,108)	(94,045)
Decrease deferred revenue	(18,188)	(424,339)
Net cash provided by operating activities	796,395	1,250,975
Cash flows from investing activities:		
Purchases of equipment	(75,574)	(722,902)
(Purchases) sales of investments, net	(3,318)	340,471
Net cash used in investing activities	(78,892)	(382,431)
Net increase in cash and cash equivalents	717,503	868,544
Cash and cash equivalents at beginning of year	3,480,277	2,611,733
Cash and cash equivalents at end of year	$ 4,197,780	$ 3,480,277

See accompanying notes to financial statements.

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Organization

Nashville Public Television, Incorporated ("NPT" or "the Station"), a community nonprofit corporation, was incorporated on May 13, 1998 for the purpose of promoting public broadcasting and telecommunications. The Station is the FCC Licensee for WNPT, the public television station in Nashville, Tennessee.

Basis of Financial Statements

The financial statements of NPT have been prepared on the accrual basis of accounting.

NPT classifies its net assets and its revenue, expenses, gains, and losses into three classes of net assets based on the existence or absence of donor-imposed restrictions. Net assets of NPT and changes therein are classified as follows:

> Unrestricted net assets - Net assets that are not subject to donor-imposed stipulations and endowments designated by the Board of Directors.
>
> Temporarily restricted net assets - Net assets subject to donor-imposed stipulations that may or will be met either by actions of NPT and/or the passage of time.
>
> Permanently restricted net assets - Net assets subject to donor-imposed stipulations that they be maintained permanently by NPT. Generally, the donors of these assets would permit NPT to use all or part of the income earned on the related investments for general or specific purposes.

The amount for each of these classes of net assets is displayed in the statements of financial position and the amount of change in each class of net assets is displayed in the statements of activities.

Contributions

NPT reports gifts of cash and other assets as restricted support if they are received with donor stipulations that limit the use of the donated assets. When a donor restriction expires, that is, when a stipulated time restriction ends or the purpose of the restriction is accomplished, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statements of activities as net assets released from restrictions. NPT has elected to report contributions received with donor imposed restrictions as an increase to unrestricted net assets if the restrictions are met in the same fiscal year that the contributions are received.

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

Contributions receivable are recorded at their estimated fair value and reflect discounts for payment terms greater than one year, if applicable. Contributions receivable are considered to be either conditional or unconditional promises to give. A conditional contribution is one which depends on the occurrence of some specified uncertain future event to become binding on the donor. Conditional contributions are not recorded as revenue until the condition is met, at which time they become unconditional. Unconditional contributions are recorded as revenue at the time verifiable evidence of the promise to give is received.

In the event a donor makes changes to the nature of a restricted gift which affects its classification among the net asset categories, such amounts are reflected as reclassifications in the statement of activities.

Estimates

Management of NPT has made certain estimates and assumptions related to the reporting of assets and liabilities and the disclosure of contingent assets and liabilities to prepare these financial statements in conformity with accounting principles generally accepted in the United States of America. Management believes that such estimates have been based on reasonable assumptions and that such estimates are adequate. Actual results could differ from those estimates.

Cash and Cash Equivalents

The Station considers all highly liquid debt instruments with a maturity of three months or less when purchased to be cash equivalents.

Investments

Long-term investments consist of an equity interest in a joint venture created for the purpose of exploring new initiatives in digital television, which is accounted for on the cost basis since the Station's ownership interest in the joint venture is less than 10%.

Deferred Program Costs

Costs incurred to purchase or produce programs not yet broadcast which will not generate revenues through sale or distribution of broadcast rights are deferred and amortized over the life of the program. Grants related to the underwriting of programs not yet broadcast are included in temporarily restricted net assets.

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

Film and Program Costs

Costs incurred to purchase or produce films and programs, which will generate revenues through sale or distribution of the broadcast rights, are deferred. The Station amortizes these costs of production of films and programs using the individual-film-forecast method under which the costs are amortized in the ratio that revenue earned for the specific title in the current period bears to management's estimate of the total revenues to be realized from all media and markets for the specific title. All exploitation costs, including advertising and marketing costs, are expensed as incurred. Estimates of total gross revenues can change due to a variety of factors, including the level of market acceptance of the production.

Property, Plant, and Equipment

Property, plant and equipment are recorded at cost. Depreciation is computed on the straight-line basis over their estimated useful lives, which range from 3 to 10 years for equipment and from 15 to 30 years for buildings and improvements.

Intangible Assets

NPT owns the rights to the call letters WNPT. The purchase of the rights to the call letters and any related name registrations occurred effective July 2000 and has been capitalized at cost ($26,055). The copyrights are being amortized over a period of 15 years ($1,737 per year) using the straight-line method.

NPT owns the rights to several programs. The purchase of the rights to the programs occurred on various dates throughout 2009 and 2010 and has been capitalized at cost ($42,194). The copyrights are being amortized over the life of their respective contracts using the straight-line method. As of June 30, 2010 and 2009, the amortization expense recognized for these programs was $20,961 and $3,075, respectively.

Deferred Revenue

NPT recognizes certain grant amounts received for various purposes as exchange transactions. At year-end the unearned portion of these grants is recorded as deferred revenue. As the grant requirements are completed, the amounts are recognized as revenue.

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

Impairment of Long-Lived Assets

Long-lived assets and certain identifiable intangibles are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount of an asset may not be recoverable. Recoverability of assets to be held and used is measured by a comparison of the carrying amount of an asset to future undiscounted net cash flows expected to be generated by the asset. If such assets are considered to be impaired, the impairment to be recognized is measured by the amount by which the carrying amount of the asset exceeds the fair value. Assets to be disposed of are reported at the lower of the carrying amount or fair value less the costs to sell. The Station had no impairments of long-lived assets during 2010 or 2009.

Income Taxes

NPT is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code; and accordingly no provision for income taxes is included in the accompanying financial statements.

Fair Value Measurements

Assets and liabilities recorded at fair value in the statements of financial position are categorized based on the level of judgment associated with the inputs used to measure their fair value. Level inputs, as defined by Financial Accounting Standards Board Accounting Standards Codification ("ASC") 820, *Fair Value Measurements and Disclosures*, are as follows:

Level 1 - Values are unadjusted quoted prices for identical assets in active markets accessible at the measurement date.

Level 2 - Inputs include quoted prices for similar assets in active markets, quoted prices from those willing to trade in markets that are not active, or other inputs that are observable or can be corroborated by market data for the term of the instrument. Such inputs include market interest rates and volatilities, spreads and yield curves.

Level 3 - Certain inputs are unobservable (supported by little or no market activity) and significant to the fair value measurement. Unobservable inputs reflect the best estimate of what hypothetical market participants would use to determine a transaction price for the asset or liability at the reporting date.

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

The Station's financial instruments consist of cash equivalents, investments, receivables, accounts payable, accrued expenses and deferred revenue. The carrying value of cash equivalents, receivables, accounts payable, accrued expenses and deferred revenue approximate fair value because of the short maturity of these instruments. Contributions receivable are recorded at net present value. Investments are recorded at fair value using Level 1 inputs.

Reclassifications

Certain reclassifications of prior year amounts have been made to conform to the current year presentation. These reclassifications have no effect on previously reported results of operations or total net assets.

B. BENEFICIAL INTEREST IN TRUSTS

During 2004, NPT received $52,312 in funds held in a trust for the benefit of the Station. The funds have been recorded in the Station's financial statements as beneficial interests in trusts. NPT received immaterial interest or dividend income during 2010 and 2009. Total market value at June 30, 2010 and 2009 was $45,522 and $43,651, respectively.

C. CONTRIBUTIONS RECEIVABLE

Contributions receivable at June 30, 2010 and 2009 consisted of the following:

	2010	2009
Contributions receivable - capital campaign	$ 1,468,218	$ 2,009,918
Contributions receivable - unrestricted	-	50,000
Contributions receivable - Children's Health	700,000	300,000
Total contributions receivable	2,168,218	2,359,918
Less: discount for present value	(241,836)	(300,982)
Present value of contributions receivable	$ 1,926,382	$ 2,058,936

C. CONTRIBUTIONS RECEIVABLE - Continued

Expected maturities of contributions receivable at June 30, 2010 were as follows:

Year(s) ended June 30,	Amount
2011	$1,122,218
2012	339,500
2013	56,500
2014	50,000
2015	50,000
Thereafter	550,000
Total expected contributions	$2,168,218

D. PROPERTY, PLANT AND EQUIPMENT

The classification of property, plant and equipment is as follows:

	2010	2009
Land and buildings	$ 2,461,627	$ 2,441,253
Broadcast equipment	5,117,228	5,021,445
Production equipment	1,910,023	1,901,375
Furniture, fixtures and office equipment	501,674	498,221
Work-in-process	-	52,683
	9,990,552	9,914,977
Less accumulated depreciation	(6,359,298)	(5,748,198)
Property, plant and equipment, net	$ 3,631,254	$ 4,166,779

Certain equipment which was partially funded by governmental grants is subject to lien in the event of sale or disposition to entities other than public broadcasting stations.

E. IN-KIND DONATIONS AND DONATED PERSONAL SERVICES VOLUNTEERS

In-kind contributions are recorded as revenue and expenses in the accompanying statements of activities. These contributions consist of services recorded at the estimated fair market value, as determined by the provider, at the date of the gift. Revenue from underwriting and related broadcasting expenses totaled $295,800 and $370,839 for the years ended June 30, 2010 and 2009, respectively.

F. COMMITMENTS

At June 30, 2010 NPT had the following commitments related to fiscal year 2011:

Purchase of programming from the Public Broadcasting System (PBS)	$ 804,569
PBS membership dues and interconnect fees	158,674
National Educational Telecommunication Association annual dues	9,786
Tennessee Public Television Council (TPTC) annual dues	17,419
Association of Pubic Television Stations (APIS) dues	19,113
American Public Television (APT) programming fees	11,758
	$1,021,319

G. DEFINED CONTRIBUTION RETIREMENT PLAN

NPT has a 403(b) defined contribution retirement plan for eligible employees. Under this plan, the Station contributes a minimum of two percent (for which no employee contribution is required) up to a maximum of eight percent (through matching provisions) of employee salaries, subject to Internal Revenue Service limitations. The total amounts contributed under this plan were $121,250 and $118,844 for 2010 and 2009, respectively.

H. CONCENTRATIONS OF CREDIT RISK

NPT maintains its cash in bank deposit accounts, which at times may exceed federally insured limits. Accounts are guaranteed by the Federal Deposit Insurance Corporation (“FDIC”) up to $250,000 through December 31, 2013. NPT maintains its accounts with financial institutions and has never experienced any losses in such accounts.

I. NET ASSETS AND NET ASSETS RELEASED FROM DONOR RESTRICTIONS

Temporarily restricted net assets at June 30, 2010 and 2009 consisted of the following:

	2010	2009
Children's Health	$ 700,000	$ 150,000
Education programs and outreach services	130,000	50,000
Family Literacy Program	20,000	20,000
The Principal Story	-	5,000
Contributions receivable time restricted	1,142,201	2,058,936
	$1,992,201	$2,283,936

Net assets of $848,094 in fiscal 2010 and $827,041 in fiscal 2009 were released from donor restrictions by incurring costs and expenses satisfying the restricted purposes or by occurrence of other events specified by the various donors. The purpose restrictions accomplished were for program services and additional equipment.

Permanently restricted net assets at June 30, 2010 and 2009 consisted of a beneficial interest in trusts.

J. ENDOWMENT

The Station's endowment consists of individual funds established for various purposes and includes both donor-restricted endowment funds and funds designated by the Board of Directors to function as endowments. Net assets associated with endowment funds, including funds designated by the Board of Directors to function as endowments, are classified and reported based on the existence or absence of donor-imposed restrictions.

Interpretation of Relevant Law

The Board of Directors of Nashville Public Television, Incorporated has interpreted the applicable state laws as requiring the preservation of the original gift as of the gift date of the donor-restricted endowment funds absent explicit donor stipulations to the contrary. As a result of this interpretation, the Station classifies as permanently restricted net assets (a) the original value of gifts donated to the permanent endowment, (b) the original value of subsequent gifts to the permanent endowment, and (c) accumulations to the permanent endowment made in accordance with the direction of the applicable donor gift instrument at the time the accumulation is added to the fund. The remaining portion of the donor-restricted endowment fund that is not classified in permanently restricted net assets is classified as temporarily restricted net assets until those amounts are appropriated for expenditure by the Station in a manner consistent

J. ENDOWMENT - Continued

with the standard of prudence prescribed by applicable state laws. In accordance with applicable state laws, the Station considers the following factors in making a determination to appropriate or accumulate donor-restricted endowment funds:

- The duration and preservation of the fund
- The purposes of the Station and the donor-restricted endowment fund
- General economic conditions
- The possible effect of inflation and deflation
- The expected total return from income and the appreciation of investments
- Other resources of the Station
- The investment policies of the Station

Changes in Endowment Net Assets

	Unrestricted	Temporarily Restricted	Permanently Restricted	Total
Endowment net assets, July 1, 2008	$ 69,465	$ -	$ 52,312	$ 121,777
Investment return:				
Investment income	1,285	2,375	-	3,660
Net depreciation (realized and unrealized)	(15,055)	-	(8,661)	(23,716)
Total investment (loss) return	(13,770)	2,375	(8,661)	(20,056)
Contributions	5,000	-	-	5,000
Appropriation of endowment assets for expenditure	-	(2,375)	-	(2,375)
Endowment net assets, June 30, 2009	60,695	-	43,651	104,346
Investment return:				
Investment income	1,219	1,359	-	2,578
Net appreciation (realized and unrealized)	6,102	-	1,871	7,973
Total investment return	7,321	1,359	1,871	10,551
Contributions	568	-	-	568
Appropriation of endowment assets for expenditure	-	(1,359)	-	(1,359)
Endowment net assets, June 30, 2010	$ 68,584	$ -	$ 45,522	$ 114,106

J. ENDOWMENT - Continued

Strategies, Spending and Return Objectives

The Station's permanently restricted endowment consists of a beneficial trust held by a trustee in accordance with the donor's stipulations. The trustees are responsible for distributing to the Station the realized investment earnings annually. The Station is not responsible to replenish excess losses caused by market fluctuations because of the beneficial nature of the trust.

Additionally, the Station's Board of Directors have established a designated endowment consisting of unrestricted gifts. Currently, the return on designated endowment is being accumulated until the Board decides earnings are sufficient to supplement the Station's operations.

K. SUBSEQUENT EVENTS

NPT has evaluated subsequent events through November 2, 2010, the issuance date of the financial statements, and has determined that there are no subsequent events that require disclosure.

SUPPLEMENTAL INFORMATION

NASHVILLE PUBLIC TELEVISION, INCORPORATED
SCHEDULE OF GRANT ACTIVITY
YEAR ENDED JUNE 30, 2010

Program Title	Federal CFDA Number	Grantor Agency	Accrued Balance June 30, 2009	Cash Receipts	Expenditures	Accrued Balance June 30, 2010
FEDERAL AWARDS:						
Direct Awards:						
Ready to Teach - PBS Teacherline	84.286A	U.S. Department of Education	$ -	$ 7,000	$ 14,500	$ 7,500
Pass-Through Awards:						
State Fiscal Stabilization Fund (SFSF) - Government Services, America Recovery Reinvestment Act (ARRA) - Passed through the State of Tennessee Department of Education	84.397	U.S. Department of Education	$ -	$469,445	$469,445	$ -
		TOTAL FEDERAL AWARDS	$ -	$476,445	$483,945	$ 7,500
STATE AWARDS:						
State Fiscal Stabilization Fund (SFSF) - Government Services, America Recovery & Reinvestment Act (ARRA) - State Matching	N/A	State of Tennessee Department of Education	$ -	$38,640	$38,640	$ -
		TOTAL STATE AWARDS	$ -	$38,640	$38,640	$ -

See independent auditors' report.

Independent Auditors' Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards*

To the Board of Directors of
Nashville Public Television, Incorporated
Nashville, Tennessee

We have audited the financial statements of Nashville Public Television, Incorporated ("NPT") as of and for the year ended June 30, 2010, and have issued our report thereon dated November 2, 2010. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered NPT's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of NPT's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of NPT's internal control over financial reporting.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

To the Board of Directors of
Nashville Public Television, Incorporated

Compliance and Other Matters

As part of obtaining reasonable assurance about whether NPT's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

This report is intended solely for the information and use of the Finance Committee, management, the Board of Directors and federal and state awarding agencies and is not intended to be and should not be used by anyone other than these specified parties.

Crosslin + Associates, P.C.

Nashville, Tennessee
November 2, 2010