



———— **2024 Financials** ————

Endeavor Communications  
Consolidated Balance Sheets  
September 30, 2024 and 2023

	2024	2023
Assets		
Current Assets		
Cash and cash equivalents	\$ 24,736,732	\$ 19,028,303
Certificates of deposit	1,000,000	1,000,000
Accounts receivable, net	7,092,162	8,113,748
Lease receivable	-	374,718
Income taxes receivable	53,706	132,163
Inventory	4,572,076	7,372,719
Other current assets	378,834	1,617,797
Total current assets	37,833,510	37,639,448
Investments and Noncurrent Assets		
Certificates of deposit	100,000	100,000
Investment - Indiana Video Network, LLC	-	75,948
Other investments	404,747	669,356
Deferred income taxes	184,069	-
Goodwill, net of accumulated amortization	13,843,518	16,165,894
Intangibles	-	2,839,196
Operating lease right of use assets	590,127	610,575
Total investments and noncurrent assets	15,122,461	20,460,969
Property, Plant and Equipment, Net	72,908,196	73,682,422
	\$ 125,864,167	\$ 131,782,839

## Endeavor Communications

Consolidated Balance Sheets  
September 30, 2024 and 2023

	2024	2023
<b>Liabilities and Equities</b>		
<b>Current Liabilities</b>		
Current portion of long-term debt	\$ 2,874,351	\$ 2,986,223
Current portion of operating lease liabilities	276,914	302,132
Line of credit	-	716,591
Accounts payable	1,859,032	2,445,658
Patronage capital credits payable	590,291	546,059
Accrued taxes other than income taxes	634,543	559,199
Customer deposits	64,146	78,177
Deferred revenue	409,917	575,228
Other current liabilities	2,531,709	2,546,025
Total current liabilities	9,240,903	10,755,292
<b>Noncurrent Liabilities</b>		
Long-term debt, less current portion	13,479,032	16,444,967
Operating lease liabilities, less current portion	242,945	257,472
Deferred income taxes	-	705,595
Deferred revenue	100,447	101,198
Total noncurrent liabilities	13,822,424	17,509,232
<b>Equities</b>		
Patronage capital	77,666,109	71,932,050
Other equities	25,134,731	31,586,265
Total equities	102,800,840	103,518,315
	\$ 125,864,167	\$ 131,782,839

**Endeavor Communications**  
 Consolidated Statements of Operations  
 Years Ended September 30, 2024 and 2023

	2024	2023
Operating Revenues		
Local network	\$ 88,519	\$ 505,862
Network access	14,487,453	16,353,302
Internet and other communications	18,532,965	16,687,515
Technology sales and services	29,920,499	31,810,276
Miscellaneous	192,289	191,491
Total operating revenues	63,221,725	65,548,446
Operating Expenses		
Cost of sales and services	28,472,845	28,368,258
Plant specific operations	4,342,358	4,365,534
Plant nonspecific operations	1,983,726	1,552,423
Corporate and customer operations	13,843,377	13,390,483
Depreciation	9,089,043	8,755,903
Operating taxes	336,259	340,580
Total operating expenses	58,067,608	56,773,181
Net Operating Margin	5,154,117	8,775,265
Other Income (Expense)		
Investment income	768,944	315,084
Gain on disposal of assets	23,916	35,946
Amortization	(2,322,376)	(2,292,475)
Impairment of intangible assets	(2,839,196)	-
Interest expense	(645,565)	(769,461)
Other nonoperating	74,662	98,930
Total other income (expense)	(4,939,615)	(2,611,976)
Net Margin Before Income Taxes	214,502	6,163,289
Income Tax (Benefit) Expense	(791,286)	9,181
Net Margin	\$ 1,005,788	\$ 6,154,108

**Endeavor Communications**  
 Consolidated Statements of Equities  
 Years Ended September 30, 2024 and 2023

	Patronage Capital	Other Equities		Total
		Other Capital	Education and Community Fund	
Balance, October 1, 2022	\$ 71,079,034	\$ 28,050,005	\$ 50,000	\$ 99,179,039
Allocation of calendar year margins	3,261,270	(3,280,287)	19,017	-
Net margin	-	6,154,108	-	6,154,108
Retirements of patronage capital	(2,408,254)	612,439	-	(1,795,815)
Disbursements from education and community fund	-	-	(19,017)	(19,017)
Balance, September 30, 2023	71,932,050	31,536,265	50,000	103,518,315
Allocation of calendar year margins	8,047,250	(8,071,424)	24,174	-
Net margin	-	1,005,788	-	1,005,788
Retirements of patronage capital	(2,313,191)	614,102	-	(1,699,089)
Disbursements from education and community fund	-	-	(24,174)	(24,174)
Balance, September 30, 2024	<u>\$ 77,666,109</u>	<u>\$ 25,084,731</u>	<u>\$ 50,000</u>	<u>\$ 102,800,840</u>

**Endeavor Communications**  
 Consolidated Statements of Cash Flows  
 Years Ended September 30, 2024 and 2023

	2024	2023
<b>Operating Activities</b>		
Net margin	\$ 1,005,788	\$ 6,154,108
Adjustments to reconcile net margin to net cash from operating activities		
Depreciation and amortization	11,411,419	11,048,378
Impairment of intangible assets	2,839,196	-
Gain on sale of assets	(23,916)	(35,946)
Losses from equity investments	13,393	656
Patronage capital allocations from investments	(38,495)	(34,641)
Change in assets and liabilities		
Accounts receivable	1,105,533	(11,049)
Inventory	2,616,091	(763,045)
Other assets	1,317,420	(860,514)
Lease receivable (sales type lease)	374,718	349,793
Operating lease assets and liabilities	(19,297)	(50,971)
Deferred income taxes	(889,664)	(20,145)
Accounts payable	(1,204,141)	7,477
Accrued and other liabilities	(119,065)	(856,042)
<b>Net Cash from Operating Activities</b>	<b>18,388,980</b>	<b>14,928,059</b>
<b>Investing Activities</b>		
Purchase of property, plant and equipment, net	(8,026,998)	(6,384,181)
Proceeds from sale of assets	44,390	42,216
Change in inventory used for construction	376,877	(351,373)
Purchases of certificates of deposit	(1,000,000)	(1,000,000)
Sales and maturities of certificates of deposit	1,000,000	-
Distributions from equity investments	62,555	-
Proceeds from sales/maturities of other investments	303,104	200,405
<b>Net Cash used for Investing Activities</b>	<b>(7,240,072)</b>	<b>(7,492,933)</b>
<b>Financing Activities</b>		
Net (payments) advances on line of credit	(716,591)	716,591
Principal payments on long-term debt	(3,077,807)	(2,805,657)
Disbursements from education and community fund	(24,174)	(19,017)
Retirements of patronage capital	(1,621,907)	(1,612,168)
<b>Net Cash used for Financing Activities</b>	<b>(5,440,479)</b>	<b>(3,720,251)</b>
<b>Net Change in Cash and Cash Equivalents</b>	<b>5,708,429</b>	<b>3,714,875</b>
Cash and Cash Equivalents, Beginning of Year	19,028,303	15,313,428
Cash and Cash Equivalents, End of Year	<b>\$ 24,736,732</b>	<b>\$ 19,028,303</b>

Endeavor Communications  
Consolidated Statements of Cash Flows  
Years Ended September 30, 2024 and 2023

	2024	2023
<b>Supplemental Disclosures of Cash Flow Information</b>		
Cash payments for interest	\$ 665,299	\$ 781,140
Cash payments for income taxes	8,638	102,293
<b>Supplemental Disclosures of Noncash Investing and Financing Activities</b>		
Accounts payable incurred for purchases of inventory used for construction	\$ 340,858	\$ 148,533
Accounts payable incurred for purchases of property, plant and equipment	555,350	97,343
Accounts receivable for reimbursement of property, plant and equipment	280,143	130,429
Property, plant and equipment acquired with long-term debt	-	450,000
Operating lease right of use assets obtained in exchange for lease liabilities	326,249	188,278