



CLARK SCHAEFER HACKETT
BUSINESS ADVISORS

**Miami Valley Public Media, Inc.
dba WYSO-FM**

Financial Statements

June 30, 2024 and 2023

with Independent Auditors' Report

TABLE OF CONTENTS

Independent Auditors' Report	1 – 2
Financial Statements:	
Statements of Financial Position	3
Statements of Activities	4 - 5
Statements of Functional Expenses	6
Statements of Cash Flows.....	7
Notes to the Financial Statements	8 – 16

INDEPENDENT AUDITORS' REPORT

The Board of Directors
Miami Valley Public Media, Inc.
dba WYSO-FM
Yellow Springs, Ohio

Opinion

We have audited the accompanying financial statements of Miami Valley Public Media, Inc. dba WYSO-FM (a not-for-profit organization) (MVPM), which comprise the statements of financial position as of June 30, 2024 and 2023, and the related statements of activities, functional expenses, and cash flows for the years then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Miami Valley Public Media, Inc. dba WYSO-FM as of June 30, 2024 and 2023, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of MVPM and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about MVPM's ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of MVP's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about MVP's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control related matters that we identified during the audit.

Clark, Schaefer, Hackett & Co.

Springfield, Ohio
November 25, 2024

Miami Valley Public Media, Inc. dba WYSO-FM
Statements of Financial Position
June 30, 2024 and 2023

	<u>2024</u>	<u>2023</u>
Assets:		
Cash	\$ 219,773	432,187
Restricted cash	1,083,505	88,358
Unconditional promises to give:		
Underwriting receivables, net	216,331	189,449
Pledges receivable	2,509,135	13,521
Prepaid expenses	4,000	-
Interest in assets held by community foundation	165,942	181,535
Investments	33,668	-
Broadcast license	2,850,000	2,850,000
Operating lease right-of-use asset	176,517	158,429
Property and equipment, net	<u>1,233,256</u>	<u>587,030</u>
Total assets	\$ <u>8,492,127</u>	<u>4,500,509</u>
Liabilities:		
Accounts payable	\$ 175,460	285,748
Accrued expenses	220,572	86,366
Refundable advances	-	88,358
Operating lease liability	<u>181,943</u>	<u>160,981</u>
Total liabilities	<u>577,975</u>	<u>621,453</u>
Net assets:		
Net assets without donor restrictions	2,175,682	2,904,678
Net assets with donor restrictions	<u>5,738,470</u>	<u>974,378</u>
Total net assets	<u>7,914,152</u>	<u>3,879,056</u>
Total liabilities and net assets	\$ <u>8,492,127</u>	<u>4,500,509</u>

See accompanying notes to the financial statements.

Miami Valley Public Media, Inc. dba WYSO-FM
Statement of Activities
Year Ended June 30, 2024

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>
Revenues, gains and other support:			
Public broadcasting grants	\$ 195,744	-	195,744
State grants	390,917	-	390,917
Private grants and gifts	1,115,436	6,474,905	7,590,341
Underwriting sponsorships	248,766	216,331	465,097
In-kind contributions:			
Ohio Broadcast Educational Media			
Commission	117,792	-	117,792
Trade	136,980	-	136,980
Other income	3,613	-	3,613
Investment income (loss)	(9,169)	-	(9,169)
Total revenues, gains and other support	<u>2,200,079</u>	<u>6,691,236</u>	<u>8,891,315</u>
Net assets released from restrictions	<u>1,927,144</u>	<u>(1,927,144)</u>	<u>-</u>
Expenses:			
Program services	4,148,322	-	4,148,322
Management and general	454,445	-	454,445
Fundraising	253,452	-	253,452
Total expenses	<u>4,856,219</u>	<u>-</u>	<u>4,856,219</u>
Change in net assets	(728,996)	4,764,092	4,035,096
Net assets, beginning of year	<u>2,904,678</u>	<u>974,378</u>	<u>3,879,056</u>
Net assets, end of year	\$ <u>2,175,682</u>	<u>5,738,470</u>	<u>7,914,152</u>

See accompanying notes to the financial statements.

Miami Valley Public Media, Inc. dba WYSO-FM
Statement of Activities
Year Ended June 30, 2023

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>
Revenues, gains and other support:			
Public broadcasting grants	\$ 164,216	-	164,216
State grants	35,170	-	35,170
Private grants and gifts	1,500,261	764,380	2,264,641
Underwriting sponsorships	372,845	189,449	562,294
In-kind contributions:			
Ohio Broadcast Educational Media Commission	101,579	-	101,579
Investment income (loss)	49,883	-	49,883
Total revenues, gains and other support	<u>2,223,954</u>	<u>953,829</u>	<u>3,177,783</u>
Net assets released from restrictions	<u>449,965</u>	<u>(449,965)</u>	<u>-</u>
Expenses:			
Program services	2,561,790	-	2,561,790
Management and general	508,680	-	508,680
Fundraising	403,266	-	403,266
Total expenses	<u>3,473,736</u>	<u>-</u>	<u>3,473,736</u>
Change in net assets	(799,817)	503,864	(295,953)
Net assets, beginning of year	<u>3,704,495</u>	<u>470,514</u>	<u>4,175,009</u>
Net assets, end of year	\$ <u><u>2,904,678</u></u>	<u><u>974,378</u></u>	<u><u>3,879,056</u></u>

See accompanying notes to the financial statements.

Miami Valley Public Media, Inc. dba WYSO-FM
Statements of Functional Expenses
Years Ended June 30, 2024 and 2023

	Program Services	Management and General	Fundraising	2024 Total
Salaries and related benefits	\$ 1,644,632	283,069	212,302	2,140,003
Programming	1,507,037	-	-	1,507,037
Occupancy	159,945	16,805	12,604	189,354
In-kind program services	254,772	-	-	254,772
Purchased services	185,375	-	-	185,375
Information technology	15,378	2,647	1,985	20,010
Professional and other fees	1,962	116,509	-	118,471
Advertising and promotion	51,374	-	-	51,374
Station events	41,166	-	-	41,166
Office expense	50,563	8,702	6,528	65,793
Travel and meals	122,786	21,134	15,849	159,769
Membership and dues	72,734	-	-	72,734
Depreciation expense	32,416	5,579	4,184	42,179
Bad debt expense	8,182	-	-	8,182
	<u>\$ 4,148,322</u>	<u>454,445</u>	<u>253,452</u>	<u>4,856,219</u>
	Program Services	Management and General	Fundraising	2023 Total
Salaries and related benefits	\$ 1,128,221	276,759	339,300	1,744,280
Programming	466,158	-	-	466,158
Occupancy	206,268	21,607	16,206	244,081
In-kind program services	101,579	-	-	101,579
Purchased services	199,726	-	-	199,726
Information technology	44,305	7,626	5,719	57,650
Professional and other fees	70,891	170,059	5,000	245,950
Advertising and promotion	40,711	-	-	40,711
Station events	67,981	-	-	67,981
Office expense	30,330	6,895	7,841	45,066
Travel and meals	92,853	20,797	25,497	139,147
Membership and dues	77,082	-	-	77,082
Depreciation expense	28,685	4,937	3,703	37,325
Bad debt expense	7,000	-	-	7,000
	<u>\$ 2,561,790</u>	<u>508,680</u>	<u>403,266</u>	<u>3,473,736</u>

See accompanying notes to the financial statements.

Miami Valley Public Media, Inc. dba WYSO-FM
Statements of Cash Flows
Years Ended June 30, 2024 and 2023

	<u>2024</u>	<u>2023</u>
Cash flows from operating activities:		
Change in net assets	\$ 4,035,096	(295,953)
Adjustments to reconcile change in net assets to net cash from operating activities:		
Depreciation	42,179	37,325
Bad debt expense	8,182	7,000
Change in interest in assets held by community foundation	17,610	(47,432)
Unrealized and realized gain on investments	(3,779)	-
Amortization of operating lease right-of-use asset	(18,088)	24,888
Effects of changes in operating assets and liabilities:		
Underwriting receivables, net	(35,064)	12,431
Pledges receivable	(2,495,614)	-
Prepaid expenses	(4,000)	594
Accounts payable	(110,288)	157,316
Accrued expenses	134,206	16,872
Refundable advances	(88,358)	(23,871)
Operating lease liability	<u>20,962</u>	<u>(22,336)</u>
Net cash from operating activities	<u>1,503,044</u>	<u>(133,166)</u>
Cash flows from investing activities:		
Purchase of interest in assets held by community foundation	(2,017)	(83)
Purchase of investments	(29,889)	-
Purchase of property and equipment	<u>(688,405)</u>	<u>(31,045)</u>
Net cash from investing activities	<u>(720,311)</u>	<u>(31,128)</u>
Change in cash and restricted cash	782,733	(164,294)
Cash and restricted cash, beginning of year	<u>520,545</u>	<u>684,839</u>
Cash and restricted cash, end of year	\$ <u>1,303,278</u>	<u>520,545</u>
Reconciliation of ending cash to the statement of financial position:		
Cash	\$ 219,773	432,187
Restricted cash	<u>1,083,505</u>	<u>88,358</u>
	\$ <u><u>1,303,278</u></u>	<u><u>520,545</u></u>

See accompanying notes to the financial statements.

1. ORGANIZATION:

Miami Valley Public Media, Inc. (MVPM) is an independent not-for-profit organization formed in 2018 to own and operate WYSO 91.3 FM radio station (WYSO). Financial operations began on March 27, 2019. Operations of WYSO independent of Antioch College (the College), the previous operator of WYSO, began on April 1, 2019 as described below.

Agreement Regarding Transfer and Assignment of WYSO

The College acquired the assets of WYSO on July 3, 2013, which operated as a program of the College until the management and operations were transferred to a new not-for-profit organization, MVPM, on April 1, 2019 in accordance with an executed Agreement Regarding Transfer and Assignment of WYSO (the Agreement). In July 2019, the Federal Communications Commission (FCC) approved the assignment of the broadcast license from the College to MVPM and this license and broadcasting equipment were contributed to MVPM on August 30, 2019 (see Note 2).

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

Basis of Presentation

The financial statements of MVPM have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America (GAAP) and follow the "Principles of Accounting and Reporting for Telecommunications Entities," published by the major grantor, the Corporation for Public Broadcasting (CPB).

Resources are reported for accounting purposes in separate classes of net assets based on the existence or absence of donor-imposed restrictions. In the accompanying financial statements, net assets that have similar characteristics have been combined into similar categories as follows:

Net Assets without Donor Restrictions:

Net assets that are not subject to donor-imposed stipulations and may be expended for any purpose in performing the primary objectives of MVPM. Net assets without donor restrictions at the Yellow Springs Community Foundation (see Note 5) have been designated for specific purposes by the Board of Directors. In addition, assets may otherwise be limited by contractual agreements with outside parties.

Net Assets with Donor Restrictions:

Net assets subject to donor-imposed stipulations which may be temporary or perpetual in nature. Donor restrictions that are temporary in nature may be met either by actions of MVPM and/or by the passage of time. Donor restrictions that are perpetual in nature, are required to be maintained in perpetuity by MVPM.

Cash

Cash includes cash deposits with a local financial institution, which are insured up to the Federal Deposit Insurance Corporation limit of \$250,000. MVPM has not experienced any losses of amounts greater than this limit.

Use of Estimates

The preparation of financial statements in conformity with GAAP 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 revenues and expenses during the reporting period. Actual results could differ from those estimates.

Revenue Recognition

The FCC allows public broadcasting stations to broadcast underwriting credits but prohibits them from broadcasting advertisements. Underwriting revenues are contributions to MVPM primarily to support its programming or activities in exchange for underwriting credit. Unconditional contributions without donor restrictions, including underwriting sponsorships, are recorded as revenue in the statements of activities when received or promised. Conditional contributions are recorded as revenue when conditions are substantially met and contain both of the following:

- An explicit identifying of a barrier, that is more than trivial, that must be overcome before the revenue can be earned and recognized.
- An implicit right of return of assets transferred or a right of release of a donor or grantor's obligation to transfer assets promised, if the condition is not met.

Restricted Support

Gifts of cash and other assets are reported as restricted support if they are received with donor stipulations that restrict the use of the donated assets to a specific purpose. When the purpose of the restriction is accomplished, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statement of activities as net assets released from restrictions.

Unconditional Promises to Give

Underwriting Receivables

WYSO has sponsored agreements to air spots which are underwritten by many local businesses. These sponsorship agreements generated receivables for which management has set up an allowance for uncollectible accounts of \$36,000 as of June 30, 2024 and 2023. The net amount, \$216,331 and \$189,449 as of June 30, 2024 and 2023, respectively, is reflected as underwriting receivables. Sponsorship agreements are considered to be contributed support and as such, revenue related to the sponsorship agreements is recognized at the time the agreement is finalized (unconditional promise to give). All underwriting receivables are expected to be received within one year.

Pledges Receivable

MVPM reports unconditional promises to give (not from underwriting) as pledges receivable and revenue when the promise is made by individuals and entities. Pledges receivable are reported net of a discount for the time value of money for long-term pledges and of estimated uncollectible pledges. Management believes all pledges are collectible as of June 30, 2024 and 2023. All pledges receivable are due in less than one year.

Interest in Assets Held by Community Foundation

The interest in assets held by community foundation is carried at estimated fair value, as determined by the underlying investments of the pooled investment funds at the foundation. The change in the fair value of the interest in assets held by community foundation is included in investment income (loss) in the statements of activities. Income from the fund that is distributed to MVPM is considered a transfer of assets and net assets are reclassified from with donor restrictions to without donor restrictions upon transfer.

Investments

Investments are carried at fair value. Investment income, net of investment expenses, and unrealized and realized gains on investments are included in investment income (loss) in the statements of activities.

Broadcast License

The broadcast license, which was received from the College on August 30, 2019 and was valued at \$2,850,000, expires October 1, 2028 and is renewable every 10 years if WYSO provides at least an average level of service to its customers and complies with the applicable FCC rules and policies and the FCC Communications Act of 1934.

The license may be renewed indefinitely at little cost. WYSO intends to renew the license indefinitely, and evidence supports its ability to do so. Therefore, the cash flows from the license are expected to continue indefinitely. The broadcast license is deemed to have an indefinite useful life because cash flows are expected to continue indefinitely. Therefore, the license will not be amortized until its useful life is deemed to be no longer indefinite, in which case the license would be tested for impairment. There was no impairment recognized for the years ended June 30, 2024 and 2023.

Property and Equipment

Property and equipment are recorded at cost at the date of acquisition or, if acquired by gift, at fair value at the date of donation. Depreciation is computed on the straight-line basis over the estimated useful lives of the assets, ranging from 5 to 35 years. The cost and related accumulated depreciation from sales and disposals are removed from the accounts, and any gain or loss is reflected in the current year's operations. Expenditures which substantially increase useful lives, and exceed \$2,500 are capitalized, while maintenance and repairs are expensed as incurred. Broadcast equipment was received from the College on August 30, 2019 and valued at \$650,000.

Refundable Advances

Refundable advances represent amounts received related to conditional grants for which the conditions have not yet been met.

Functional Expenses

The financial statements report certain categories of expenses that are attributable to programming or supporting functions of MVPM. Expenses are directly applied when applicable and are allocated to program or support services using reasonable allocation bases. Such allocations are determined by management on an equitable basis. Salaries and related benefits are allocated based upon time and effort. Depreciation and occupancy expenses are allocated based upon square footage.

Advertising

Advertising costs are expensed as incurred and exclude fundraising costs.

In-Kind Contributions

In-kind contributions are recorded as revenue and expense in the statements of activities at the time those contributions and services are received. Ohio Broadcast Educational Media Commission's (the Commission) in-kind support consists of WYSO's pro rata share of the Commission's operating budget for the years ended June 30, 2024 and 2023 for expenses dedicated to broadcast services. This amounted to \$117,792 and \$101,579 for the years ended June 30, 2024 and 2023, respectively.

An underwriting trade exists when a sponsor contributes goods and/or services to a station in exchange for underwriting credit. Underwriting credits may be made on-air or online. Although MVPM grants underwriting credits supported by trade contracts, it was not able to reasonably estimate the value of such trade actually received until the year ended June 30, 2024, when \$136,980 was recognized, and no value is recognized in the statement of activities for the year ended June 30, 2023.

Leases

MVPM leases a building, a broadcast tower and equipment. The determination of whether an arrangement is a lease is made at the lease's inception. Under ASC 842, a contract is (or contains) a lease if it conveys the right to control the use of an identified asset for a period of time in exchange for consideration. Control is defined under the standard as having both the right to obtain substantially all of the economic benefits from use of the asset and the right to direct the use of the asset. Management only reassesses its determination if the terms and conditions of the contract are changed.

Operating leases are included in operating lease right-of-use (ROU) assets and operating lease liabilities on the statements of financial position. ROU assets represent MVPM's right to use an underlying asset for the lease term, and lease liabilities represent MVPM's obligation to make lease payments. Operating lease ROU assets and liabilities are recognized at the lease commencement date based on the present value of lease payments over the lease term. MVPM uses the implicit rate when it is readily determinable. Since most of MVPM's leases do not provide an implicit rate, to determine the present value of lease payments, management uses the risk-free rate based on the information available at lease commencement. Operating lease ROU assets also include any lease payments made and exclude any lease incentives. Lease expense for lease payments is recognized on a straight-line basis over the lease term. MVPM's lease terms may include options to extend or terminate the lease when it is reasonably certain the option will be exercised.

Income Taxes

MVPM is exempt from Federal income taxes under Section 501(c)(3) of the Internal Revenue Code. However, income from certain activities not directly related to MVPM's tax-exempt purpose is subject to taxation as unrelated business income. MVPM's reporting returns are subject to audit by federal and state taxing authorities. No income tax provision has been included in the financial statements as MVPM has determined it does not have unrelated business income subject to taxation.

Subsequent Events

MVPM evaluates events and transactions occurring subsequent to the date of the financial statements for matters requiring recognition or disclosure in the financial statements. The accompanying financial statements consider events through November 25, 2024, the date the financial statements were available to be issued.

3. PROPERTY AND EQUIPMENT:

The property and equipment of MVPM and its related accumulated depreciation at June 30, 2024 and 2023 are summarized as follows:

	2024	2023
Broadcast equipment	\$ 666,100	666,100
Leasehold improvements	44,500	-
Construction in progress	703,350	59,445
Less accumulated depreciation	<u>(180,694)</u>	<u>(138,515)</u>
Property and equipment, net	<u>\$ 1,233,256</u>	<u>587,030</u>

4. AVAILABILITY OF FUNDS:

MVPM is substantially supported by contributions and grants. As part of MVPM's liquidity management, it has a policy to structure its financial assets to be available as its general expenditures, liabilities, and other obligations come due. The following table presents the financial assets available to meet cash needs for general expenditures within one year as of June 30:

	2024	2023
Cash	\$ 219,773	432,187
Restricted cash	1,083,505	88,358
Underwriting receivables, net	216,331	189,449
Pledges receivable	2,509,135	13,521
Interest in assets held by community foundation	165,942	181,535
Investments	33,668	-
	4,228,354	905,050
Less net assets with donor restrictions	(5,738,470)	(974,378)
Financial assets available to meet cash needs for general expenditures within one year	\$ (1,510,116)	(69,328)

Note 8 contains the detail of the net assets with donor restrictions. Negative amounts indicate that MVPM has not maintained enough financial assets to cover net assets with donor restrictions. Management has developed a plan for strengthening unrestricted revenues and ensuring future cash flows are sufficient to cover operating expenses and donor-restricted expenditures.

5. INTEREST IN ASSETS HELD BY COMMUNITY FOUNDATION:

MVPM has transferred assets to the Yellow Springs Community Foundation's (the Foundation) *WYSO Public Radio Endowment Fund* and retained a beneficial interest in those assets. In accordance with the fund agreement, the Foundation and other donors may donate additional funds. MVPM is allocated its fund's proportionate share of the pooled funds' investment returns on an annual basis. Distributions from the fund balances may be withdrawn in accordance with the terms of the fund agreement, and undistributed earnings are retained in the fund. As of June 30, 2024 and 2023, the fair value of MVPM's interest in the Foundation's assets was \$165,942 and \$181,535, respectively.

Amounts invested in the Foundation's pooled investment funds are exposed to a variety of uncertainties, including interest rate, market and credit risks. Due to the level of risk associated with certain investments in the pooled fund, it is possible that changes in the values of these investments could occur in the near term. Such changes could materially affect the amounts reported in MVPM's financial statements.

Endowment funds

MVPM's endowment includes both board-designated and donor-restricted endowment funds. Net assets associated with endowment funds are classified and reported based on the existence or absence of donor-imposed restrictions.

Interpretation of relevant law

The Board of Directors of MVPM has interpreted the Uniform Prudent Management of Institutional Funds Act (UPMIFA), as requiring the preservation of the fair value of the original donor gift in perpetuity as of the gift date of the donor-restricted endowment funds absent explicit donor stipulations to the contrary.

Interpretation of relevant law (continued)

As a result of this interpretation, MVPM classifies as net assets with perpetual donor restrictions (a) the original value of gifts donated to the perpetual endowment, and (b) the original value of subsequent gifts to the perpetual endowment. The remaining portion of the donor-restricted endowment fund that is not classified in net assets with perpetual donor restrictions is classified as net assets with temporary donor restrictions until those amounts are appropriated for expenditure by MVPM in a manner consistent with the standard of prudence prescribed by UPMIFA.

The changes in endowment net assets for the year ended June 30 were as follows:

	Without donor Restrictions	With Donor Restrictions		Total
		Temporary	Perpetual	
Endowment net assets July 1, 2022	\$ 131,861	-	2,159	134,020
Contributions	-	-	715	715
Change in value of interest in assets held by community foundation	<u>46,800</u>	<u>-</u>	<u>-</u>	<u>46,800</u>
Endowment net assets June 30, 2023	178,661	-	2,874	181,535
Contributions	-	-	2,904	2,904
Change in value of interest in assets held by community foundation	<u>(18,497)</u>	<u>-</u>	<u>-</u>	<u>(18,497)</u>
Endowment net assets June 30, 2024	\$ <u>160,164</u>	<u>-</u>	<u>5,778</u>	<u>165,942</u>

6. ASSETS MEASURED AT FAIR VALUE ON A RECURRING BASIS:

Fair value is defined as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. A fair value measurement assumes that the transaction to sell the asset or transfer the liability occurs in the principal market for the asset or liability or, in the absence of a principal market, the most advantageous market. Valuation techniques that are consistent with the market, income or cost approach are used to measure fair value. The fair value hierarchy prioritizes the inputs to valuation techniques used to measure fair value into three broad levels:

- Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities MVPM has the ability to access.
- Level 2 inputs are inputs (other than quoted prices included within level 1) that are observable for the asset or liability, either directly or indirectly.
- Level 3 are unobservable inputs for the asset or liability and rely on management's own assumptions about the assumptions that market participants would use in pricing the asset or liability.

The fair value of interest in assets held by the community foundation is based upon MVPM's proportionate share of the Foundation's pooled investment portfolio and are considered a level 3 asset. Investments consist of equity mutual funds and are considered a level 1 asset.

7. LEASE COMMITMENTS:

In conjunction with the Agreement described in Note 1, MVPM executed a building lease with Antioch College. The building lease commitment is \$4,000 per month beginning April 1, 2019, renewable annually. MVPM entered into an office and retail space lease on June 1, 2022 for a term of five years plus two options to renew for five years, which commenced on March 2024. Monthly payments start at \$767 at lease commencement increasing annually as defined in the lease agreement. In January 2023, MVPM also entered into a new building lease for a term of 15 years with the first five having an annual lease commitment of \$263,856. This lease will commence once renovations are complete and a certificate of occupancy has been issued. In addition, MVPM also has tower, copier and postage meter lease commitments through December 2024. The tower lease contains multiple five-year renewal periods beginning January 1, 2025, with only the first one expected to be renewed.

MVPM included in the determination of the right-of-use assets and lease liabilities any renewal options when the options are reasonably certain to be exercised. The tower lease renewal options provide for increases in future minimum annual rental payments.

MVPM has elected the short-term lease exemption for all leases with a term of 12 months or less for both existing and ongoing operating leases to not recognize the asset and liability for these leases. Lease payments for short-term leases are recognized on straight-line basis. There was one short-term lease for the years ended June 30, 2024 and 2023 with an annual expense of \$48,000.

Total long-term lease costs for the years ended June 30, 2024 and 2023 was \$33,140 and \$30,337, respectively.

The following table summarizes the supplemental cash flow information for the years ended June 30:

	<u>2024</u>	<u>2023</u>
Cash paid for amounts included in the measurement of lease liabilities		
Operating cash flows from operating leases	\$ 30,266	\$ 27,785

The following summarizes the weighted-average remaining lease term and weighted-average discount rate as of June 30:

	<u>2024</u>	<u>2023</u>
Weighted-Average Remaining Lease Term (years)	5.27	6.36
Weighted-Average Discount Rate	3.47%	3.24%

7. LEASE COMMITMENTS (CONTINUED):

The future minimum lease payments under noncancelable operating leases with terms greater than one year are listed below as of June 30, 2024:

2025	\$ 36,161
2026	37,409
2027	37,900
2028	38,416
2029	35,043
Thereafter	<u>13,794</u>
Total lease payments	198,723
Less: present value discount	<u>(16,780)</u>
	<u>\$ 181,943</u>

8. NET ASSETS WITH DONOR RESTRICTIONS:

Net assets with donor restrictions consist of the following as of June 30:

	<u>2024</u>	<u>2023</u>
Subject to the passage of time:		
Unconditional promises to give, underwriting	\$ 216,331	189,449
Unconditional promises to give	2,509,135	13,521
Subject to purpose restrictions:		
Union schoolhouse campaign	1,290,973	561,366
Arcade campaign	-	207,168
HBCU project	1,716,253	-
Subject to spending policy and appropriation:		
Endowment gifts held in perpetuity	<u>5,778</u>	<u>2,874</u>
Total net assets with donor restrictions	<u>\$ 5,738,470</u>	<u>974,378</u>

9. RETIREMENT PLANS:

Effective January 1, 2020, MVPM established the WYSO 401(k) Plan (the Plan). Eligible employees can participate and make elective deferrals to the Plan. MVPM will match 100% of employee contributions up to 5% of participant compensation. MVPM contributed \$37,256 and \$26,388 to the Plan during the fiscal years ended June 30, 2024 and 2023, respectively.

10. RELATED PARTY TRANSACTIONS:

MVPM utilizes the business owned by one member of the Board of Directors for printing services totaling \$21,416 for the year ended June 30, 2024. This member joined the Board during the year ended June 30, 2024. MVPM utilizes the business owned by another member of the Board of Directors for consultation services totaling \$0 and \$1,163 for the years ended June 30, 2024 and 2023, respectively.

MVPM periodically contracts with one member of the Board of Directors to be a producer of an occasional radio series, but no amounts were paid in 2024 or 2023.

11. RISKS AND UNCERTAINTIES:

MVPM is involved in legal matters arising in the normal course of business. After consultation with legal counsel, management estimates that these matters will be resolved without material adverse effect on MVPM's future financial position or results from activities.

