



Report of Independent Auditors and
Consolidated Financial Statements

Oregon Public Broadcasting and Subsidiary

June 30, 2024 and 2023



MOSSADAMS

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Report of Independent Auditors

The Board of Directors
Oregon Public Broadcasting and Subsidiary

Report on the Audit of the Financial Statements

Opinion

We have audited the consolidated financial statements of Oregon Public Broadcasting and Subsidiary (OPB or the Organization), which comprise the consolidated statements of financial position as of June 30, 2024 and 2023, and the related consolidated statements of activities, functional expenses, and cash flows for the years then ended, and the related notes to the consolidated financial statements.

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the financial position of the Organization as of June 30, 2024 and 2023, and the changes in their net assets and their 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 (GAAS). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Organization 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 consolidated 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 the Organization's ability to continue as a going concern within one year after the date that the consolidated financial statements are available to be issued.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's 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 GAAS 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 consolidated financial statements.

In performing an audit in accordance with GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the consolidated 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 consolidated 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 the Organization'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 consolidated financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Organization'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.

Other Matter

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the consolidated financial statements as a whole. The schedule of discrete information for Corporation for Public Broadcasting community service grantees consolidated in the consolidated statement of activities, as required by the Corporation for Public Broadcasting, is presented for purposes of additional analysis and is not a required part of the consolidated financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the consolidated financial statements. The information has been subjected to the auditing procedures applied in the audit of the consolidated financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the consolidated financial statements or to the consolidated financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the consolidated financial statements as a whole.

A handwritten signature in cursive script that reads "Moss Adams LLP".

Portland, Oregon
January 13, 2025

Consolidated Financial Statements

Oregon Public Broadcasting and Subsidiary
Consolidated Statements of Financial Position
June 30, 2024 and 2023

	2024	2023
ASSETS		
Cash and cash equivalents	\$ 30,108,420	\$ 29,853,370
Underwriting and other accounts receivable, net	2,076,450	2,037,831
Contributions and bequests receivable, net	990,994	1,582,950
Investments	89,012,914	77,959,737
Investments in LLC	2,948,823	2,900,696
Investments for charitable trusts and gift annuities	5,320,018	5,274,224
Prepays and other assets	2,668,078	3,455,177
Property and equipment, net	<u>21,022,332</u>	<u>21,117,810</u>
Total assets	<u><u>\$ 154,148,029</u></u>	<u><u>\$ 144,181,795</u></u>
LIABILITIES AND NET ASSETS		
LIABILITIES		
Accounts payable	\$ 2,437,545	\$ 2,027,541
Accrued liabilities	2,490,734	2,712,550
Actuarial liability for charitable trusts and gift annuities	<u>2,202,008</u>	<u>2,273,384</u>
Total liabilities	<u>7,130,287</u>	<u>7,013,475</u>
NET ASSETS		
Without donor restrictions		
Undesignated	42,764,035	45,422,518
Board-designated	<u>85,318,020</u>	<u>72,223,290</u>
Total net assets without donor restrictions	128,082,055	117,645,808
With donor restrictions	<u>18,935,687</u>	<u>19,522,512</u>
Total net assets	<u>147,017,742</u>	<u>137,168,320</u>
Total liabilities and net assets	<u><u>\$ 154,148,029</u></u>	<u><u>\$ 144,181,795</u></u>

See accompanying notes.

Oregon Public Broadcasting and Subsidiary
Consolidated Statement of Activities
Year Ended June 30, 2024

	Without Donor Restrictions	With Donor Restrictions	Total
REVENUES, GAINS, AND OTHER SUPPORT			
Contributions	\$ 35,976,913	\$ 329,314	\$ 36,306,227
Other grants and contracts	4,258,366	4,524,021	8,782,387
Content creation grants and contracts	15,000	910,107	925,107
Sales and services	1,398,342	-	1,398,342
Investment return, net	9,664,485	1,514,465	11,178,950
Contributed nonfinancial assets	486,825	-	486,825
Net assets released from restrictions and transfers	7,864,732	(7,864,732)	-
Total revenues, gains, and other support	59,664,663	(586,825)	59,077,838
EXPENSES			
Programming and content creation	18,678,554	-	18,678,554
Broadcasting and technology	10,935,838	-	10,935,838
Management and general	9,405,207	-	9,405,207
Development and fundraising	8,477,674	-	8,477,674
Marketing	1,731,143	-	1,731,143
Total expenses	49,228,416	-	49,228,416
CHANGE IN NET ASSETS	10,436,247	(586,825)	9,849,422
NET ASSETS, beginning of year	117,645,808	19,522,512	137,168,320
NET ASSETS, end of year	\$ 128,082,055	\$ 18,935,687	\$ 147,017,742

See accompanying notes.

Oregon Public Broadcasting and Subsidiary
Consolidated Statement of Activities
Year Ended June 30, 2023

	Without Donor Restrictions	With Donor Restrictions	Total
REVENUES, GAINS, AND OTHER SUPPORT			
Contributions	\$ 34,694,495	\$ 4,612,746	\$ 39,307,241
Other grants and contracts	4,195,102	4,679,653	8,874,755
Content creation grants and contracts	5,100	1,414,424	1,419,524
Sales and services	1,317,821	-	1,317,821
Investment return, net	6,572,730	1,263,876	7,836,606
Contributed nonfinancial assets	372,509	-	372,509
Net assets released from restrictions and transfers	8,723,900	(8,723,900)	-
Total revenues, gains, and other support	55,881,657	3,246,799	59,128,456
EXPENSES			
Programming and content creation	16,713,936	-	16,713,936
Broadcasting and technology	10,126,183	-	10,126,183
Management and general	7,851,895	-	7,851,895
Development and fundraising	7,875,300	-	7,875,300
Marketing	1,826,214	-	1,826,214
Total expenses	44,393,528	-	44,393,528
CHANGE IN NET ASSETS	11,488,129	3,246,799	14,734,928
NET ASSETS, beginning of year	106,157,679	16,275,713	122,433,392
NET ASSETS, end of year	\$ 117,645,808	\$ 19,522,512	\$ 137,168,320

See accompanying notes.

Oregon Public Broadcasting and Subsidiary
Consolidated Statement of Functional Expenses
Year Ended June 30, 2024

	Programming and Content Creation	Broadcasting and Technology	Management and General	Development and Fundraising	Marketing	Total Expenses
Salaries and wages	\$ 9,317,598	\$ 3,620,304	\$ 3,935,152	\$ 3,021,414	\$ 728,023	\$ 20,622,491
Employee benefits and payroll taxes	2,141,014	801,645	795,548	672,032	174,014	4,584,253
Personnel costs	11,458,612	4,421,949	4,730,700	3,693,446	902,037	25,206,744
Professional services and advertising	1,021,863	881,716	1,792,503	3,390,285	800,539	7,886,906
Program and content fees	5,517,480	-	-	30,112	-	5,547,592
Information technology and digital services	95,111	1,840,472	247,138	658,783	14,404	2,855,908
Depreciation and amortization	45,670	1,755,988	601,852	-	-	2,403,510
Facilities and transmission	26,996	1,156,348	686,518	-	-	1,869,862
Fees, insurance, taxes, and royalties	15	10,203	503,589	555,483	-	1,069,290
Technical equipment and maintenance	86,138	737,003	-	-	-	823,141
Travel and staff development	339,373	118,675	239,895	56,350	8,160	762,453
Merchandise and special events	6,031	-	348,472	50,520	1,350	406,373
Office and other	81,265	13,484	254,540	42,695	4,653	396,637
Total expenses	<u>\$ 18,678,554</u>	<u>\$ 10,935,838</u>	<u>\$ 9,405,207</u>	<u>\$ 8,477,674</u>	<u>\$ 1,731,143</u>	<u>\$ 49,228,416</u>

See accompanying notes.

Oregon Public Broadcasting and Subsidiary
Consolidated Statement of Functional Expenses
Year Ended June 30, 2023

	Programming and Content Creation	Broadcasting and Technology	Management and General	Development and Fundraising	Marketing	Total Expenses
Salaries and wages	\$ 8,268,251	\$ 3,096,472	\$ 3,418,915	\$ 2,834,331	\$ 807,345	\$ 18,425,314
Employee benefits and payroll taxes	1,777,340	631,462	643,578	600,749	180,551	3,833,680
Personnel costs	10,045,591	3,727,934	4,062,493	3,435,080	987,896	22,258,994
Professional services and advertising	562,175	1,250,675	1,232,956	3,408,325	805,801	7,259,932
Program and content fees	5,512,316	-	-	6,645	-	5,518,961
Depreciation and amortization	41,299	1,716,819	620,566	-	-	2,378,684
Information technology and digital services	77,757	1,445,877	169,003	332,427	10,140	2,035,204
Facilities and transmission	22,384	1,157,438	578,924	-	-	1,758,746
Fees, insurance, taxes, and royalties	149	108,084	457,110	551,171	-	1,116,514
Travel and staff development	310,259	154,672	211,530	56,436	15,008	747,905
Technical equipment and maintenance	68,461	546,284	-	-	-	614,745
Merchandise and special events	-	-	323,324	41,963	-	365,287
Office and other	73,545	18,400	195,989	43,253	7,369	338,556
Total expenses	<u>\$ 16,713,936</u>	<u>\$ 10,126,183</u>	<u>\$ 7,851,895</u>	<u>\$ 7,875,300</u>	<u>\$ 1,826,214</u>	<u>\$ 44,393,528</u>

See accompanying notes.

Oregon Public Broadcasting and Subsidiary
Consolidated Statements of Cash Flows
Years Ended June 30, 2024 and 2023

	2024	2023
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in net assets	\$ 9,849,422	\$ 14,734,928
Adjustments to reconcile change in net assets to net cash from operating activities		
Depreciation and amortization	2,403,510	2,378,684
Net realized and unrealized gain on investments	(6,241,271)	(3,940,712)
Gain on charitable trusts and gift annuities	(399,459)	(230,160)
Contributions of charitable trusts and gift annuities	(63,617)	(127,290)
Loss on disposal of property and equipment	20,628	95,238
Gain on investments in LLC	(345,265)	(356,845)
Non-cash lease expense	272,006	272,463
Changes in operating assets and liabilities		
Underwriting and other accounts receivable	(38,619)	(190,511)
Contributions and bequests receivable	591,956	(175,797)
Prepays and other assets	875,847	(279,600)
Accounts payable	252,567	(486,763)
Accrued liabilities	(590,903)	(299,983)
Contributions, restricted grants, and other income		
Building, equipment and technology and endowments	(95,366)	(4,369,951)
Net cash from operating activities	<u>6,491,436</u>	<u>7,023,701</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of investments	(47,730,118)	(47,049,869)
Proceeds from sale of investments	42,918,212	35,908,449
Purchase of property and equipment	(2,162,890)	(1,938,984)
Proceeds from sale of property and equipment	-	23,500
Contributions to LLC	(2,862)	(2,652)
Distributions from LLC	300,000	200,000
Net cash from investing activities	<u>(6,677,658)</u>	<u>(12,859,556)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from matured annuities and trusts	311,383	402,407
Proceeds from distributions of trusts	34,523	35,884
Contributions, restricted grants, and other income:		
Building, equipment and technology and endowments	95,366	4,369,951
Net cash from financing activities	<u>441,272</u>	<u>4,808,242</u>
CHANGE IN CASH AND CASH EQUIVALENTS	255,050	(1,027,613)
CASH AND CASH EQUIVALENTS, beginning of year	<u>29,853,370</u>	<u>30,880,983</u>
CASH AND CASH EQUIVALENTS, end of year	<u><u>\$ 30,108,420</u></u>	<u><u>\$ 29,853,370</u></u>

See accompanying notes.

Oregon Public Broadcasting and Subsidiary
Consolidated Statements of Cash Flows
Years Ended June 30, 2024 and 2023

	<u>2024</u>	<u>2023</u>
SUPPLEMENTAL DISCLOSURE OF NONCASH INVESTING AND FINANCING ACTIVITIES		
Purchase of property and equipment financed through accounts payable	<u>\$ 157,437</u>	<u>\$ 259,939</u>
Right-of-use asset obtained in exchange for lease liabilities	<u>\$ -</u>	<u>\$ 1,497,588</u>

See accompanying notes.

Oregon Public Broadcasting and Subsidiary

Notes to Financial Statements

Note 1 – Organization and Nature of Operations

Oregon Public Broadcasting (OPB) is a not-for-profit public broadcasting corporation incorporated in Oregon. OPB operates a network of five television and sixteen radio stations located in Oregon, serving Oregon and southern Washington. OPB also operates radio station KMHD, which is licensed to Mt. Hood Community College in Oregon.

On March 20, 2018, R273084 LLC was formed for the purpose of operating and managing OPB's north parking lot, located at OPB's headquarters. OPB holds a 100% membership interest in the LLC. OPB contributed the real property to the LLC as of March 20, 2018, and leases the property from the LLC at a cost of \$1 per year.

Note 2 – Summary of Significant Accounting Policies

Basis of accounting – The consolidated financial statements have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America, which is consistent with the Financial Reporting Guidelines Supplemental Guide issued by the Corporation for Public Broadcasting.

Principles of consolidation – The consolidated financial statements include the accounts of Oregon Public Broadcasting and R273084 LLC (collectively, the Organization). All significant intercompany accounts and transactions have been eliminated.

Financial statement presentation – Net assets, revenues, gains, and losses are classified based on the existence or absence of donor-imposed restrictions. Accordingly, the net assets of OPB and changes therein are classified and reported as follows:

Without donor restrictions – Net assets available for use in general operations and not subject to donor-imposed stipulations. OPB's Board of Directors has designated the use of various contributions for their discretion. The funds are used to meet operating and capital needs. A portion of the Organization's Board-designated net assets are included as Board-designated endowments. The remaining amounts are Board-designated but not included in the Organization's endowment.

With donor restrictions – Net assets subject to donor-imposed stipulations that may or will be met, either by actions of OPB and/or the passage of time. When a restriction is met, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the consolidated statements of activities as net assets released from restrictions. Also included in this category are net assets subject to donor-imposed stipulations which must be maintained in perpetuity by OPB. Generally, the donors of these assets permit the use of all or part of the income earned on any related investments for general or specific purposes.

Oregon Public Broadcasting and Subsidiary

Notes to Financial Statements

Use of estimates – The preparation of consolidated financial statements, in conformity with generally accepted accounting principles in the United States of America, requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities at the date of the consolidated financial statements, and the reported amounts of revenue and expenses during the reporting period. Actual results could differ from those estimates.

Recently adopted standards – The Organization adopted Accounting Standards Update (ASU) 2016-13 *Financial Instruments – Credit Losses (Topic 326): Measurement of Credit Losses on Financial Instruments*, which replaces the incurred loss methodology with an expected loss methodology that is referred to as the current loss (CECL) methodology. The measurement of expected credit losses under the CECL methodology is applicable to financial assets measured at amortized cost, including trade receivables and held-to-maturity debt securities. The Organization adopted the standard on July 1, 2023, utilizing the modified retrospective transition approach. This standard did not have a material impact on the consolidated financial statements.

Cash and cash equivalents – All cash and highly liquid investments with maturities of three months or less at the date of acquisition are considered cash and cash equivalents, except cash equivalents intended to be used in investments.

Underwriting, other accounts receivable, and contributions and bequests receivable – OPB's receivables are unsecured, do not bear interest, and are stated at amounts estimated by management to be the net realizable value. Contributions to be received after one year are discounted at an appropriate discount rate commensurate with the risks involved. Bequests and estates are recorded upon completion of the probate process and are expected to be collected within a year. Amortization of the discount is recorded as additional contribution revenue. The allowance for credit losses is estimated based on the Company's historical losses, review of specific problem accounts, existing economic conditions in the industry, reasonable and supportable forecasts and the financial stability of its customers. Accounts are charged off when all collection efforts have been exhausted.

Investments and investment return – Investments in money market funds and marketable equity securities with readily determinable fair values are valued at their fair values in the consolidated statements of financial position. Net investment return is reported in the consolidated statements of activities and consists of interest and dividend income and realized and unrealized gains and losses, less external and direct internal investment expenses.

Fair values of certain private equity investments held through limited partnerships or commingled funds are estimated using net asset value (NAV) as a practical expedient.

Investments in LLC – The Organization accounts for its investment in limited liability companies using the equity method of accounting. Under the equity method, earnings and losses are recorded by the Organization based upon its percentage of ownership interest. Distributions of funds to the Organization reduce ownership interest while additional Organization advances increase ownership interest.

Oregon Public Broadcasting and Subsidiary

Notes to Financial Statements

Assets held in charitable trusts and gift annuities – OPB serves as the trustee for various charitable trusts and gift annuities. Under the terms of these agreements, OPB makes distributions to income beneficiaries for a given term or for the life of the beneficiaries. Assets remaining in the trust and annuity will be transferred to OPB at the end of the term or upon death of the beneficiaries.

OPB classifies the assets held in charitable trusts and gift annuities as investments, which are recorded at their fair value. The related liability is recorded at the estimated present value of the amounts due to the income beneficiaries.

In addition, OPB includes beneficial interests in net assets within assets held in charitable trusts and private foundations. OPB is not the trustee and does not exercise control over these assets. Assets are recorded at fair value.

Prepays and other assets – Prepays and other assets consist primarily of right-of-use (ROU) assets, broadcast licenses, and miscellaneous prepaid expenses. The ROU asset balances as of June 30, 2024 and 2023, were \$1,215,272 and \$1,480,165 for operating leases and \$10,310 and \$17,423 for finance leases, respectively.

Leases – The Organization determines if an arrangement is a lease, or contains a lease, at the inception of the arrangement and reassesses that conclusion, if the arrangement is modified. When the Organization determines the arrangement is a lease, or contains a lease, at lease inception, a determination is made as to whether the lease is an operating lease or a finance lease. Operating and finance leases result in the Organization recording an ROU asset and lease liability on its consolidated statements of financial position. ROU assets represent the Organization's right to use an underlying asset for the lease term and lease liabilities represent its obligation to make lease payments arising from the lease. Operating and finance lease ROU assets and liabilities are initially recognized based on the present value of lease payments over the lease term. In determining the present value of lease payments, the Organization uses the implicit interest rate in the lease, if readily determinable, or when the implicit interest rate is not readily determinable, the Organization has elected the practical expedient that permits use of a risk-free discount rate, determined using a period comparable with that of the lease term. Lease expense from operating leases is recognized on a straight-line basis over the term of the leases. For finance leases, interest expense is recognized, using the effective interest-rate method over the term of the leases, and ROU assets are amortized on a straight-line basis over the term of the leases.

The Organization also elected the following practical expedients:

- Practical expedient on not separating lease components from non-lease components for classes of underlying assets. This was elected for the Organization's real estate leases.
- Package of practical expedients, which must be elected as a package, to leases that commenced before July 1, 2022, which permit an entity to (1) not reassess whether any expired or existing contracts are or contain leases, (2) not reassess the lease classification, and (3) reassess initial direct costs.
- Practical expedient to not recognize ROU assets and lease liabilities that arise from short-term (12 months or less) leases for any class of underlying asset.

Oregon Public Broadcasting and Subsidiary

Notes to Financial Statements

Property and equipment – Property and equipment are valued at historical cost. Donated property and equipment are valued at estimated fair value on the date of receipt. Depreciation is calculated by the straight-line method over the estimated useful lives of the assets as follows:

Buildings and improvements	9 – 50 years
Equipment	3 – 15 years
Computer software	2 – 10 years

New equipment and expenditures for major repairs and improvements exceeding \$5,000 are capitalized; conversely, expenditures for minor repairs and maintenance costs are expensed when incurred.

Actuarial liability for charitable trusts and gift annuities – The actuarial liability for charitable trusts and gift annuities has been computed using a discount factor of between 3% and 5% and an estimated life expectancy of annuitants based on applicable mortality tables.

Revenue and revenue recognition

Contributions – Unconditional contributions and promises to give are recognized as revenue in the period committed or received. Conditional promises to give, that is, those with a measurable performance or other barrier and a right of return, are recognized when the conditions are substantially met. Contributions restricted by the donor are recorded as net assets with donor restrictions. At June 30, 2024 and 2023, OPB had received no contributions which contain conditions that have not been met.

Grants and contracts – A portion of the Organization's revenue is derived from grants and contracts, some of which are conditioned upon certain performance requirements and/or the incurrence of allowable qualifying expenses. Amounts received are recognized as revenue when the Organization has incurred expenditures in compliance with the specific contract or grant provisions. Amounts received prior to incurring qualifying expenditures are reported as deferred revenue in the consolidated statements of financial position. There were no refundable advances recorded at June 30, 2024 and 2023. For grants and contracts that are not subject to conditions, revenue is recognized when committed, and when earned, if they are received with conditions. If amounts are received with restrictions, when the restrictions are satisfied, the amounts with donor restrictions are released to net assets without donor restrictions. Revenues under cost reimbursement contracts are considered earned when expenses, which are subject to reimbursement by the granting agency, are incurred.

Sales and services – Sales and services revenues are recognized at the time services are provided and the revenues are earned, which is generally a point in time. Any amounts received before being earned are recorded as deferred revenue. Deferred revenues related to sales and services totaling \$5,821 and \$3,476 are recorded as of June 30, 2024 and 2023, respectively, within the accrued liabilities on the consolidated statements of financial position.

Oregon Public Broadcasting and Subsidiary

Notes to Financial Statements

Contributed nonfinancial assets – The Organization reports gifts of donated services and materials at fair value as revenues without donor restrictions unless explicit donor stipulations specify how the donated assets must be used. Gifts of long-lived assets with explicit restrictions that specify how the assets are to be used and gifts of cash or other assets that must be used to acquire long-lived assets are reported as revenues with donor restrictions. Absent donor stipulations about how long those long-lived assets must be maintained, the Organization reports expirations of donor restrictions when the donated or acquired long-lived assets are placed in service.

Impairment of long-lived assets – Long-lived assets 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 net cash flows (undiscounted and without interest) 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 assets exceeds the fair value of the assets. Assets to be disposed of are reported at the lower of the carrying amount or fair value less the cost to sell. As of June 30, 2024 and 2023, management determined that long-lived assets were not impaired.

Advertising costs – Advertising and development funding promotion costs are expensed as incurred and aggregated \$229,164 and \$197,843 for the years ended June 30, 2024 and 2023, respectively, and are recorded in professional services and advertising on the consolidated statements of functional expenses.

Fundraising expenses – All costs attributable to the production, printing, and mailing of literature to the public, that have both an educational and fundraising appeal, have been recorded in the development and fundraising expenses within the consolidated statements of functional expenses as they do not meet the requirements for the allocation of joint costs as provided by accounting standards.

Functional allocation of expenses – The costs of OPB's various activities and programs have been summarized on a functional basis in the accompanying consolidated statements of activities. Accordingly, certain costs have been allocated among the programs and supporting services benefited based on various methods, including categories based on time expended, usage, and other methods. In general, the expenses that are allocated are based upon the percentage of staff's direct and indirect time related to the specific programs.

Income taxes – OPB is a tax-exempt organization and is not subject to federal or state income taxes, except for unrelated business income, in accordance with Section 501(c)(3) of the Internal Revenue Code. In addition, OPB qualified for the charitable contribution deduction under Section 170(b)(1)(A) and has been classified as an organization that is not a private foundation under Section 509(a)(1). As a single-member LLC, R273084 LLC is a disregarded entity for tax purposes. Unrelated business income tax, if any, is insignificant and no tax provision has been made in the accompanying consolidated financial statements.

Oregon Public Broadcasting and Subsidiary

Notes to Financial Statements

The Organization recognizes the tax benefit from uncertain tax positions, if any, only if it is more likely than not that the tax positions will be sustained on examination by the tax authorities, based on the technical merits of the position. The tax benefit is measured based on the largest benefit that has a greater than 50% likelihood of being realized upon ultimate settlement. The Organization recognizes interest accrued and penalties related to tax matters, if any, in fees, insurance, taxes, and royalties expense.

The Organization had no unrecognized tax benefits at June 30, 2024 and 2023. No interest and penalties were accrued for the years ended June 30, 2024 and 2023. The Organization files an exempt organization return and unrelated business income tax return in the U.S. federal jurisdiction and a corporate tax return in Oregon.

Subsequent events – Subsequent events are events or transactions that occur after the consolidated statement of financial position date but before consolidated financial statements are available to be issued. The Organization recognizes in the consolidated financial statements the effects of all subsequent events that provide additional evidence about conditions that existed at the date of the consolidated statement of financial position, including the estimates inherent in the process of preparing the consolidated financial statements. The Organization's consolidated financial statements do not recognize subsequent events that provide evidence about conditions that did not exist at the date of the consolidated statement of financial position but arose after the consolidated statement of financial position date and before consolidated financial statements are available to be issued. The Organization has evaluated subsequent events through January 13, 2025, which is the date the consolidated financial statements were available to be issued.

Note 3 – Liquidity and Availability

Financial assets available for general expenditure, that is, without donor or other restrictions limiting their use, within one year of the consolidated statements of financial position date, are as follows at June 30:

	2024	2023
Cash and cash equivalents	\$ 30,108,420	\$ 29,853,370
Underwriting and other accounts receivable, net	2,076,450	2,037,831
Contributions and bequests receivable due in less than one year	965,059	1,436,785
Level I investments	80,155,560	69,985,424
Less: Board-designated net assets, net of annuities	(83,627,966)	(70,572,066)
Net assets with donor restrictions, net of trusts	(17,507,732)	(18,172,896)
	<u>\$ 12,169,791</u>	<u>\$ 14,568,448</u>

As part of OPB's liquidity management plan, OPB invests cash in excess of daily requirements in short-term investments and money market funds. Occasionally, the Board designates a portion of net assets without donor restrictions to Board-designated net assets, which totaled \$85,318,020 and \$72,223,290 at June 30, 2024 and 2023, respectively.

Oregon Public Broadcasting and Subsidiary

Notes to Financial Statements

As further disclosed in Note 17, OPB may withdraw all or any part of the Board-designated endowment funds upon the affirmative vote of at least 80 percent of the Board of Directors.

Note 4 – Underwriting and Other Accounts Receivable

Underwriting and other accounts receivable consist of the following at June 30:

	2024	2023
Underwriting	\$ 1,683,997	\$ 1,662,445
Content creation	96,030	91,768
Other	395,722	383,047
	<u>2,175,749</u>	<u>2,137,260</u>
Total underwriting and other accounts receivable	2,175,749	2,137,260
Less reserve for uncollectible underwriting and other accounts receivable	<u>(99,299)</u>	<u>(99,429)</u>
Underwriting and other accounts receivable, net	<u><u>\$ 2,076,450</u></u>	<u><u>\$ 2,037,831</u></u>

Note 5 – Contributions and Bequests Receivable

Contributions and bequests receivable after one year are discounted using an adjusted risk-free interest rate commensurate with the period over which the contribution will be received for the years ended June 30, 2024 and 2023, which approximated between 3% and 5%. The annual payments are scheduled to be received as follows at June 30:

	2024	2023
Contributions and bequests receivable due in less than one year	\$ 965,059	\$ 1,436,785
Contributions and bequests receivable due in one to five years	<u>30,000</u>	<u>155,000</u>
	995,059	1,591,785
Less unamortized discount	<u>(4,065)</u>	<u>(8,835)</u>
Contributions and bequests receivable, net	<u><u>\$ 990,994</u></u>	<u><u>\$ 1,582,950</u></u>

At June 30, 2024 and 2023, no contributions or bequests receivable amounts were past due. Allowances for credit losses are established based on prior collection history and current economic factors. Based on the timeliness of payments received, no allowance has been established at June 30, 2024 and 2023.

Oregon Public Broadcasting and Subsidiary

Notes to Financial Statements

Note 6 – Investments

Investments, presented by type, are as follows at June 30:

	<u>2024</u>	<u>2023</u>
Investments, at fair value		
Money market funds	\$ 563,153	\$ 520,806
Equity securities		
Mutual funds – fixed income	28,741,033	21,228,957
Mutual funds – international equities	17,610,832	15,453,387
Mutual funds – U.S. equities focused	18,131,700	16,051,381
Mutual funds – real return	10,617,028	9,013,266
Exchange traded funds – public real estate	4,491,814	7,717,627
Alternative investments		
Private equity	<u>8,848,334</u>	<u>7,965,293</u>
Total investments at fair value	89,003,894	77,950,717
Other investments, at cost		
Miscellaneous	<u>9,020</u>	<u>9,020</u>
Total investments	<u>\$ 89,012,914</u>	<u>\$ 77,959,737</u>

Alternative investments totaling \$8,848,334 and \$7,965,293 at June 30, 2024 and 2023, respectively, include investments in private equity holdings. Because alternative investments are not readily marketable, their estimated value is subject to uncertainty and therefore may differ from the value that would have been used had a ready market for such investments existed. Due to the risks associated with certain investments and the level of uncertainty related to changes in the value of the investment securities, it is at least reasonably possible that changes in risk in the near term could materially affect account balances and the amounts reported in the consolidated statements of financial position and statements of activities.

Oregon Public Broadcasting and Subsidiary

Notes to Financial Statements

Note 7 – Property and Equipment

Property and equipment consist of the following at June 30:

	2024	2023
Land	\$ 2,861,540	\$ 2,861,540
Buildings and improvements	21,609,400	21,396,212
Equipment and computer software	24,896,104	23,478,144
	<hr/>	<hr/>
Total property and equipment	49,367,044	47,735,896
Less accumulated depreciation and amortization	(29,872,629)	(28,227,701)
	<hr/>	<hr/>
	19,494,415	19,508,195
Construction in progress	1,527,917	1,609,615
	<hr/>	<hr/>
Property and equipment, net	\$ 21,022,332	\$ 21,117,810
	<hr/>	<hr/>

Depreciation expense for the years ended June 30, 2024 and 2023, was \$2,3995,177 and \$2,343,063, respectively.

Note 8 – Leases

Operating leases – OPB is committed under various noncancellable long-term leases for property and equipment expiring through fiscal year ending August 31, 2033.

The weighted-average remaining lease term for operating leases totaled 5 years and 6 years, as of June 30, 2024 and 2023, respectively. As of June 30, 2024 and 2023, the weighted-average discount rate for operating leases was 2.89%.

Oregon Public Broadcasting and Subsidiary

Notes to Financial Statements

The aggregate minimum rental commitments under the operating leases are as follows:

Years ending June 30,	
2025	\$ 307,704
2026	293,378
2027	255,640
2028	211,330
2029	110,115
Thereafter	<u>142,005</u>
Total	1,320,172
Less discount	<u>(75,455)</u>
Present value of lease liabilities	<u><u>\$ 1,244,717</u></u>

Operating lease liabilities totaling \$1,244,717 and \$1,496,083 at June 30, 2024 and 2023, respectively, are included within accrued liabilities on the consolidated statements of financial position.

The Organization incurred operating lease expenses of \$309,049 and \$368,079 during the years ended June 30, 2024 and 2023, respectively, which was recorded within facilities and transmission on the consolidated statement of functional expenses.

Finance leases – OPB is committed under various noncancellable long-term leases for property and equipment expiring through fiscal year ending January 21, 2026.

The weighted-average remaining lease term for finance leases totaled 1.41 years and 2.4 years as of June 30, 2024 and 2023, respectively. As of June 30, 2024 and 2023, the weighted-average discount rate for finance leases was 2.83%.

The aggregate minimum lease payments under the finance leases are as follows:

Years ending June 30,	
2025	\$ 8,294
2026	<u>2,472</u>
Total future undiscounted cash flows	10,766
Less interest	<u>(223)</u>
Present value of lease liabilities	<u><u>\$ 10,543</u></u>

Finance lease liabilities totaling \$10,543 and \$19,168 at June 20, 2024 and 2023, respectively, are included within accrued liabilities on the consolidated statements of financial position.

Oregon Public Broadcasting and Subsidiary

Notes to Financial Statements

Note 9 – Commitments and Contingencies

National Telecommunications Information Administration (NTIA) – The federal government has a ten-year priority lien on any facility and equipment purchased with funds from the NTIA. The lien is to ensure that broadcasting facilities funded with federal monies will continue to be used to provide public broadcasting services to the public during the period of federal interest.

Capital purchases – At June 30, 2024, OPB has a capital purchase commitment of \$340,550, for software and equipment.

Grant revenues – The grant revenues reported in the accompanying consolidated statements of activities are subject to audit and adjustment by grantor agencies. Grant revenues relating to costs, which may be ultimately questioned or disallowed by the grantor agencies, may become a liability of OPB as a result of audit findings.

Note 10 – Fair Value of Assets

Accounting literature defines fair value 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. OPB determines fair value based on quoted prices when available or through the use of alternative approaches, such as matrix or model pricing, when market quotes are not readily accessible or available. The valuation techniques used are based on observable and unobservable inputs. Observable inputs reflect market data obtained from independent sources, while unobservable inputs reflect OPB's market assumptions. These two types of inputs create the following hierarchy:

Level I – Quoted prices in active markets for identical assets.

Level II – Quoted prices for similar instruments in active markets, quoted prices for similar instruments in markets that are not active, and model-derived valuations whose inputs are observable or whose significant value drivers are observable.

Level III – Unobservable inputs that are supported by little or no market activity and that are significant to the fair value of the asset. Unobservable inputs are used to measure fair value to the extent that observable inputs are not available. OPB's own data used to develop unobservable inputs is also adjusted for market consideration when reasonably available.

OPB used the following methods and significant assumptions to estimate fair value for its assets measured and carried at fair value in the consolidated financial statements:

Oregon Public Broadcasting and Subsidiary

Notes to Financial Statements

Investments and investments for charitable trusts and gift annuities – Investments are comprised of marketable equity securities as well as alternative investments. Marketable equity securities fair values are based on quoted market prices. If a quoted market price is not available, fair value is estimated using quoted market prices for similar securities. Alternative investments are valued at NAV as reported by the fund managers and valuation experts, using relevant market data, and are subject to regular review by OPB's management and the Finance and Investment Committee. There were no changes in the valuation methodologies used by the Organization for the years ended June 30, 2024 and 2023.

Beneficial interest in trust assets – The Organization's beneficial interest in trust assets is recorded at fair value based upon the fair value of the underlying trust assets as determined by the third-party trustee, which is based on quoted market prices. The third-party trustee controls the investments in the trust and makes all management and investment decisions.

The following is a summary categorization of OPB's assets based on the level of inputs utilized in determining the value of such assets at June 30, 2024:

	Level I	Level II	Level III	Total
Investments				
Money market funds	\$ 563,153	\$ -	\$ -	\$ 563,153
Equity securities				
Mutual funds – fixed income	28,741,033	-	-	28,741,033
Mutual funds – international equities	17,610,832	-	-	17,610,832
Mutual funds – U.S. equities focused	18,131,700	-	-	18,131,700
Mutual funds – real return	10,617,028	-	-	10,617,028
Exchange traded fund – public real estate	4,491,814	-	-	4,491,814
Total investments at fair value	80,155,560	-	-	80,155,560
Assets held in charitable trusts				
Money market funds	103,255	-	-	103,255
Mutual funds – equities	2,716,293	-	-	2,716,293
Mutual funds – fixed income	1,643,426	-	-	1,643,426
Mutual funds – real estate	186,572	-	-	186,572
Beneficial interest in trust assets	-	-	670,472	670,472
Total assets held in charitable trusts and gift annuities	4,649,546	-	670,472	5,320,018
Investments measured at NAV (practical expedient)				8,848,334
	\$ 84,805,106	\$ -	\$ 670,472	\$ 94,323,912

Oregon Public Broadcasting and Subsidiary

Notes to Financial Statements

The following is a summary categorization of OPB's assets based on the level of inputs utilized in determining the value of such assets at June 30, 2023:

	Level I	Level II	Level III	Total
Investments				
Money market funds	\$ 520,806	\$ -	\$ -	\$ 520,806
Equity securities				
Mutual funds – fixed income	21,228,957	-	-	21,228,957
Mutual funds – international equities	15,453,387	-	-	15,453,387
Mutual funds – U.S. equities focused	16,051,381	-	-	16,051,381
Mutual funds – real return	9,013,266	-	-	9,013,266
Exchange traded fund – public real estate	7,717,627	-	-	7,717,627
Total investments at fair value	69,985,424	-	-	69,985,424
Assets held in charitable trusts				
Money market funds	82,762	-	-	82,762
Mutual funds – equities	2,713,890	-	-	2,713,890
Mutual funds – fixed income	1,657,402	-	-	1,657,402
Mutual funds – real estate	185,591	-	-	185,591
Beneficial interest in trust assets	-	-	634,579	634,579
Total assets held in charitable trusts and gift annuities	4,639,645	-	634,579	5,274,224
Investments measured at NAV (practical expedient)				7,965,293
	<u>\$ 74,625,069</u>	<u>\$ -</u>	<u>\$ 634,579</u>	<u>\$ 83,224,941</u>

OPB uses the NAV to determine the fair value of all the underlying investments which (a) do not have a readily determinable fair value and (b) prepare their financial statements consistent with the measurement principles or have the attributes of an investment company. The following table lists investments held at NAV by major category:

	Fair Value at June 30, 2024	Unfunded Commitments	Remaining Life	Timing to Draw Down Commitments	Redemption Frequency	Redemption Notice Period	Other Restrictions
Private equity funds (a)	\$ 8,848,334	\$ -	N/A	N/A	N/A	N/A	None
	<u>\$ 8,848,334</u>	<u>\$ -</u>					

(a) Multi-cap investment strategy, in the U.S. and international.

Oregon Public Broadcasting and Subsidiary

Notes to Financial Statements

Note 11 – Contributed Nonfinancial Assets

Donated programming and other services by functional classification are as follows at June 30:

	2024	2023
Broadcasting and technology	\$ 101,831	\$ 135,931
Marketing	234,212	97,126
Management and general	71,750	71,750
Programming and content creation	42,220	38,904
Development and fundraising	36,812	28,798
	<u>\$ 486,825</u>	<u>\$ 372,509</u>

The majority of contributed nonfinancial assets are services and materials. The estimated fair value of these services is based on information provided by third parties and market prices. None of the contributed nonfinancial assets contain donor restrictions at June 30, 2024 and 2023. A substantial number of volunteers donate significant amounts of their time to OPB's program services. These donated hours are a necessary part of OPB's activities since its services could not be sustained at the current level without such support. The services contributed do not enhance nonfinancial assets or require specialized skills. Therefore, no dollar amounts have been reflected in the accompanying consolidated financial statements for these services.

It is OPB's policy to sell all contributed vehicles immediately upon receipt at auction or for salvage unless the vehicle is restricted for use in a specific program by the donor. No vehicles received during the years ended June 30, 2024 and 2023, were restricted to use, and all vehicles received during the years ended June 30, 2024 and 2023, were sold and valued according to the actual cash proceeds on their disposition which approximated the date of donation. Due to the timing, all amounts received for contributed vehicles are recorded in contributions on the consolidated statements of activities which totaled \$2,410,008 and \$2,535,084 for the years ended June 30, 2024 and 2023, respectively.

Note 12 – Retirement Plan

OPB has a defined contribution plan which is open to all OPB employees who have completed one year of service. OPB's contributions are based on a percentage of eligible compensation and benefits are fully vested. Contributions totaled \$1,025,693 and \$923,408 during the years ended June 30, 2024 and 2023, respectively.

Oregon Public Broadcasting and Subsidiary

Notes to Financial Statements

Note 13 – Investment in LLC

OPB has an investment in Skyline Tower, LLC which was formed to construct and operate a transmission tower and facilities which holds both radio and television antennas. OPB and the other LLC member contribute on an equal basis the capital necessary to operate this tower. For the years ended June 30, 2024 and 2023, OPB made no contributions. Summarized financial information for the LLC, which is accounted for under the equity method due to OPB's significant financial interest, consisted of the following at June 30:

	2024 (Unaudited)	2023 (Unaudited)
Current assets	\$ 3,798,344	\$ 3,652,167
Noncurrent assets	1,344,804	1,403,239
Total assets	<u>\$ 5,143,148</u>	<u>\$ 5,055,406</u>
Current liabilities	<u>\$ 38,942</u>	<u>\$ 36,268</u>
Total liabilities	<u>38,942</u>	<u>36,268</u>
Equity, beginning of year	5,019,138	4,710,958
Gain from continuing operations	685,068	708,180
Member distributions	<u>(600,000)</u>	<u>(400,000)</u>
Equity, end of year	<u>5,104,206</u>	<u>5,019,138</u>
Total liabilities and equity	<u>\$ 5,143,148</u>	<u>\$ 5,055,406</u>

Note 14 – Concentration of Credit Risk

Financial instruments that potentially subject OPB to concentrations of credit risk consist principally of cash and cash equivalents, investments, and unsecured accounts receivable. OPB places substantially all of its cash and liquid investments with financial institutions; however, cash balances may periodically exceed federally insured limits. Marketable securities, consisting of both debt and equity instruments, are generally placed in a variety of managed funds administered by an investment manager. Unsecured receivables are due from a variety of sources. To date, OPB has not experienced losses at these institutions.

Oregon Public Broadcasting and Subsidiary

Notes to Financial Statements

Note 15 – Net Assets Released from Restrictions

Net assets relating to restricted contributions and grants are released from net assets with donor restrictions to net assets without donor restrictions when OPB incurs expenses satisfying the restricted purposes or when other events specified by donors occur. Net assets were released from restrictions for the following purposes at June 30:

	<u>2024</u>	<u>2023</u>
Restricted purposes accomplished		
Programming and promotion	\$ 4,670,346	\$ 5,049,731
Content creation	2,901,226	3,141,179
Endowment earnings	173,775	418,752
Internships and fellowships	95,732	58,896
Broadcasting and technology	18,333	35,622
Building improvements and equipment and software	4,000	4,000
Fundraising	1,320	14,768
Employee mentorship, training, and benefits	<u>-</u>	<u>952</u>
	<u><u>\$ 7,864,732</u></u>	<u><u>\$ 8,723,900</u></u>

Oregon Public Broadcasting and Subsidiary

Notes to Financial Statements

Note 16 – Net Assets with Donor Restrictions

Net assets with donor restrictions are restricted for the following purposes at June 30:

	2024	2023
Endowment funds that are required to be restricted either by explicit donor stipulation or by UPMIFA		
Programming and content creation	\$ 7,116,662	\$ 7,116,662
Endowment cumulative earnings	2,445,993	1,567,662
General operations	1,012,355	958,290
Internships	217,275	179,975
Capital improvements	43,000	43,000
Total endowments	10,835,285	9,865,589
Trusts and beneficial interests held for endowment	672,629	630,046
Non-endowment, purpose-restricted funds		
Programming and content creation	6,287,368	7,787,687
Charitable trusts and beneficial interests	755,326	719,570
Internships and fellowships	243,042	364,515
Employee mentorship, training, and benefits	96,772	96,772
Building, equipment, and software	40,000	58,333
Fundraising	5,265	-
Total net assets with donor restrictions	<u>\$ 18,935,687</u>	<u>\$ 19,522,512</u>

Note 17 – Endowments

OPB's endowment consists of approximately 24 individual funds established for a variety of purposes. Its endowment 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.

OPB invests its endowment investment portfolio and allocates the related earnings for expenditure in accordance with the total return concept. OPB uses a spending rate set annually by the Board of Directors, and absent substantial changes in market or other economic conditions, the rate will be 5% of the average fair value of the fund. The average fair value is based on the fair value of the prior twelve quarters through the calendar year-end proceeding the fiscal year in which the distribution is planned. OPB may withdraw all or any part of the Board-designated endowment funds upon the affirmative vote of at least 80 percent of the Board of Directors.

Oregon Public Broadcasting and Subsidiary

Notes to Financial Statements

OPB has adopted investment and spending policies for endowment assets that attempt to provide a predictable stream of funding to programs supported by its endowment while seeking to maintain the purchasing power of the endowment assets. Endowment assets include those assets of donor-restricted funds that OPB must hold in perpetuity or for a donor-specified period(s) as well as board-designated funds. Under this policy, as approved by the Board of Directors, the endowment assets are invested in a manner that is intended to produce results over the long-term that meet or exceed the aggregate amount needed to support both the endowment spending policy and growth in principal commensurate with the rate of inflation.

To satisfy its long-term rate-of-return objectives, OPB relies on a total return strategy in which investment returns are achieved through both capital appreciation (realized and unrealized) and current yield (interest and dividends). OPB targets a diversified asset allocation that places a greater emphasis on equity-based investments to achieve its long-term return objectives within prudent risk constraints.

OPB applies the Uniform Prudent Management of Institutional Funds Act (UPMIFA or the Act). The Board of Directors of OPB has interpreted the Act as requiring the preservation of the fair value 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, OPB retains in perpetuity (a) the original value of gifts donated to the endowment, (b) the original value of subsequent gifts to the perpetual endowment, and (c) accumulations to the perpetual endowment made in accordance with the direction of the applicable donor gift instrument at the time the accumulation is added to the fund.

Donor-restricted amounts not maintained in perpetuity are subject to appropriation for expenditure by OPB in a manner consistent with the standard of prudence prescribed by the Act. In accordance with the Act, OPB considers the following factors in making a determination to appropriate or accumulate donor-restricted endowment funds:

1. The duration and preservation of the fund
2. The purposes of OPB and the donor-restricted endowment fund
3. General economic conditions
4. The possible effect of inflation and deflation
5. The expected total return from income and the appreciation and depreciation of investments
6. Other resources of OPB
7. The investment policies of OPB

Funds with deficiencies – From time to time, the fair value of assets associated with the endowment fund may fall below the level stipulated to be retained as the fund of perpetual duration. As of June 30, 2024 and 2023, there was a deficiency in the endowment balance of \$39,986 and \$71,575, respectively. The endowment's fair value totaled \$487,676 and \$706,087, respectively, at June 30, 2024 and 2023.

Oregon Public Broadcasting and Subsidiary

Notes to Financial Statements

Changes in the endowment net assets for the year ended June 30, 2024, are as follows:

	Without Donor Restrictions	With Donor Restrictions	Total
Endowment net assets, June 30, 2023	\$ 68,173,290	\$ 9,865,589	\$ 78,038,879
Investment return	8,243,644	1,117,754	9,361,398
Contributions and Board designations	4,640,113	91,365	4,731,478
Appropriation of endowment assets for expenditure	<u>(2,671,579)</u>	<u>(239,423)</u>	<u>(2,911,002)</u>
Endowment net assets, end of year June 30, 2024	<u>\$ 78,385,468</u>	<u>\$ 10,835,285</u>	<u>\$ 89,220,753</u>

The Organization had an additional \$6,932,552 designated by the Board for various purposes not included in the Board-designated endowment as of June 30, 2024.

Changes in the endowment net assets for the year ended June 30, 2023, are as follows:

	Without Donor Restrictions	With Donor Restrictions	Total
Endowment net assets, June 30, 2022	\$ 56,869,159	\$ 4,730,528	\$ 61,599,687
Investment return	6,030,199	971,771	7,001,970
Contributions	7,474,908	4,365,951	11,840,859
Appropriation of endowment assets for expenditure	<u>(2,200,976)</u>	<u>(202,661)</u>	<u>(2,403,637)</u>
Endowment net assets, end of year June 30, 2023	<u>\$ 68,173,290</u>	<u>\$ 9,865,589</u>	<u>\$ 78,038,879</u>

The Organization had an additional \$4,050,000 designated by the Board for various purposes not included in the Board-designated endowment as of June 30, 2023.

Supplementary Information

Oregon Public Broadcasting and Subsidiary
Schedule of Discrete Information for Corporation for Public Broadcasting
Community Services Grantees
Consolidated in the Consolidated Statement of Activities
Year Ended June 30, 2024

	<u>Television</u>	<u>Radio</u>	<u>Total</u>
REVENUES			
Contributions	\$ 17,794,115	\$ 18,512,112	\$ 36,306,227
Other grants and contracts	4,028,409	4,753,978	8,782,387
Content creation grants and contracts	410,896	514,211	925,107
Sales and services	1,061,128	337,214	1,398,342
Investment return, net	5,605,103	5,573,847	11,178,950
Donated services and materials	<u>197,250</u>	<u>289,575</u>	<u>486,825</u>
Total revenues	29,096,901	29,980,937	59,077,838
EXPENSES			
Programming and content creation	7,518,865	11,159,689	18,678,554
Broadcasting and technology	5,998,853	4,936,985	10,935,838
Management and general	4,748,159	4,657,048	9,405,207
Development and fundraising	3,696,697	4,780,977	8,477,674
Marketing	<u>861,774</u>	<u>869,369</u>	<u>1,731,143</u>
Total expenses	<u><u>\$ 22,824,348</u></u>	<u><u>\$ 26,404,068</u></u>	<u><u>\$ 49,228,416</u></u>

