



CENTRAL MICHIGAN UNIVERSITY

Public Broadcasting Network

Consolidated Financial Report with Other Supplementary Information

June 30, 2025

Central Michigan University Public Broadcasting Network

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INDEPENDENT AUDITORS' REPORT

December 19, 2025

Board of Trustees
Central Michigan University Public Broadcasting Network
Mount Pleasant, Michigan

Report on the Audit of the 2025 Consolidated Financial Statements

Opinion

We have audited the consolidated financial statements of the business-type activities of **Central Michigan University Public Broadcasting Network** (the "Network"), a department of Central Michigan University (the "University"), as of and for the year ended June 30, 2025, and the related notes to the consolidated financial statements, which collectively comprise Central Michigan University Public Broadcasting Network's basic consolidated financial statements as listed in the table of contents.

In our opinion, the accompanying consolidated financial statements referred to above present fairly, in all material respects, the financial position of the Network, as of June 30, 2025, and the changes in its financial position, and its cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

We did not audit the financial statements of Delta College WUCX-FM, which represents 3 percent, 2 percent, and 4 percent of the assets, net position, and revenue, respectively, of the Network. Those statements were audited by other auditors whose report thereon was furnished to us, and our opinion, insofar as it relates to the amounts included for the above entity, is based solely on the report of the other auditors.

Basis for Opinion on the 2025 Consolidated Financial Statements

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Independent Auditors' Responsibilities for the Audit of the 2025 Consolidated Financial Statements section of our report. We are required to be independent of the Network and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.



Emphasis of Matter

As discussed in Note 1, the consolidated financial statements of Central Michigan University Public Broadcasting Network are intended to present the financial position, changes in financial position, and changes in cash flows of only that portion of the University's business-type activities that are attributable to the transactions of the department. They do not purport to, and do not, present fairly the financial position of the University as of June 30, 2025; the changes in its financial position; or the changes in its cash flows thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to this matter.

Implementation of GASB Statement No. 101

As described in Notes 1 and 5, in fiscal 2025, the Network implemented the provisions of GASB Statement No. 101, *Compensated Absences*. Our opinion is not modified with respect to this matter.

Responsibilities of Management for the Consolidated 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 consolidated financial statements that are free from material misstatement, whether due to fraud or error.

Independent Auditors' Responsibilities for the Audit of the 2025 Consolidated 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 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 GAAS and *Government 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 consolidated financial statements.

In performing an audit in accordance with GAAS and *Government Auditing Standards*, 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 Network'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.

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.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis and the schedules for the pension and other postemployment benefits plans, as listed in the table of contents, be presented to supplement the basic consolidated financial statements. Such information is the responsibility of management and, although not a part of the basic consolidated financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic consolidated financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic consolidated financial statements, and other knowledge we obtained during our audit of the basic consolidated financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the consolidated financial statements that collectively comprise the Network's basic consolidated financial statements. The other supplementary information, as identified in the table of contents, is presented for the purpose of additional analysis and is not a required part of the basic 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 basic consolidated financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic 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 basic consolidated financial statements or to the basic 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 other supplementary information is fairly stated in all material respects in relation to the basic consolidated financial statements as a whole.

Predecessor Auditor

The consolidated financial statements of ***Central Michigan University Public Broadcasting Network*** as of June 30, 2024 were audited by other auditors whose report dated December 16, 2024, expressed an unmodified opinion on those statements.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report, under separate cover, dated December 19, 2025, on our consideration of the Network's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Network's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Network's internal control over financial reporting and compliance.

A handwritten signature in black ink that reads "Rehmann Johnson LLC". The signature is fluid and cursive, with "Rehmann" on the top line and "Johnson LLC" on the bottom line.

Central Michigan University Public Broadcasting Network

Management's Discussion and Analysis - Unaudited

This section of Central Michigan University Public Broadcasting Network's (the "Network") annual consolidated financial report presents our discussion and analysis of the financial performance of the television and radio stations for the fiscal year ended June 30, 2025, with selected comparative information for the years ended June 30, 2024, and 2023. This discussion has been prepared by management along with the consolidated financial statements and related note disclosures and should be read in conjunction with, and is qualified in its entirety by, the consolidated financial statements and notes. The discussion and analysis is designed to focus on current activities, resulting changes, and current known facts. The consolidated financial statements, notes, and this discussion are the responsibility of management.

Reporting Entity

Central Michigan University (the "University") operates the not-for-profit Network through the Department of Public Broadcasting under licenses granted to the board of trustees of the University. The assets, liabilities, and net position of the Network, excluding the Delta College portion, are included in the financial statements of Central Michigan University. The stations in the Network are identified by the following call letters:

WCMU-DT and WCMU-FM, Mount Pleasant	WCMW-FM, Harbor Springs
WCMV-DT, Cadillac	WCMB-FM, Oscoda
WCMW-DT, Manistee	WCMZ-FM, Sault Sainte Marie
WCML-DT and WCML-FM, Alpena	WWCM-FM, Standish
WUCX-FM, Bay City	WCMV-FM, Leland

WUCX-FM, Bay City, is licensed to the University and is operated jointly by Central Michigan University and Delta College. The financial statements of Delta College WUCX-FM have been audited separately and have been combined with the Network in these consolidated financial statements. See Note 14 for disclosures related to Delta College WUCX-FM's financial statements.

The consolidated financial statements have been prepared in accordance with accounting principles generally accepted in the United States of America, as prescribed by the Governmental Accounting Standards Board (GASB) and the Corporation for Public Broadcastings' *Principles of Accounting and Financial Reporting for Public Telecommunications Entities*.

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Central Michigan University Public Broadcasting Network

Management's Discussion and Analysis - Unaudited (Continued)

Factors Influencing Future Periods

At the close of fiscal year 2025, the Network finds itself facing significant financial uncertainty. Until now, the Network has been forward funded by two years via the Corporation for Public Broadcasting (CPB). The CPB provided Community Service Grants (CSG) to qualified stations and has been a vital source of funding for the nation's public radio and TV stations in their efforts to serve local communities. On May 28, 2025, the executive branch of the U.S. government issued a formal rescission request to Congress, and the official \$9.4 billion rescission package was submitted on June 3, 2025. This action ultimately resulted in the enactment of the Rescissions Act of 2025 on July 24, 2025 (see footnote 16 for additional details). As a result, the Network will need to offset the loss of approximately \$1.6 million in fiscal year 2026 and again in fiscal year 2027—funding that had previously been approved by Congress.

The Network's plan forward is to seek out efficiencies, increase revenue, and decrease expenses. The total number of members increased in fiscal year 2025 to 15,331 compared to 15,213 in fiscal year 2024. There were 6,627 sustaining members, paying monthly for fiscal year 2025 compared to 5,897 in fiscal year 2024. Traditionally, sustainers contribute at higher levels and stay on the file longer than one-time donors. Both are important to the financial health of the Network.

Restoration efforts continue at the transmitter site in Atlanta, MI following the fire that occurred February 28, 2024. A permanent replacement building is near completion and will be installed with new transmission equipment sometime into Q2 of fiscal year 2026. Expenses and commitments to restore the Atlanta site total \$3.4 million through the end of fiscal year 2025. To date the Network has received \$2.4 million for the recovery effort through its insurance claims, with the possibility of receiving more funding in the future.

The Network signed a new three-year commitment in fiscal year 2024 to participate in the Michigan Learning Channel (MLC). Member stations received a \$0.25 million share of the state appropriation of \$5 million dollars in support of the MLC. This will be WCMU's fifth year participating with the broadcast/streaming television channel. The Network has received extensions of its 2023-24 MLC funding to March 31, 2026 and 2024-25 funding until September 30, 2026. The Network continues to draw from these funds to assist in the purchase of new television equipment to aid in the broadcast of MLC to viewers across the state.

The Network soft-launched a fifth broadcast/streaming television channel at the close of fiscal year 2025. First Nation's Experience (FNX) self-identifies as "the first and only national broadcast television network in the United States exclusively devoted to Native American and World Indigenous content." The Network is proud to be the first in Michigan to make the channel accessible and will pursue strategic partnerships to build staffing capacity to add local content relevant to this culturally rich community.

The Network continues to pursue grant funding to support station initiatives. Recent examples include the creation and hiring of a Social Video Specialist for two years with funding from WNET via previously established funding from the CPB. This role is focused on job creation and opportunities for young job seekers. The Network received funding for outreach efforts including community screening opportunities with support from the Indie Lens Pop Up initiative and for the latest Ken Burns' documentary The American Revolution. The Network secured funding for the coming year from the Frey Foundation to support environmental reporting efforts. The Network is pursuing support for a new Rural Life and Agriculture reporter, and to expand the scope of its summer reporting internship – a partnership with community newspapers and CMU's Journalism and Broadcasting departments.

Central Michigan University Public Broadcasting Network

Management's Discussion and Analysis - Unaudited (Continued)

Using the Financial Report

The Network's consolidated financial report includes three financial statements: the consolidated statements of net position, the consolidated statements of revenues, expenses, and changes in net position, and the consolidated statements of cash flows. The consolidated financial statements present focus on the financial condition, the results of operations, and cash flows of the Network as a whole. These consolidated financial statements are prepared in accordance with Governmental Accounting Standards Board (GASB) Statements.

The consolidated statement of net position includes all assets, deferred outflows of resources, liabilities, deferred inflows of resources and net position. It is prepared under the accrual basis of accounting, whereby revenues and assets are recognized when the services or goods/products are provided and expenses and liabilities are recognized when others provide the service or product, regardless of when cash is exchanged.

The consolidated statement of revenues, expenses, and changes in net position presents the revenue earned and the expenses incurred during the year. Activities are reported as either operating, nonoperating or other revenue. The utilization of long-lived assets, referred to as capital assets, is reflected in the consolidated financial statements as depreciation and amortization, which amortizes the cost of an asset over its expected useful life. The right-to use assets, referred to as lease assets, is reflected as amortization, which depreciates the value of the asset over the shorter of the lease term or the estimated useful life of the underlying asset.

The consolidated statements of cash flows presents the information related to cash inflows and outflows summarized by operating, capital and noncapital financing, and investing activities. Its primary purpose is to provide relevant information about the cash receipts and cash payments of the Network during the year.

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Central Michigan University Public Broadcasting Network

Management's Discussion and Analysis - Unaudited (Continued)

Consolidated Statements of Net Position

	2025	2024	2023
Current assets	\$ 11,427,804	\$ 10,744,879	\$ 7,913,404
Noncurrent assets:			
Lease assets, Net	930,647	730,025	831,340
OPEB assets, Net	46,983	7,740	
Capital assets, Net	6,484,875	5,773,082	6,116,255
Other	9,998,345	10,008,366	9,957,699
Total assets	28,888,654	27,264,092	24,818,698
Deferred outflows of resources	84,430	144,323	176,402
Current liabilities	754,874	460,519	421,372
Noncurrent liabilities	1,287,932	1,350,592	1,476,661
Total liabilities	2,042,806	1,811,111	1,898,033
Deferred inflows of resources	2,603,591	3,018,106	3,242,020
Total net position	\$ 24,326,687	\$ 22,579,198	\$ 19,855,047

Current assets consist of cash and cash equivalents, receivables, and prepaid expenses. Current assets totaled \$11.4 million at June 30, 2025 as compared to \$10.7 million at June 30, 2024 and \$7.9 million at June 30, 2023.

Fiscal year 2025 compared to 2024

- Cash and cash equivalents increased \$0.6 million mainly due to \$0.8 million in insurance proceeds received in fiscal year 2025.

Fiscal year 2024 compared to 2023

- Cash and cash equivalents increased \$2.8 million mainly due to \$1.6 million in insurance proceeds received in fiscal year 2024 and an increase in contributions.

Noncurrent assets include capital assets, net of accumulated depreciation and amortization, net OPEB assets as required by GASB 75, leased assets, net of accumulated amortization, and endowment investments at fair value. Noncurrent assets totaled \$17.5 million at June 30, 2025 as compared to \$16.5 million at June 30, 2024 and \$16.9 million at June 30, 2023.

Fiscal year 2025 compared to 2024

- Capital assets net of accumulated depreciation and amortization increased \$0.7 million due to the purchase of capitalized equipment and construction in progress offset by annual depreciation expense. Refer to Note 3 for details regarding capital assets.

Fiscal year 2024 compared to 2023

- Capital assets net of accumulated depreciation and amortization decreased \$0.3 million due to the retirement of depreciable assets related to the Atlanta transmitter fire in combination with the purchase of capitalized equipment offset by annual depreciation expense. Refer to Note 3 for details regarding capital assets.

Central Michigan University Public Broadcasting Network

Management's Discussion and Analysis - Unaudited (Continued)

Current Liabilities include accounts payable, accrued payroll, unearned revenue, the current portion of the long-term obligations payable within the next twelve months, and the current portion of the long-term lease obligations payable within the next twelve months. Current liabilities totaled \$0.8 million at June 30, 2025 as compared to \$0.5 million at June 30, 2024 and \$0.4 million at June 30, 2023. Current liabilities increased primarily to an increase in unearned grant revenue.

Noncurrent liabilities include compensated absences for employees, long-term debt, long-term lease liability and net pension liability as required by GASB 68. Noncurrent liabilities totaled \$1.3 million at June 30, 2025 as compared to \$1.4 million at June 30, 2024 and \$1.5 million at June 30, 2023. Noncurrent liabilities decreased primarily due to a decrease in Delta College's net pension liability. Refer to Note 14 for details regarding Delta College.

Net position represents the difference between the Network's assets and deferred outflows of resources and liabilities and deferred inflows of resources. Total net position at June 30 is summarized as follows:

	2025	2024	2023
Restricted - Nonexpendable	\$ 2,848,606	\$ 2,841,837	\$ 2,832,678
Restricted - Expendable	2,876,139	2,503,688	2,190,475
Unrestricted	12,143,906	11,557,252	8,916,980
Net investment in capital assets	6,458,036	5,676,421	5,914,914
 Total net position	 <u>\$ 24,326,687</u>	 <u>\$ 22,579,198</u>	 <u>\$ 19,855,047</u>

Fiscal year 2025 compared to 2024

- Net position increased \$1.7 million. Restricted - nonexpendable remained consistent with fiscal year 2024. Restricted - expendable increased \$0.4 million due to an increase in the market value of endowment investments. Unrestricted increased \$0.6 million due to \$0.8 million in insurance proceeds received in fiscal year 2025. Net investment in capital assets increased \$0.8 million due to the purchase of capitalized equipment and construction in progress offset by annual depreciation and amortization expense. Refer to Note 3 for details regarding capital assets.

Fiscal year 2024 compared to 2023

- Net position increased \$2.7 million. Restricted - nonexpendable remained consistent with fiscal year 2023. Restricted - expendable increased \$0.3 million due to an increase in the market value of endowment investments. Unrestricted increased \$2.6 million due to \$1.6 million in insurance proceeds received in fiscal year 2024 and an increase in pledges. Net investment in capital assets decreased \$0.2 million due to the retirement of depreciable assets related to the Atlanta transmitter fire in combination with the purchase of capitalized equipment offset by annual depreciation and amortization expense. Refer to Note 3 for details regarding capital assets.

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Central Michigan University Public Broadcasting Network

Management's Discussion and Analysis - Unaudited (Continued)

Consolidated Statements of Revenues, Expenses, and Changes in Net Position

	2025	2024	2023
Operating Revenues			
University support - Operating	\$ 2,383,979	\$ 2,744,537	\$ 2,569,414
Community service grants	1,564,322	1,463,633	1,476,520
Outreach grants	47,821	27,900	88,027
Contributions and underwriting	3,451,585	3,644,766	2,965,531
Other operating revenues	102,094	157,005	195,386
Total operating revenues	7,549,801	8,037,841	7,294,878
Operating Expenses	<u>7,467,919</u>	<u>7,820,029</u>	<u>8,036,833</u>
Operating Income (Loss)	81,882	217,812	(741,955)
Nonoperating Revenues (Expenses)			
Investment income - Net of expenses	552,746	519,184	366,399
Interest on capital assets related debt	(37,128)	(38,630)	(48,281)
Other nonoperating revenue	1,147,054	2,023,025	(94,068)
Total net nonoperating revenues (expenses)	1,662,672	2,503,579	224,050
Income (Loss) Before Other Revenue	1,744,554	2,721,391	(517,905)
Other Revenue			
Capital grants/contracts	-	-	55,264
Additions to permanent endowments	2,935	2,760	4,925
Total Other Revenue	<u>2,935</u>	<u>2,760</u>	<u>60,189</u>
Increase (Decrease) in Net Position	1,747,489	2,724,151	(457,716)
Net Position			
Net Position - Beginning of year	22,579,198	19,855,047	20,312,763
Net Position - End of year	<u>\$ 24,326,687</u>	<u>\$ 22,579,198</u>	<u>\$ 19,855,047</u>

Operating revenues for fiscal years ended June 30, 2025, 2024, and 2023 were \$7.5 million, \$8.0 million, and \$7.3 million, respectively.

Fiscal year 2025 compared to 2024

- Contributions decreased \$0.2 million due to a decrease in donor contributions. University support decreased \$0.4 million due to a decrease in appropriations and administrative support. Community service grants increased \$0.1 million due to an increase in grant funding. All other operating revenues remained consistent with fiscal year 2025.

Fiscal year 2024 compared to 2023

- Contributions increased \$0.6 million due to an increase in donor contributions. All other operating revenues remained consistent with fiscal year 2023.

Central Michigan University Public Broadcasting Network

Management's Discussion and Analysis - Unaudited (Continued)

Operating expenses for fiscal year 2025 totaling \$7.5 million include compensation and benefits of \$2.8 million, supplies of \$3.7 million, utilities of \$0.3 million, and depreciation and amortization of \$0.7 million.

A comparative summary of the Network's expenses for the years ended June 30 is as follows:

	2025	2024	2023
Compensation and benefits	\$ 2,738,082	\$ 2,727,628	\$ 2,820,123
Supplies	3,701,297	4,045,018	4,067,256
Utilities	319,297	348,864	357,306
Depreciation and amortization	709,243	698,519	792,148
Total operating expenses	\$ 7,467,919	\$ 7,820,029	\$ 8,036,833

Fiscal year 2025 compared to 2024

- Compensation and benefits remained consistent with fiscal year 2024.
- Depreciation and amortization remained consistent with fiscal year 2024.
- Supplies and utilities decreased by \$0.4 million due to a decrease in expenses.

Fiscal year 2024 compared to 2023

- Compensation and benefits decreased by \$0.1 million due to vacant positions.
- Depreciation and amortization decreased by \$0.1 million due to retirement of depreciable asset related to the Atlanta transmitter fire on February 28, 2024.
- Supplies and utilities remained consistent with fiscal year 2023.

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Central Michigan University Public Broadcasting Network

Management's Discussion and Analysis - Unaudited (Continued)

Consolidated Statements of Cash Flows

	2025	2024	2023
Cash received from operations	\$ 6,620,736	\$ 6,729,537	\$ 6,160,498
Cash expended for operations	(5,745,447)	(5,742,548)	(6,008,166)
Net change in cash from operating activities	875,289	986,989	152,332
Net change in cash from noncapital financing activities	77,935	2,760	4,925
Net change in cash from capital financing activities	(514,868)	1,521,259	82,252
Net change in cash from investing activities	205,494	290,867	259,779
Net change in cash and cash equivalents	643,850	2,801,875	499,288
Cash and cash equivalents at beginning of year	9,693,212	6,891,337	6,392,049
Cash and cash equivalents at end of year	<u>\$ 10,337,062</u>	<u>\$ 9,693,212</u>	<u>\$ 6,891,337</u>

Summary

The Network operated within available resources during the year. Major sources of revenue to fund operations included the general University support, contributions and underwriting, and support from the Corporation for Public Broadcasting. Expenses were limited to correspond with available revenue. Refer to Note 16 for further details.

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Central Michigan University Public Broadcasting Network

Consolidated Statements of Net Position

	Year Ended June 30	
	2025	2024
Assets		
Current assets:		
Cash and cash equivalents (Note 2)	\$ 10,337,062	\$ 9,693,212
Accounts receivable	10,054	56,821
Pledges receivable - Net	679,322	625,600
Lease receivable - Current portion	173,856	177,650
Prepaid expenses	227,510	191,596
Total current assets	<u>11,427,804</u>	<u>10,744,879</u>
Noncurrent assets:		
Lease receivable	2,670,414	3,027,687
Endowment investments (Note 2)	7,327,931	6,980,679
Lease assets - Net (Note 13)	930,647	730,025
OPEB assets - Net (Note 14)	46,983	7,740
Capital assets - Net (Note 3)	6,484,875	5,773,082
Total noncurrent assets	<u>17,460,850</u>	<u>16,519,213</u>
Total assets	<u>28,888,654</u>	<u>27,264,092</u>
Deferred Outflows of Resources	<u>84,430</u>	<u>144,323</u>
Liabilities		
Current liabilities:		
Accounts payable and accrued liabilities (Note 4)	84,031	104,102
Accrued payroll (Note 4)	106,158	83,396
Unearned revenue	491,770	262,017
Long-term liabilities - Current portion (Note 5)	62,551	5,971
Lease liabilities - Current portion (Note 13)	10,364	5,033
Total current liabilities	<u>754,874</u>	<u>460,519</u>
Noncurrent liabilities:		
Long-term liabilities, net of current portion (Note 5)	77,920	96,869
Lease liabilities, net of current portion (Note 13)	947,122	821,653
Net pension liability (Note 8 & 14)	262,890	432,070
Total noncurrent liabilities	<u>1,287,932</u>	<u>1,350,592</u>
Total liabilities	<u>2,042,806</u>	<u>1,811,111</u>
Deferred Inflows of Resources	<u>2,603,591</u>	<u>3,018,106</u>
Net Position		
Net investment in capital assets	6,458,036	5,676,421
Restricted for:		
Nonexpendable	2,848,606	2,841,837
Expendable	2,876,139	2,503,688
Unrestricted	12,143,906	11,557,252
Total net position	<u>\$ 24,326,687</u>	<u>\$ 22,579,198</u>

The accompanying notes are an integral part of these consolidated financial statements.

Central Michigan University Public Broadcasting Network

Consolidated Statements of Revenues, Expenses, and Changes in Net Position

	Year Ended June 30	
	2025	2024
Operating Revenues		
University appropriations - Operations	\$ 1,262,133	\$ 1,407,061
University additional support - Operations	31,141	31,109
University administrative support - Operations	1,090,705	1,306,367
Contributions and pledges, net of allowance	3,088,055	3,243,479
Community service grants	1,564,322	1,463,633
Outreach grants	47,821	27,900
Program underwriting and pledges	358,530	396,287
Production underwriting	5,000	5,000
Rents and royalties	47,807	39,739
In-kind support	34,890	89,820
Other operating revenues	<u>19,397</u>	<u>27,446</u>
Total operating revenues	7,549,801	8,037,841
Operating Expenses		
Programming and local production	2,602,845	2,616,704
Broadcasting	1,769,226	2,123,729
Program information	553,547	462,299
Fundraising	1,237,063	1,242,788
Management and general	595,995	675,990
Depreciation and amortization	<u>709,243</u>	<u>698,519</u>
Total operating expenses	7,467,919	7,820,029
Operating Income	81,882	217,812
Nonoperating Revenues (Expenses)		
Investment income, net of expenses	552,746	519,184
Interest on capital assets related debt	(37,128)	(38,630)
Loss on disposal of capital assets	(5,591)	(78,104)
Insurance proceeds	750,000	1,685,000
Other nonoperating revenues	<u>402,645</u>	<u>416,129</u>
Total net nonoperating revenues (expenses)	1,662,672	2,503,579
Income Before Other Revenues	1,744,554	2,721,391
Other Revenues		
Additions to permanent endowments	<u>2,935</u>	<u>2,760</u>
Increase in Net Position	1,747,489	2,724,151
Net Position		
Net Position - Beginning of year	22,579,198	19,855,047
Net Position - End of year	\$ 24,326,687	\$ 22,579,198

The accompanying notes are an integral part of these consolidated financial statements.

Central Michigan University Public Broadcasting Network

Consolidated Statements of Cash Flows

	Year Ended June 30	
	2025	2024
Cash Flows from Operating Activities		
Grants from CPB	\$ 1,564,322	\$ 1,463,633
Research grants and contracts	284,364	268,278
Payments to suppliers	(2,509,574)	(2,696,661)
Payments for utilities	(318,069)	(351,059)
Payments to employees	(2,162,522)	(2,000,680)
Payments for benefits	(754,212)	(694,146)
Contributions	3,029,253	3,073,987
Underwriting	368,610	420,922
Rents and royalties	58,806	34,611
General University support	1,293,274	1,438,170
Administrative University support	(1,070)	(2)
Other receipts	22,107	29,936
Net change in cash from operating activities	875,289	986,989
Cash Flows from Noncapital Financing Activities		
Private gifts for endowment purposes	2,935	2,760
Gifts	75,000	-
Net change in cash from noncapital financing activities	77,935	2,760
Cash Flows from Capital Financing Activities		
Capital grants/contracts received	-	55,264
Principal paid on capital debt	-	(105,722)
Interest paid on capital debt	-	(1,332)
Principal paid on leases	(13,692)	(726)
Interest paid on leases	(37,128)	(37,298)
Other receipts leases	277,367	302,141
Purchases of capital assets	(1,389,536)	(403,568)
Prepayment of lease assets	(101,879)	-
Proceeds from the disposal of capital assets	-	27,500
Insurance proceeds	750,000	1,685,000
Net change in cash from capital financing activities	(514,868)	1,521,259
Cash Flows from Investing Activities		
Proceeds from sales and maturities of investments	115,475	54,307
Investment income	347,951	110,064
Purchases of investments	(189,785)	(52,391)
Endowment pool investments net proceeds (purchases)	(68,147)	178,887
Net change in cash from investing activities	205,494	290,867
Net Change in Cash and Cash Equivalents	643,850	2,801,875
Cash and Cash Equivalents - Beginning of year	9,693,212	6,891,337
Cash and Cash Equivalents - End of year	\$ 10,337,062	\$ 9,693,212

Central Michigan University Public Broadcasting Network

The accompanying notes are an integral part of these consolidated financial statements.

Consolidated Statements of Cash Flows

	Year Ended June 30	
	2025	2024
Reconciliation of Operating Income to Net Change in Cash from Operating Activities		
Operating Income	\$ 81,882	\$ 217,812
Adjustments to reconcile operating income to net change in cash from operating activities:		
Depreciation and amortization	709,243	698,519
Change in assets, liabilities, and deferred resources:		
Receivables - Net	(6,955)	(144,877)
Prepaid expenses	(87,851)	44,453
Accounts payable and accrued liabilities	40,524	(31,493)
Accrued payroll	22,762	(11,902)
Unearned revenue	229,753	244,175
Compensated absences	(16,124)	1,148
Net pension liability	(169,180)	(58,081)
Deferred outflows / inflows of resources - Pension	46,866	48,945
Net OPEB asset	(39,243)	(35,685)
Deferred outflows / inflows of resources - OPEB	9,857	10,804
Other obligations	53,755	3,171
Net change in cash from operating activities	\$ 875,289	\$ 986,989

Significant Noncash Disclosures

Property acquired under lease agreements	\$ 135,834	\$ -	-
Termination of lessor agreements	\$ 186,155	\$ -	-

The accompanying notes are an integral part of these consolidated financial statements.

Central Michigan University Public Broadcasting Network

Notes to Consolidated Financial Statements June 30, 2025 and 2024

Note 1 - Industry Information and Significant Accounting Policies

Reporting Entity - Central Michigan University, Mount Pleasant, Michigan (the "University" or CMU) operates the not-for-profit television and radio stations of Central Michigan University Public Broadcasting Network (the "Network"), through the Department of Public Broadcasting under licenses granted to the board of trustees of the University. These stations are identified by the following call letters:

WCMU-DT and WCMU-FM, Mount Pleasant
WCMV-DT, Cadillac
WCMW-DT, Manistee
WCML-DT and WCML-FM, Alpena
WUCX-FM, Bay City
WCMW-FM, Harbor Springs
WCMB-FM, Oscoda
WCMZ-FM, Sault Sainte Marie
WWCM-FM, Standish
WCMV-FM, Leland

WUCX-FM, Bay City, is operated jointly by Central Michigan University and Delta College. For 2025 and 2024, the financial statements of Delta College WUCX-FM have been audited separately and combined with Central Michigan University Public Broadcasting Network in these consolidated financial statements. See Note 14 for disclosures related to Delta College WUCX-FM financial statements.

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Central Michigan University Public Broadcasting Network

Notes to Consolidated Financial Statements June 30, 2025 and 2024

Note 1 - Industry Information and Significant Accounting Policies (Continued)

Basis of Presentation - The consolidated financial statements have been prepared in accordance with accounting principles generally accepted in the United States of America, as prescribed by the Governmental Accounting Standards Board (GASB) and the Corporation for Public Broadcastings' *Principles of Accounting and Financial Reporting for Public Telecommunications Entities*.

The Network follows the "business-type" activities requirements of GASB Statement No. 34, *Basic Financial Statements and Management's Discussion and Analysis - for State and Local Governments*, and GASB Statement No. 35, *Basic Financial Statements and Management's Discussion and Analysis - for Public Colleges and Universities*. This statement requires the following components of the Network's consolidated financial statements:

- Management's discussion and analysis
- Basic consolidated financial statements including a Consolidated Statements of Net Position, Consolidated Statements of Revenues, Expenses, and Changes in Net Position, and Consolidated Statements of Cash Flows for the Network as a whole
- Notes to the consolidated financial statements

GASB Statement No. 34 establishes standards for external financial reporting for public colleges and universities and requires that resources be classified for accounting and reporting purposes into the following four net position categories:

- Net investment in capital assets: Capital assets, net of accumulated depreciation and amortization, leased assets, net of accumulated amortization, and outstanding principal balances of debt attributable to the acquisition, construction, or improvement of those assets.
- Restricted:

Nonexpendable - Net position subject to externally imposed constraints that they be maintained permanently by the Network. Such assets include the Network's permanent endowment funds.

Expendable - Net position whose use by the Network is subject to externally imposed constraints that can be fulfilled by actions of the Network pursuant to those constraints or that expire by the passage of time.

- Unrestricted: Net positions that are not subject to externally imposed constraints. Unrestricted net positions may be designated for specific purposes by action of management or the board or may otherwise be limited by contractual agreements with outside parties.

Central Michigan University Public Broadcasting Network

Notes to Consolidated Financial Statements June 30, 2025 and 2024

Note 1 - Industry Information and Significant Accounting Policies (Continued)

Basis of Accounting - The accompanying consolidated financial statements have been prepared using the economic resources measurement focus and the accrual basis of accounting.

Use of Estimates - The preparation of consolidated financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the amounts reported in the consolidated financial statements and accompanying notes. Actual results could differ from those estimates.

Summary of Significant Accounting Policies

Cash and Cash Equivalents and Investments - Cash and cash equivalents and marketable securities are held by Central Michigan University or Delta College. The amounts reflected in the accompanying consolidated statements of net position represent the amounts due to the Network from the University's pooled cash and investments. Investments are stated at fair value.

Accounts and Lease Receivable - Accounts receivable at June 30, 2025 and 2024 include tower rent-related receivables, lease receivables, and receivables for services performed. Accounts receivable are deemed fully collectible.

Leased Assets - Right-to-use assets are stated at the present value of payments expected to be made during the lease term using a discount rate.

Amortization is provided for leased assets over the shorter of the lease term or the estimated useful life of the underlying asset.

Capital Assets - Institutional capital assets are stated at cost when purchased, at appraised value for other acquisitions, or at acquisition value at date of gift for donations. Building additions and improvements with a cost in excess of \$50,000 are capitalized if the life of the building is extended. Equipment with a cost in excess of \$5,000 with a useful life greater than one year is capitalized.

Depreciation and amortization is provided for capital assets on a straight-line basis over the estimated useful life of the property as follows:

Asset Classification	Useful Life
Buildings and Improvements more than \$100,000	40 years
Buildings and Improvements \$50,000 to \$100,000	10 years
Intangible Assets	40 years or indefinite
Equipment - Digital TV	20 years
Equipment	8 years
Vehicles	4 years

Central Michigan University Public Broadcasting Network

Notes to Consolidated Financial Statements June 30, 2025 and 2024

Note 1 - Industry Information and Significant Accounting Policies (Continued)

Unearned Revenue - Unearned revenue represents tower lease revenue and grant revenue that will be recognized by the Network during the year in which it is earned.

Administrative Support - Administrative support from the University consists of that portion of the indirect costs incurred by the University and attributable to the Network's operations (such as personnel services, purchasing, and payables). Administrative support is calculated and recorded as revenue and expense using methods mandated by the Corporation of Public Broadcasting (CPB).

Revenue Recognition - Revenue is recognized when earned and expenditures are recognized when the service is provided. Restricted grant revenue is recognized only to the extent expended. Operating revenue of the Network consists of general appropriations from the University, contributions, community service grants from the CPB, outreach grants, underwriting, in-kind support, insurance proceeds, and auxiliary enterprise revenue. Nonoperating revenue of the Network consists of investing activities, capital contributions, capital grants, and lease revenue and expenses. Restricted and unrestricted resources are spent and tracked at the station level within the guidelines of donor restrictions.

Contributions and Pledges - Voluntary nonexchange transactions (pledges) are recognized in accordance with GASB Statement No. 33, *Accounting and Financial Reporting for Nonexchange Transactions*. GASB Statement No. 33 requires recognition of the entire pledge in the first period that use is permitted and all applicable eligibility requirements have been satisfied. Such pledges are recorded net of allowance for uncollectible pledges of \$51,806 and \$55,116 as of June 30, 2025 and 2024, respectively.

Pensions and Other Post-Employment Benefits (OPEB) - For purposes of measuring the net pension liability and other post-employment benefit (OPEB) asset, deferred outflows of resources and deferred inflows of resources related to pensions and OPEB, and pension and OPEB expense, information about the fiduciary net position of the Michigan Public School Employees Retirement System (MPSERS) and additions to/deductions from MPSERS fiduciary net position have been determined on the same basis as they are reported by MPSERS. MPSERS uses the economic resources measurement focus and the full accrual basis of accounting. Contribution revenue is recorded as contributions are due, pursuant to legal requirements. Benefit payments (including refunds of employee contributions) are recognized as expense when due and payable in accordance with the benefit terms. Related plan investments are reported at fair value.

Compensated Absences - Network employees earn vacation and sick leave benefits based, in part, on hours worked and length of service. Vacation pay is fully vested when earned. Upon separation from service, employees are paid accumulated vacation based upon the nature of separation (death, retirement or termination). Certain limitations have been placed on the hours of vacation that employees may accumulate and carry over for payment at death, retirement or termination. Unused hours exceeding these limitations are forfeited. Accumulated sick leave is not paid upon separation of employment.

Central Michigan University Public Broadcasting Network

Notes to Consolidated Financial Statements June 30, 2025 and 2024

Note 1 - Industry Information and Significant Accounting Policies (Continued)

Deferred Outflows of Resources - In addition to assets, the consolidated statements of net position reports a separate section for deferred outflows of resources. This separate consolidated financial statement element represents a consumption of net position that applies to a future period and so will not be recognized as an outflow of resources (expense/expenditure) until then. The Network's deferred outflows of resources related to the net pension liability were \$73,234 and \$118,685 as of June 30, 2025 and 2024, respectively. The Network's deferred outflows of resources related to the net other post-employment benefits (OPEB) asset were \$11,196 and \$25,638 as of June 30, 2025 and 2024, respectively. See Notes 8 and 14 for more information.

Deferred Inflows of Resources – In addition to liabilities, the consolidated statements of net position reports a separate section for deferred inflows of resources. This separate consolidated financial statement element represents an acquisition of net position that applies to a future period and so will not be recognized as an inflow of resources (revenue) until that time. The Network's deferred inflows of resources related to the net pension liability were \$99,303 and \$97,888 as of June 30, 2025 and 2024, respectively. The Network's deferred inflows of resources related to the net OPEB asset were \$63,770 and \$68,355 as of June 30, 2025 and 2024, respectively. See Notes 8 and 14 for more information. At June 30, 2025 and 2024, respectively, deferred inflows related to leasing agreements was \$2,440,518 and \$2,851,863. See Note 13 for additional information on leases.

Adoption of New Standards – During the current year, the Network adopted GASB Statement No. 101, *Compensated Absences*. As a result, the Network's financial statements now include a liability for the present value of expected future payments for unused leave, including both leave that has been earned but not yet used, and leave that has been earned but not yet paid in cash or settled through non-cash means. The provisions of this statement were effective for the fiscal year ended June 30, 2025 to be applied on a retrospective basis. The resulting impact of adoption was determined to be insignificant to both current and prior year financial statements. As such, the Network recognized any additional liability required under the provisions of this statement during fiscal year 2025.

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Central Michigan University Public Broadcasting Network

Notes to Consolidated Financial Statements June 30, 2025 and 2024

Note 2 - Cash and Cash Equivalents and Endowment Investments

The Network considers all highly liquid investments with a maturity of three months or less when purchased to be cash equivalents. The Network's deposits and investments are included on the consolidated statement of net position under the following classifications as of June 30:

	2025	2024
Cash and cash equivalents	\$ 10,337,062	\$ 9,693,212
Endowment investments	7,327,931	6,980,679
Total	\$ 17,664,993	\$ 16,673,891

The above amounts are classified by GASB Statement No. 3 in the following categories at June 30:

	2025	2024
Deposits in pooled accounts (checking accounts, savings accounts, and certificates of deposit)	\$ 10,337,062	\$ 9,693,212
Investments in pooled accounts	7,327,931	6,980,679
Total	\$ 17,664,993	\$ 16,673,891

Deposits in Pooled Accounts - The University invests and manages cash collectively by pooling cash reserves, including cash of the Network. It is not practicable to determine the amount reflected in the accounts of the banks (without recognition of checks written but not cleared, or of deposits in transit) or the amount of federal depository insurance that is applicable to the Network's portion of the pooled deposits as of June 30, 2025 or 2024. A portion of the Network's cash is deposited in interest-bearing accounts.

Endowment Investments in Pooled Accounts - The Network has received certain contributions that have been designated for use as endowments. Such assets are pooled with and held within the University's Endowment Fund and are invested in brokerage account cash money funds, U.S. Treasury bills, notes and bonds, and debt and equity securities. The Network's investments are stated at fair value based upon market quotations. At June 30, 2025 and 2024, the fair value of the Network's investments was \$7,327,931 and \$6,980,679, respectively. Information as to amount by investment type and associated risks is included in the notes to the financial statements for Central Michigan University and Delta College.

Donor-restricted Endowments - Under Michigan Law set forth in the Uniform Prudent Management of Institutional Funds Act, as adopted in Michigan in 2009 (UPMIFA), the University Board acts in a fiduciary capacity as trustee of its endowment funds. The UPMIFA requires the University Board to exercise its fiduciary duties prudently and consider both the charitable purposes and needs of the University and the purposes of the specific endowment regarding current expenditures and preservation of purchasing power of the funds. Endowment realized and unrealized appreciation is reported consistently with the net position categorization of the related endowment, net of spending policy distributions.

Central Michigan University Public Broadcasting Network

Notes to Consolidated Financial Statements June 30, 2025 and 2024

Note 3 - Capital Assets

Capital assets, net of depreciation and amortization, consist of the following as of June 30, 2025:

	Beginning Balance July 1, 2024	Additions	Reductions	Ending Balance June 30, 2025
Non-depreciated capital assets:				
Land	\$ 197,598	\$ -	\$ -	\$ 197,598
Intangible assets	425,936	-	-	425,936
Construction in progress	339,350	1,137,405	-	1,476,755
Total non-depreciated capital assets	962,884	1,137,405	-	2,100,289
Depreciated capital assets:				
Buildings	7,227,662			7,227,662
Furniture and equipment	11,204,334	252,131	208,166	11,248,299
Intangible assets	305,612			305,612
Less accumulated depreciation and amortization:				
Buildings	4,788,454	117,347	-	4,905,801
Furniture and equipment	8,903,847	547,025	202,575	9,248,297
Intangible assets	235,109	7,780	-	242,889
Total depreciated capital assets	4,810,198	(420,021)	5,591	4,384,586
Capital assets - Net	\$ 5,773,082	\$ 717,384	\$ 5,591	\$ 6,484,875

Capital assets, net of depreciation and amortization, consist of the following as of June 30, 2024:

	Beginning Balance July 1, 2023	Additions	Reductions	Ending Balance June 30, 2024
Non-depreciated capital assets:				
Land	\$ 197,598	\$ -	\$ -	\$ 197,598
Intangible assets	425,936	-	-	425,936
Construction in progress	-	339,350	-	339,350
Total non-depreciated capital assets	623,534	339,350	-	962,884
Depreciated capital assets:				
Buildings	7,280,839	-	53,177	7,227,662
Furniture and equipment	12,548,680	64,218	1,408,564	11,204,334
Intangible assets	305,612			305,612
Less accumulated depreciation and amortization:				
Buildings	4,724,283	117,348	53,177	4,788,454
Furniture and equipment	9,690,798	543,509	1,330,460	8,903,847
Intangible assets	227,329	7,780	-	235,109
Total depreciated capital assets	5,492,721	(604,419)	78,104	4,810,198
Capital assets - Net	\$ 6,116,255	\$ (265,069)	\$ 78,104	\$ 5,773,082

Reconstruction is ongoing following a fire in February of 2024 and ice storm in March of 2025 at the Network's broadcasting site in Atlanta, Michigan (approximately \$1.5 million of construction in progress). The project includes repair of the broadcasting tower and replacement of the building and broadcasting equipment inside. The Network had an insurance policy in place at the time of the fire and has received insurance proceeds of \$0.7 million and \$1.6 million in fiscal years 2025 and 2024, respectively.

Central Michigan University Public Broadcasting Network

Notes to Consolidated Financial Statements June 30, 2025 and 2024

Note 4 - Accounts Payable, Accrued Liabilities, and Accrued Payroll

Accounts payable and accrued liabilities represent amounts due at June 30 for goods and services received prior to the end of the fiscal year. Accounts payable, accrued liabilities, and accrued payroll at June 30 were as follows:

	2025	2024
Vendors	\$ 84,031	\$ 104,102
Accrued payroll	106,158	83,396
Total	\$ 190,189	\$ 187,498

Note 5 - Long-term Liabilities

Long-term liabilities at June 30 were as follows:

	Beginning Balance July 1, 2024	Additions	Reductions	Ending Balance June 30, 2025	Current Portion
	\$ 826,686	\$ 138,659	\$ 7,859	\$ 957,486	\$ 10,364
Lease Obligations	96,869		16,124 *	80,745	2,825
Compensated absences	5,971	53,755 *		59,726	59,726
Total	\$ 929,526	\$ 192,414	\$ 23,983	\$ 1,097,957	\$ 72,915

* The change in liability is presented as a net change

	Beginning Balance July 1, 2023	Additions	Reductions	Ending Balance June 30, 2024	Current Portion
	\$ 926,959	\$ 1,148 *	\$ 100,273	\$ 826,686	\$ 60,251
Lease Obligations	95,721			96,869	
Compensated absences	2,800	3,171 *		5,971	5,971
Total	\$ 1,025,480	\$ 4,319	\$ 100,273	\$ 929,526	\$ 66,222

* The change in liability is presented as a net change

Other obligations represent the value of outstanding advertising credits issued by the Network.

Note 6 – Due to CMU

The Network acquired WCFX-FM from Northern Michigan Radio, Inc. on April 30, 2020. The call letters were immediately changed to WCMV-FM. The purchase price was \$500,000 and included primarily the FCC license, antenna, transmitter and transmitter building. The station was incorporated into the Network and carries the same programming as the other stations. The acquisition expanded the radio coverage area into Traverse City and surrounding areas in northern Michigan. The purchase was financed by a loan from Central Michigan University to the Network which is being repaid over five years at an annual interest rate of 5.0%. The Network paid \$105,722 against the \$500,000 principal and \$1,332 in interest during the year ended June 30, 2024 to payoff the loan to Central Michigan University. The Network has no outstanding loans from Central Michigan University at June 30, 2025.

Central Michigan University Public Broadcasting Network

Notes to Consolidated Financial Statements June 30, 2025 and 2024

Note 7 - Operating Expenses

Operating expenses by natural classification at June 30 were as follows:

	2025	2024
Salaries, wages, and benefits	\$ 2,738,082	\$ 2,727,628
Supplies and support services	4,020,594	4,393,882
Depreciation and amortization	709,243	698,519
 Total operating expenses	 \$ 7,467,919	 \$ 7,820,029

Note 8 - Retirement Plans

The information in this note pertains to the retirement plans offered by the University to employees of the Network who work at Central Michigan University. Delta College employees of WUCX-FM, which is operated jointly by Central Michigan University and Delta College, are covered under the Delta College retirement plans. See Note 14 for more information on Delta College.

The Network's employees are included in retirement plans funded by the University either through the Teachers Insurance and Annuity Association (TIAA) or the Michigan Public School Employees Retirement System. See the notes to the University's financial statements for details of these plans.

Total retirement expense for the Network for the years ended June 30, 2025 and 2024 was \$181,239 and \$218,180, respectively.

Michigan Public School Employees Retirement System - The Network, through the University, participates in the Michigan Public School Employees Retirement System (MPSERS or the "System"), a statewide, cost-sharing, multiple-employer defined benefit public employee retirement system governed by the State of Michigan that covers some employees of the University and therefore, some of the employees of the Network. Employees hired on or after January 1, 1996 cannot participate in MPSERS unless they were previously enrolled in the plan at another participating university or college.

The Michigan Public School Employees Retirement System issues a publicly available financial report that is available on the web at <http://www.michigan.gov/orsschools>.

As of June 30, 2025 and 2024 the Network had no employees eligible to participate in the MPSERS plan.

Central Michigan University Public Broadcasting Network

Notes to Consolidated Financial Statements June 30, 2025 and 2024

Note 9 - Nonfederal Financial Support (NFFS)

The CPB allocates a portion of its funds annually to public broadcasting entities based on a base grant amount and NFFS, which is defined by CPB. NFFS is defined as the total value of cash and the fair market value of services received as contributions or payments and meeting all the respective criteria for each. Calculated in accordance with CPB guidelines, the combined Network reported total NFFS of \$6,287,106 for the year ended June 30, 2024. With the closure of CPB, NFFS was not required to be calculated for the year ended June 30, 2025.

Note 10 - Indirect Administrative Support

Indirect support from Central Michigan University consists of allocations of the University's institutional support and facility operation costs that benefit the Network. The fair value of this support is recognized as operating revenue in the consolidated statement of revenues, expenses, and changes in net position under University administrative support for operations and also in operating expenses. The combined value of this support included in the consolidated statement of revenues, expenses, and changes in net position was \$1,090,705 and \$1,306,367 for the years ended June 30, 2025 and 2024, respectively.

Note 11 - Corporation for Public Broadcasting Community Service Grants

The Network receives funding through a Community Service Grant from the Corporation for Public Broadcasting (CPB). The amount received and expended during fiscal years 2025, 2024 and 2023 were as follows;

Year of Grant	Grant Received	Amount		Amount		Uncommitted Balance at June 30
		Expended 2025	2024	Expended 2023	2023	
2025	\$ 1,564,322	\$ 1,564,322				\$ -
2024	1,463,633		\$ 1,463,633			-
2023	1,476,520			\$ 1,476,520		-

Note 12 - Contingencies

In the normal course of its activities, the Network is a party in various legal and administrative actions. The Network has not experienced significant losses or costs, short of the transmitter fire February 28, 2024 and potential passage of the recission package. After taking into consideration legal counsel's evaluation of pending actions and information relative to potential future claims based on past events, the Network is of the opinion that the outcome thereof will not have a material effect on the consolidated financial statements.

Central Michigan University Public Broadcasting Network

Notes to Consolidated Financial Statements June 30, 2025 and 2024

Note 13 - Lease Commitments

Lessee Agreements

The Network leases certain assets from various third parties. The assets leased include land and buildings with payments generally fixed monthly.

Lease assets, net of amortization, consist of the following as of June 30, 2025:

	Beginning Balance July 1, 2024	Additions	Reductions	Ending Balance June 30, 2025
Leased assets				
Land	\$ 252,549	\$ 237,713	\$ -	\$ 490,262
Buildings	585,091	-	-	585,091
Total	837,640	237,713	-	1,075,353
Less accumulated amortization:				
Land	45,482	21,558	-	67,040
Buildings	62,133	15,533	-	77,666
Total	107,615	37,091	-	144,706
Leased assets - Net	\$ 730,025	\$ 200,622	\$ -	\$ 930,647

Lease assets, net of amortization, consist of the following as of June 30, 2024:

	Beginning Balance July 1, 2023	Additions	Reductions	Ending Balance June 30, 2024
Leased assets				
Land	\$ 337,674	\$ -	\$ 85,125	\$ 252,549
Buildings	585,091	-	-	585,091
Total	922,765	-	85,125	837,640
Less accumulated amortization:				
Land	44,826	14,348	13,692	45,482
Buildings	46,599	15,534	-	62,133
Total	91,425	29,882	13,692	107,615
Leased assets - Net	\$ 831,340	\$ (29,882)	\$ 71,433	\$ 730,025

Central Michigan University Public Broadcasting Network

Notes to Consolidated Financial Statements June 30, 2025 and 2024

Note 13 - Lease Commitments (Continued)

Future principal and interest payments related to the Network's lease liability at June 30, 2025 are as follows:

	Principal	Interest	Total
2026	\$ 10,364	\$ 38,683	\$ 49,047
2027	5,450	38,486	43,936
2028	6,561	38,245	44,806
2029	7,746	37,958	45,704
2030	9,006	37,620	46,626
2031-2035	66,920	181,066	247,986
2036-2040	103,836	163,142	266,978
2041-2045	119,945	140,503	260,448
2046-2050	179,812	110,239	290,051
2051-2055	258,446	65,921	324,367
2056-2060	189,400	10,948	200,348
Total	<u>\$ 957,486</u>	<u>\$ 862,811</u>	<u>\$ 1,820,297</u>

Lessor Agreements

The Network leases certain assets to various third parties. The assets leased include buildings with payments generally fixed monthly.

At June 30, 2025 and June 30, 2024, the Network recognized the following lease revenue and lease interest revenue related to its lessor agreements:

	June 30, 2025	June 30, 2024
Lease Revenue	\$ 222,433	\$ 242,740
Lease Interest Revenue	\$ 125,456	\$ 141,714

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Central Michigan University Public Broadcasting Network

Notes to Consolidated Financial Statements June 30, 2025 and 2024

Note 14 - Delta College WUCX-FM

The following notes are taken directly from Delta College WUCX-FM's financial statements and are presented in their entirety to provide additional information regarding Delta College's financial information.

Significant Accounting Policies

Reporting Entity

WUCX-FM (the Station) is a nonprofit public radio station, operated as a separate organizational unit of Delta College (College), a community college located in University Center, Michigan. The Station has operated since 1989 under a Joint Operating Agreement with Central Michigan University's public radio station, WCMU-FM, which maintains the broadcast license granted by the Federal Communications Commission. The Station's financial statements have been prepared in accordance with the accounting principles generally accepted in the United States of America as applicable to public colleges and universities outlined in Governmental Accounting Standards Board (GASB) Statement No. 35, *Basic Financial Statements and Management's Discussion and Analysis for Public Colleges and Universities*, as required by the Corporation for Public Broadcasting (CPB). CPB operations were discontinued October 1, 2025, after the Station's fiscal year end. The June 30, 2025 financial statements have been prepared consistently with the prior year. The CPB closure and impact to the Station is more fully explained in the subsequent events section.

Significant accounting policies followed by the Station are described below to enhance the usefulness of the financial statements to the reader:

Accrual Basis

The financial statements of the Station have been prepared on the accrual basis of accounting, whereby revenue is recognized when earned and expenditures are recognized when the related liabilities are incurred and certain measurement and matching criteria are met.

Cash and Cash Equivalents

Cash and cash equivalents consist of all highly liquid investments with an initial maturity of three months or less when purchased.

Investments

Investments are recorded at fair value, based on quoted market prices.

Central Michigan University Public Broadcasting Network

Notes to Consolidated Financial Statements June 30, 2025 and 2024

Note 14 - Delta College WUCX-FM (Continued)

Capital Assets

Capital assets are recorded at cost or, if acquired by gift, at the acquisition value as of the date of acquisition. Expenditures for maintenance and repairs are expensed as incurred. Depreciation is calculated on capital assets using the straight-line method over the estimated useful lives of the assets. *The American Health Association's Estimated Useful Lives of Depreciable Hospital Assets* was utilized as a guide in establishing useful lives of the Station's capital assets.

Compensated Absences

It is the Station's policy to permit employees to accumulate earned but unused vacation and sick pay benefits. All vacation pay is accrued in the financial statements when it is earned. The Station does not have a policy to pay any accumulated sick time amounts when employees separate from service with the Station; therefore, the Station estimates how much of the accumulated leave is more likely than not to be used as paid leave. Based on this calculation, the Station has not reported a liability related to accumulated unused sick benefits.

Pensions and OPEB (Postemployment Benefits Other Than Pensions)

For purposes of measuring the net pension and OPEB liability, deferred outflows of resources and deferred inflows of resources related to pensions and OPEB, and pension and OPEB expense, information about the fiduciary net position of the Michigan Public School Employees' Retirement System (MPSERS) and additions to/deductions from MPSERS fiduciary net position have been determined on the same basis as they are reported by MPSERS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Revenue Recognition

Restricted grant revenue is recognized only to the extent expended.

Gifts and Pledges

Gifts are recorded when received. Voluntary nonexchange transactions (pledges) are recognized in accordance with the GASB Statement No. 33, *Accounting and Financial Reporting for Nonexchange Transactions*. GASB Statement No. 33 requires recognition of the entire pledge in the first period that use is permitted and all applicable eligibility requirements have been satisfied. Such pledges are recorded at their discounted present value, net of allowance for uncollectible pledges. The Station has no pledges receivable recorded at June 30, 2025 or 2024.

Central Michigan University Public Broadcasting Network

Notes to Consolidated Financial Statements June 30, 2025 and 2024

Note 14 - Delta College WUCX-FM (Continued)

Donated Facilities and Administrative Support

Donated facilities from Delta College consist of office and studio space together with related occupancy cost, and are recorded in revenue and expense based on methods mandated by CPB. Administrative support from Delta College consists of allocated costs such as financial, administrative, and personnel services and certain other institutional support expenses incurred by the College on behalf of the Station.

Operating Activities

The Station's policy for defining operating activities as reported on the Statement of Revenue, Expenses and Changes in Net Position are those that generally result from the provision of public broadcasting services. Revenue restricted by donors to use for capital improvements, and revenue and expenses that result from financing and investing activities are recorded as nonoperating revenue and expenses.

Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results could differ from those estimates.

Reclassifications

Certain 2024 amounts have been reclassified to correspond to the current year presentation.

Cash and Cash Equivalents and Investments

The Station considers all highly liquid investments with a maturity of three months or less when purchased to be cash equivalents. The Station's deposits and investments are included on the Statements of Net Position under the following classifications as of June 30:

	2025	2024
Cash and cash equivalents	\$ 625,488	\$ 562,956
Long-term investments	256,757	165,281
Total	\$ 882,245	\$ 728,237

Central Michigan University Public Broadcasting Network

Notes to Consolidated Financial Statements June 30, 2025 and 2024

Note 14 - Delta College WUCX-FM (Continued)

Cash and Cash Equivalents and Investments – Continued

The amounts on the previous page are classified in the following categories at June 30:

	2025	2024
Bank deposits (checking accounts, savings accounts and certificates of deposit)	\$ 625,488	\$ 562,956
Investments in securities and similar vehicles	256,757	165,281
Total	\$ 882,245	\$ 728,237

Cash and Cash Equivalents

Delta College invests and manages cash collectively by pooling cash reserves, including cash of the Station. It is not practical to determine the amount reflected in the accounts of the banks (without recognition of checks written but not cleared, or of deposits in transit) or the amount of federal depository insurance that is applicable to the Station's portion of the pooled deposits as of June 30, 2025 or 2024. A portion of the Station's cash is deposited in interest-bearing accounts.

Investments

The Station has received certain contributions that have been designated for use as quasi-endowments. During the years ended June 30, 2025 and 2024, the Station also received contributions restricted for a permanent endowment. Such assets are pooled with and held within the Delta College Endowment Fund, and are invested in brokerage account cash and money funds, U.S. Treasury bills, notes and bonds, debt and equity securities and alternative investment funds. The Station's investments are stated at fair value based upon market prices. At June 30, 2025 and 2024, respectively, the fair value of the Station's investments is \$256,757 and \$165,281. Information as to amounts by investment type, associated risks and fair value measurements is included in the notes to the financial statements for Delta College.

Central Michigan University Public Broadcasting Network

Notes to Consolidated Financial Statements June 30, 2025 and 2024

Note 14 - Delta College WUCX-FM (Continued)

Capital Assets

The following tables present the changes in the various capital asset class categories for the year ended June 30:

2025	Estimated Useful Life	Beginning Balance	Additions/Depreciation	Deletions	Ending Balance
Capital Assets:					
Buildings	40 years	\$ 80,531	\$ -	\$ -	\$ 80,531
Furniture and equipment	5-20 years	125,341	-	-	125,341
Total Capital Assets		205,872	-	-	205,872
Less Accumulated Depreciation:					
Buildings		52,981	1,620	-	54,601
Furniture and equipment		114,272	5,820	-	120,092
Total Accumulated Depreciation		167,253	\$ 7,440	\$ -	174,693
Capital Assets, Net		\$ 38,619			\$ 31,179

2024	Estimated Useful Life	Beginning Balance	Additions/Depreciation	Deletions	Ending Balance
Capital Assets:					
Buildings	40 years	\$ 80,531	\$ -	\$ -	\$ 80,531
Furniture and equipment	5-20 years	125,341	-	-	125,341
Total Capital Assets		205,872	-	-	205,872
Less Accumulated Depreciation:					
Buildings		51,361	1,620	-	52,981
Furniture and equipment		108,452	5,820	-	114,272
Total Accumulated Depreciation		159,813	\$ 7,440	\$ -	167,253
Capital Assets, Net		\$ 46,059			\$ 38,619

Unrestricted Net Position

The Station has designated the use of unrestricted net position (deficit) as follows as of June 30:

	2025	2024
Designated for funds functioning as endowments	\$ 169,741	\$ 84,600
Unrestricted – MPERS Pension Liability and Net Deferred Accounts	(288,959)	(411,273)
Unrestricted – MPERS OPEB Net Deferred Accounts	(52,574)	(42,717)
Unrestricted and unallocated	602,099	512,803
Total Unrestricted Net Position	\$ 430,307	\$ 143,413

Central Michigan University Public Broadcasting Network

Notes to Consolidated Financial Statements June 30, 2025 and 2024

Note 14 - Delta College WUCX-FM (Continued)

Retirement Plans

The Station's employees are included in a retirement plan funded by Delta College either through MPSERS, or the Optional Retirement Plan (ORP), a defined contribution plan, administered by TIAA-CREF. Prior to July 1, 2010, the MPSERS plan was strictly a defined benefit plan. Effective July 1, 2010, new MPSERS members participate in a hybrid plan which is both a defined benefit and defined contribution plan.

MPSERS Defined Benefit Plan

At June 30, 2025 and 2024, respectively, the Station reported a liability of \$262,890 and \$432,070 for its share of the College's proportionate share of the net pension liability of MPSERS. At June 30, 2025 and 2024, respectively, the Station also reported an asset of \$46,983 and \$7,740 for its share of the College's proportionate share of the net OPEB asset of MPSERS. The net pension liability and OPEB asset at June 30, 2025 was measured as of September 30, 2024, and the total pension liability and OPEB asset used to calculate the net pension liability and OPEB asset was determined by an actuarial valuation rolled forward from September 30, 2023. The College's proportion of the net pension liability and OPEB asset was based on a projection of its long-term share of contributions to the pension and OPEB plans relative to the projected contributions of all participating reporting units, actuarially determined. At September 30, 2024, the College's pension proportion was .29628%, a decrease of .00117% from its proportion measured as of September 30, 2023, which was .29745%. At September 30, 2024, the College's OPEB proportion was .30117%, a decrease of .00370% from its proportion measures as of September 20, 2023, which was .30487%. The Station's calculated share of the net pension liability and OPEB asset was based on its proportionate share of the College's covered employee payroll, as measured by the Station's MPSERS contributions.

For the years ended June 30, 2025 and 2024, respectively, the Station recognized MPSERS retirement revenue of \$232,776 and \$4,857. For the two respective years, the Station reported deferred outflows of resources of \$73,234 and \$118,685 and deferred inflows of resources of \$99,303 and \$97,888 related to the MPSERS pension and deferred outflows of resources of \$11,196 and \$25,638 and deferred inflows of resources of \$63,770 and \$68,355 related to the MPSERS OPEB.

The Station reported deferred outflows of resources related to pension contributions subsequent to the measurement date of \$38,694 and \$46,499, respectively, as of June 30, 2025 and 2024, that will be recognized as a reduction of the net pension liability in the Station's respective subsequent fiscal year. The Station also reported deferred inflows of resources related to pension rate stabilization appropriations received subsequent to the measurement date of \$13,435 and \$24,592, respectively as of June 30, 2025 and 2024, that will be recognized as revenue in the respective subsequent fiscal year. The Station reported deferred outflows of resources related to OPEB contributions subsequent to the measurement date of \$642 and \$8,289, as of June 30, 2025 and 2024, respectively, that will be recognized as an increase of the net OPEB asset in the Station's respective subsequent fiscal year.

Central Michigan University Public Broadcasting Network

Notes to Consolidated Financial Statements June 30, 2025 and 2024

Note 14 - Delta College WUCX-FM (Continued)

Other amounts reported as deferred outflows and inflows of resources related to pensions and OPEB will be recognized in pension and OPEB expense as follows:

Recognized in Year Ending June 30,	Pension	OPEB
2026	\$ (16,299)	\$ (18,235)
2027	(2,201)	(10,541)
2028	(19,628)	(9,949)
2029	(13,200)	(8,813)
2030	-	(4,783)
Thereafter	-	(895)
Total	\$ (51,328)	\$ (53,216)

The discount rate used to measure the total pension liability at June 30, 2025 and 2024 was 6.00% for the Basic, MIP, Pension Plus, and Pension Plus 2 Plans using the September 30, 2024 and 2023 valuation years, respectively.

The following presents the net pension liability of the Station, which was calculated using the aforementioned discount rates, as well as what the Station's net pension liability would be if it were calculated using a discount rate that is 1.0% point lower or 1.0% point higher than the current rates:

	Net Pension Liability at 1.0% Decrease	Net Pension Liability at Current Discount Rate	Net Pension Liability at 1.0% Increase
June 30, 2025	\$ 385,400	\$ 262,890	\$ 160,877
June 30, 2024	583,726	432,070	305,812

The discount rate used to measure the total OPEB asset for the years ending June 30, 2025 and 2024 was 6.00% for the September 30, 2024 and 2023 valuation years, respectively. The healthcare cost rate for the year ending June 30, 2025 ranged from 6.50% to 7.25% and for the year ending June 30, 2024 ranged from 6.25% to 7.50%. The following presents the net OPEB asset of the Station, which was calculated using the aforementioned rate, as well as what the Station's net OPEB asset would be if it were calculated using a discount and healthcare cost rate that is 1.0% point lower or 1.0% point higher than the current rate:

	Net OPEB Liability (Asset) at 1.0% Decrease	Net OPEB Liability (Asset) at Current Rate	Net OPEB Liability (Asset) at 1.0% Increase
Discount Rate June 30, 2025	\$ (36,309)	\$ (46,983)	\$ (56,212)
Current Healthcare Cost Rate June 30, 2025	(56,212)	(46,983)	(37,085)
Discount Rate June 30, 2024	(8,024)	(7,740)	21,288
Current Healthcare Cost Rate June 30, 2024	21,322	(7,740)	(6,960)

Central Michigan University Public Broadcasting Network

Notes to Consolidated Financial Statements June 30, 2025 and 2024

Note 14 - Delta College WUCX-FM (Continued)

ORP Defined Contribution Plan

The Station had no ORP covered payroll for the years ended June 30, 2025 and 2024.

Additional Information

For additional information concerning the Station's retirement plans, refer to Delta College's June 30, 2025 audited financial statements.

Community Service Grants

The Station operates under a Joint Operating Agreement with Central Michigan University's public radio station, WCMU-FM. This agreement allows the Station to share in annual funding from WCMU-FM's Community Service Grant from the CPB. The Station's share of CPB Community Service Grants received and expended during recent fiscal years was as follows:

Year of Grant	Grants Received	Expended 2025	Expended 2024	Expended 2023	Uncommitted Balance at June 30
2025	\$32,848	\$32,848			\$ -
2024	29,818		\$29,818		-
2023	29,761			\$29,761	-

Nonfederal Financial Support (NFFS)

The CPB allocates a portion of its funds annually to public broadcasting entities, primarily based on NFFS, which is defined by CPB. NFFS is defined as the total value of cash and the fair market value of services received as contributions or payments and meeting all the respective criteria for each.

Calculated in accordance with CPB guidelines, the Station reported total NFFS of \$521,956 for the year ended June 30, 2024. With the closure of CPB, NFFS was not required to be reported for the year ended June 30, 2025.

Indirect Administrative Support

Indirect support from Delta College consists of allocations of the College's institutional support and facility operation costs that benefit the Station. It is calculated based upon the ratio of the Station's operating costs to the College's total institutional support and facility operation costs. The fair value of this support is recognized as operating revenue in the Statements of Revenue, Expenses and Changes in Net Position under donated facilities and administrative support from Delta College and also in operating expenses. The value of this support included in the Statements of Revenue, Expenses and Changes in Net Position was approximately \$10,000 and \$63,000, respectively, for the years ended June 30, 2025 and 2024.

Central Michigan University Public Broadcasting Network

Notes to Consolidated Financial Statements June 30, 2025 and 2024

Note 14 - Delta College WUCX-FM (Continued)

Subsequent Events

Management has evaluated subsequent events through October 29, 2025 the date the financial statements were available to be issued and updated through December 19, 2025.

In July of 2025, Congress voted to approve a rescission of federal funding for the CPB. As a result, CPB announced August 1, 2025, that they would begin an orderly wind-down of its operations, thus eliminating the funding of the Community Service Grants that the Station heavily relied on. Through its Joint Operating Agreement with CMU, the Station is allocated a share of programming expenses, approximately \$33,000 for the year ending June 30, 2025, which had been offset by the Station's share of annual CPB funding received by CMU's public radio station. Moving forward, the Station can no longer rely on the funding from CMU's public radio station and will need to work with CMU to help redefine the operating agreement going forward.

Management recognizes that the Station may need to use emergency reserve funds, increase revenue production, and reduce operational expenses to balance the 2025-2026 budget and maintain current programming and community services. Management will continue to examine the Station's entire operations, including expense reductions, to maintain a public Radio service going forward.

Note 15 – New Accounting Pronouncements

In April 2024, the Governmental Accounting Standards Board issued Statement No. 103, *Financial Reporting Model Improvements*, which requires governments to limit topics in management disclosure and analysis (“MD&A”) to (1) overview of the financial statements, (2) financial summary, (3) detailed analyses, (4) significant capital asset and long-term financing activity, and (5) currently known facts, decisions, or conditions. It also provides clarification on what constitutes nonoperating revenues and expenses for proprietary funds. The provisions of this statement are effective for the year ending June 30, 2026. The effect of this new statement has not yet been determined.

In September 2024, the Governmental Accounting Standards Board issued Statement No. 104, *Disclosure of Certain Capital Assets*, which requires governments to provide detailed information about capital assets in notes to financial statements. The statement requires certain types of capital assets to be disclosed separately and presented by major class. This Statement also requires additional disclosures for capital assets held for sale. The provisions of this statement are effective for the year ending June 30, 2026. The effect of this new statement has not yet been determined.

Central Michigan University Public Broadcasting Network

Notes to Consolidated Financial Statements June 30, 2025 and 2024

Note 16 – Subsequent Events

On July 24, 2025, the Rescissions Act of 2025 was enacted, rescinding approximately \$1.1 billion in previously authorized federal funding for the Corporation for Public Broadcasting (CPB) for fiscal years 2026 and 2027. As a result, CPB began winding down operations effective October 1, 2025, initiating the closure of existing grants and contracts and significantly reducing staff.

The Network has historically received annual grant support from CPB through its Community Service Grant program, comprised of approximately 22% of total operating revenues in fiscal year 2025. Despite the loss of CPB funding, management affirms the department's ability to continue operations, while acknowledging the elevated financial risk associated with the change. In response, the department is pursuing alternative funding sources, including private grants, institutional support, and collaborative service agreements with other public media entities. The Network has negotiated reduced programming and service fees with national partners, while similar conservative fiscal management has accrued significant reserve, endowment and carry forward funds to provide additional time to settle into a new paradigm without federal funding.

Through the process of winding down, CPB reached out to the Network to revive support for its Rural Life & Agriculture Reporter grant application. The Network has received \$0.15 million to create and fill the position for two years. This will likely be the final disbursement the Network receives from CPB unless federal funding is restored in some form.

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Required Supplementary Information

Central Michigan University Public Broadcasting Network

Required Supplementary Information

Required Supplementary Information
Schedule of Proportionate Share of Net Pension Liability and Contributions for Michigan Public School
Employees' Retirement System [MPSERS], and Notes to Required Supplementary Information
WUCK-FM
Delta College
June 30, 2025

	2024	2023	2022	2021	2020	September 30, 2019	September 30, 2018	September 30, 2017	September 30, 2016	September 30, 2015
Schedule of Proportionate Share of Net Pension Liability										
WUCK-FM's proportion of the net pension liability: As a percentage										
Amount	\$ 262,890	\$ 432,070	\$ 490,151	\$ 335,663	\$ 465,125	\$ 447,271	\$ 412,593	\$ 358,064	\$ 318,609	\$ 305,394
WUCK-FM's covered payroll	\$ 116,474	\$ 137,728	\$ 129,089	\$ 125,316	\$ 116,434	\$ 115,948	\$ 117,322	\$ 116,159	\$ 106,778	\$ 106,470
WUCK-FM's proportionate share of the net pension liability, as a percentage of the Station's covered payroll	225.7%	313.7%	379.7%	267.9%	399.5%	385.8%	351.7%	308.3%	298.4%	286.8%
MPSERS fiduciary net position, as a percentage of the total non-university net pension liability	74.44%	65.91%	60.77%	72.60%	59.72%	60.31%	62.36%	64.21%	63.27%	63.17%
2025 2024 2023 2022 2021 2020 June 30, 2019 2018 2017 2016										

Schedule of Contributions for MPSERS

WUCK-FM's statutorily required contributions	\$ 44,894	\$ 48,113	\$ 59,011	\$ 44,377	\$ 38,761	\$ 34,995	\$ 36,056	\$ 38,046	\$ 30,370	\$ 29,503
WUCK-FM's contributions in relation to statutorily required contribution	<u>44,894</u>	<u>48,113</u>	<u>59,011</u>	<u>44,377</u>	<u>38,761</u>	<u>34,995</u>	<u>36,056</u>	<u>38,046</u>	<u>30,370</u>	<u>29,503</u>
WUCK-FM's contribution deficiency (excess)	\$ 122,363	\$ 142,163	\$ 129,978	\$ 126,879	\$ 113,860	\$ 111,048	\$ 117,077	\$ 118,236	\$ 110,438	\$ 105,485
WUCK-FM's contributions as a percentage of covered payroll	36.7%	33.8%	45.4%	35.0%	34.0%	31.5%	30.8%	32.2%	27.5%	28.0%

Notes to Required Supplementary Information

Changes of benefit terms:

Changes of assumptions:

There were no changes of benefit terms from September 30, 2015 through September 30, 2024.

The discount rate for the September 30 valuation date was:
8.00% for 2015-2016, 7.50% for 2017, 7.05% for 2018, 6.80% for 2019-2021, and 6.00% for 2022-2024.

Central Michigan University Public Broadcasting Network

Required Supplementary Information

Required Supplementary Information
Schedule of Proportionate Share of Net OPEB Liability and Contributions for Michigan Public School
Employees' Retirement System (MPERS), and Notes to Required Supplementary Information

WUCX-FM
Delta College
June 30, 2025

2024 2023 2022 2021 2020 2019 2018 2017

Schedule of Proportionate Share of Net OPEB Liability

WUCX-FM's proportion of the net OPEB liability: As a percentage	\$ 0.00109% \$ 0.00137% \$ 0.00132% \$ 0.00137% \$ 0.00131% \$ 0.00132% \$ 0.00137% \$ 0.00139%
Amount	\$ (46,953) \$ (7,740) \$ 27,945 \$ 20,975 \$ 69,927 \$ 94,859 \$ 109,206 \$ 122,778
WUCX-FM's covered payroll	\$ 116,474 \$ 137,728 \$ 129,089 \$ 125,316 \$ 116,434 \$ 115,948 \$ 117,322 \$ 116,159
WUCX-FM's proportionate share of the net OPEB liability, as a percentage of the Station's covered payroll	-40.3% -5.6% 21.6% 16.7% 60.1% 81.8% 93.1% 105.7%
MPERS fiduciary net position, as a percentage of the total non-university net OPEB liability	143.08% 105.04% 83.09% 87.33% 59.44% 48.46% 42.95% 36.39%

2025 2024 2023 2022 2021 2020 2019 2018

Schedule of Contributions for MPERS

WUCX-FM's statutorily required contributions	\$ 9,073 \$ 10,659 \$ 10,076 \$ 9,977 \$ 9,196 \$ 8,749 \$ 9,090 \$ 8,529
WUCX-FM's contributions in relation to statutorily required contribution	<u>9,073</u> <u>10,659</u> <u>10,076</u> <u>9,977</u> <u>9,196</u> <u>8,749</u> <u>9,090</u> <u>8,529</u>
WUCX-FM's contribution deficiency (excess)	\$ - \$ - \$ - \$ - \$ - \$ - \$ - \$ -
WUCX-FM's covered payroll	\$ 122,363 \$ 142,163 \$ 129,978 \$ 126,879 \$ 113,860 \$ 111,048 \$ 117,077 \$ 118,236
WUCX-FM's contributions as a percentage of covered payroll	7.4% 7.5% 7.8% 7.9% 8.1% 7.9% 7.8% 7.2%

Notes to Required Supplementary Information

There were no changes of benefit terms from September 30, 2017 to September 30, 2024.

The discount rate for the September 30 valuation date was:

7.50% for 2017; 7.15% for 2018; 6.95% for 2019-2021; and 6.00% for 2022-2024.

Changes of benefit terms:

Changes of assumptions:

Other Supplementary Information

Central Michigan University Public Broadcasting Network

Consolidating Statement of Net Position June 30, 2025

	Television	Radio	CMU Combined Total	Delta College WUCX-FM	Radio Combined Total	CMU and Delta Combined Total
Assets						
Current assets:						
Cash and cash equivalents	\$ 8,372,337	\$ 1,339,237	\$ 9,711,574	\$ 625,488	\$ 1,964,725	\$ 10,337,062
Accounts receivable	2,814	7,240	10,054	-	7,240	10,054
Pledges receivable - Net	387,794	291,528	679,322	-	291,528	679,322
Lease receivable - Current portion	131,201	42,655	173,856	-	42,655	173,856
Prepaid expenses	104,226	123,284	227,510	-	123,284	227,510
Total current assets	8,998,372	1,803,944	10,802,316	625,488	2,429,432	11,427,804
Noncurrent assets:						
Lease receivable	2,061,443	608,971	2,670,414	-	608,971	2,670,414
Endowment investments	5,303,239	1,767,935	7,071,174	256,757	2,024,692	7,327,931
Lease assets - Net	226,933	703,714	930,647	-	703,714	930,647
OPEB assets - Net	-	-	-	46,983	46,983	46,983
Capital assets - Net	4,687,888	1,765,808	6,453,696	31,179	1,796,987	6,484,875
Total noncurrent assets	12,279,503	4,846,428	17,125,931	334,919	5,181,347	17,460,850
Total assets	21,277,875	6,650,372	27,928,247	960,407	7,610,779	28,888,654
Deferred Outflows of Resources						
	-	-	-	84,430	84,430	84,430
Liabilities						
Current liabilities:						
Accounts payable and accrued liabilities	60,464	23,217	83,681	350	23,567	84,031
Accrued payroll	52,004	31,115	83,119	23,039	54,154	106,158
Unearned revenue	480,770	11,000	491,770	-	11,000	491,770
Long-term liabilities - Current portion	29,806	32,745	62,551	-	32,745	62,551
Lease Liabilities - Current portion	2,810	7,554	10,364	-	7,554	10,364
Total current liabilities	625,854	105,631	731,485	23,389	129,020	754,874
Noncurrent liabilities:						
Long-term liabilities, net of current portion	61,876	16,044	77,920	-	16,044	77,920
Lease liabilities, net of current portion	138,193	808,929	947,122	-	808,929	947,122
Net pension liability	-	-	-	262,890	262,890	262,890
Total noncurrent liabilities	200,069	824,973	1,025,042	262,890	1,087,863	1,287,932
Total liabilities	825,923	930,604	1,756,527	286,279	1,216,883	2,042,806
Deferred Inflows of Resources						
	1,848,667	591,851	2,440,518	163,073	754,924	2,603,591
Net Position						
Net investment in capital assets	4,773,818	1,653,039	6,426,857	31,179	1,684,218	6,458,036
Restricted for:						
Nonexpendable	2,535,572	226,018	2,761,590	87,016	313,034	2,848,606
Expendable	2,425,100	404,056	2,829,156	46,983	451,039	2,876,139
Unrestricted	8,868,795	2,844,804	11,713,599	430,307	3,275,111	12,143,906
Total net position	\$ 18,603,285	\$ 5,127,917	\$ 23,731,202	\$ 595,485	\$ 5,723,402	\$ 24,326,687

Central Michigan University Public Broadcasting Network

Consolidating Statement of Revenues, Expenses, and Changes in Net Position June 30, 2025

	Television	Radio	Total	CMU	Delta	Radio	CMU and
				Combined	College	Combined	Delta
Operating Revenues				WUCX-FM		Total	Combined
University appropriations - Operations	\$ 466,173	\$ 742,327	\$ 1,208,500	\$ 53,633	\$ 795,960	\$ 1,262,133	
University additional support - Operations	20,242	10,899	31,141	-	10,899	31,141	
University administrative support - Operations	666,617	413,877	1,080,494	10,211	424,088	1,090,705	
Contributions and pledges, net of allowance	1,470,116	1,439,827	2,909,943	178,112	1,617,939	3,088,055	
Community service grants	1,258,405	305,917	1,564,322	-	305,917	1,564,322	
Outreach grants	40,635	7,186	47,821	-	7,186	47,821	
Program underwriting and pledges	64,668	248,323	312,991	45,539	293,862	358,530	
Production underwriting	5,000	-	5,000	-	-	5,000	
Rents and royalties	41,078	6,729	47,807	-	6,729	47,807	
In-kind support	3,894	30,996	34,890	-	30,996	34,890	
Other operating revenues	1,612	17,785	19,397	-	17,785	19,397	
Total operating revenues	4,038,440	3,223,866	7,262,306	287,495	3,511,361	7,549,801	
Operating Expenses							
Programming and local production	1,536,223	1,030,050	2,566,273	36,572	1,066,622	2,602,845	
Broadcasting	1,007,034	713,641	1,720,675	48,551	762,192	1,769,226	
Program information	411,126	142,421	553,547	-	142,421	553,547	
Fundraising	766,122	470,876	1,236,998	65	470,941	1,237,063	
Management and general	392,220	225,025	617,245	(21,250)	203,775	595,995	
Depreciation and amortization	574,040	127,763	701,803	7,440	135,203	709,243	
Total operating expenses	4,686,765	2,709,776	7,396,541	71,378	2,781,154	7,467,919	
Operating Income (Loss)	(648,325)	514,090	(134,235)	216,117	730,207	81,882	
Nonoperating Revenues (Expenses)							
Investment income, net of expenses	391,482	129,850	521,332	31,414	161,264	552,746	
Interest on capital assets related debt	(6,381)	(30,747)	(37,128)	-	(30,747)	(37,128)	
Insurance proceeds	487,500	262,500	750,000	-	262,500	750,000	
Loss on disposal of capital assets	(5,591)	-	(5,591)	-	-	(5,591)	
Other nonoperating revenues	254,956	72,689	327,645	75,000	147,689	402,645	
Total net Nonoperating Revenues (Expenses)	1,121,966	434,292	1,556,258	106,414	540,706	1,662,672	
Income Before Other Revenues	473,641	948,382	1,422,023	322,531	1,270,913	1,744,554	
Other Revenues							
Additions to permanent endowments	217	218	435	2,500	2,718	2,935	
Total Other Revenues	217	218	435	2,500	2,718	2,935	
Before Transfers	473,858	948,600	1,422,458	325,031	1,273,631	1,747,489	
Transfers (out) in	(46,634)	46,634	-	-	46,634	-	
Increase in Net Position	427,224	995,234	1,422,458	325,031	1,320,265	1,747,489	
Net Position							
Net Position - Beginning of year	18,176,061	4,132,683	22,308,744	270,454	4,403,137	22,579,198	
Net Position - End of year	\$ 18,603,285	\$ 5,127,917	\$ 23,731,202	\$ 595,485	\$ 5,723,402	\$ 24,326,687	