BALTIMORE CITY COMMUNITY COLLEGE
WBJC-FM Radio
(A Department of Baltimore City Community College)

Financial Statements Together with
Report of Independent Auditors' Report

For the Year Ended June 30, 2024

JUNE 30, 2024

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CliftonLarsonAllen LLP
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INDEPENDENT AUDITORS' REPORT

Board of Trustees
Baltimore City Community College
Baltimore, Maryland

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of the Baltimore City Community College WBJC-FM Radio (the Station), an enterprise fund of Baltimore City Community College, as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the Station's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the Station as of June 30, 2024, and the respective changes in financial position and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS). Our responsibilities under those standards are further described in the *Auditors' Responsibilities for the Audit of the Financial Statements* section of our report. We are required to be independent of the Station, 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 financial statements of the Station are intended to present the financial position, the changes in financial position, and cash flows of only that portion of the business-type activities of Baltimore City Community College that is attributable to the transactions of the Station. They do not purport to, and do not, present fairly the financial position of Baltimore City Community College as of June 30, 2024, the changes in its financial position, or its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to this matter.

Responsibilities of Management for the Financial Statements

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

Auditors' Responsibilities for the Audit of the Financial Statements

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

In performing an audit in accordance with GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Station's internal control. Accordingly, no such opinion is expressed.

- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.

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.

Board of Trustees
Baltimore City Community College

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic 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 financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with GAAS 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 financial statements, and other knowledge we obtained during our audit of the basic 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.

CliftonLarsonAllen LLP

CliftonLarsonAllen LLP

Baltimore, Maryland
March 18, 2025

Management's Discussion and Analysis
Years Ended June 30, 2024

In accordance with Governmental Accounting Standards Board (GASB), the management of Baltimore City Community College (BCCC or the College) presents this Management's Discussion and Analysis of the financial statements of the Baltimore City Community College WBJC-FM Radio (the Station) for the years ended June 30, 2024, and 2023.

Overview of the Financial Statements and Financial Analysis

The Management's Discussion and Analysis (MD&A) provides an overview of the financial position and activities of the Station for the years ended June 30, 2024, and 2023 and should be read in conjunction with the financial statements and notes thereto. This overview is required by GASB, by a primary government or component but is not required by the Station; however, management has elected to provide one. The MD&A, financial statements, and notes thereto, are the responsibility of the Station's management. The Station is operated by Baltimore City Community College (a component unit of the State of Maryland) located in Baltimore City, Maryland.

Financial Highlights

The financial statements provide both short-term and long-term information about the Station's overall financial condition in a manner similar to those of a private-sector business. The statements include a statement of net position and a statement of revenue, expenses, and change in net position that are designed to provide financial information about the activities of the Station presented on the accrual basis of accounting. The statement of net position provides information about the Station's financial position, its assets and liabilities, using an economic resources measurement focus. The difference between the assets and liabilities, the net position, is one way to measure the Station's financial health. The statements of revenue, expenses, and change in net position present information about the change in the Station's net position, and the results of operations during the fiscal year. An increase or decrease in net position can be an indication of whether the Station's financial health is improving or deteriorating.

Pursuant to GASB, the Station's financial statements consist of the statement of net position; the statement of revenue, expenses, and change in net position; the statement of cash flows; and notes to the financial statements. In addition to the financial statements, the MD&A is included as required supplementary information.

Management Discussion and Analysis
Years Ended June 30, 2024

Statement of Net position

One of the most important questions asked about the Station's finances is, "Is the Station, as a whole, better or worse off as a result of the year's activities?" The statement of net position and the statement of revenue, expenses, and change in net position report information on the Station as a whole and on its activities in a way that helps answer this question. When revenue and other support exceed expenses, the result is an increase in net position. When the reverse occurs, the result is a decrease in net position. The relationship between revenue and expenses may be thought of as the Station's operating results. These two statements report the Station's net position and changes in them. You can think of the Station's net position, the difference between assets and liabilities, as one way to measure the Station's financial health, or financial position. Over time, increases or decreases in the Station's net position are one indication of whether its financial health is improving or deteriorating. These statements include all assets and liabilities using the accrual basis of accounting, which is similar to the accounting used by most private-sector institutions. All of the current fiscal year's revenue and expenses are taken into account regardless of when cash is received or paid.

As of June 30, 2024, the Station's financial health remains strong, with assets exceeding liabilities by $4,650,904. This compares with a total net position of $4,158,689 as of June 30, 2023. The table below presents summary-level information of the Station's assets, liabilities, and net position as of June 30, 2024, and 2023.

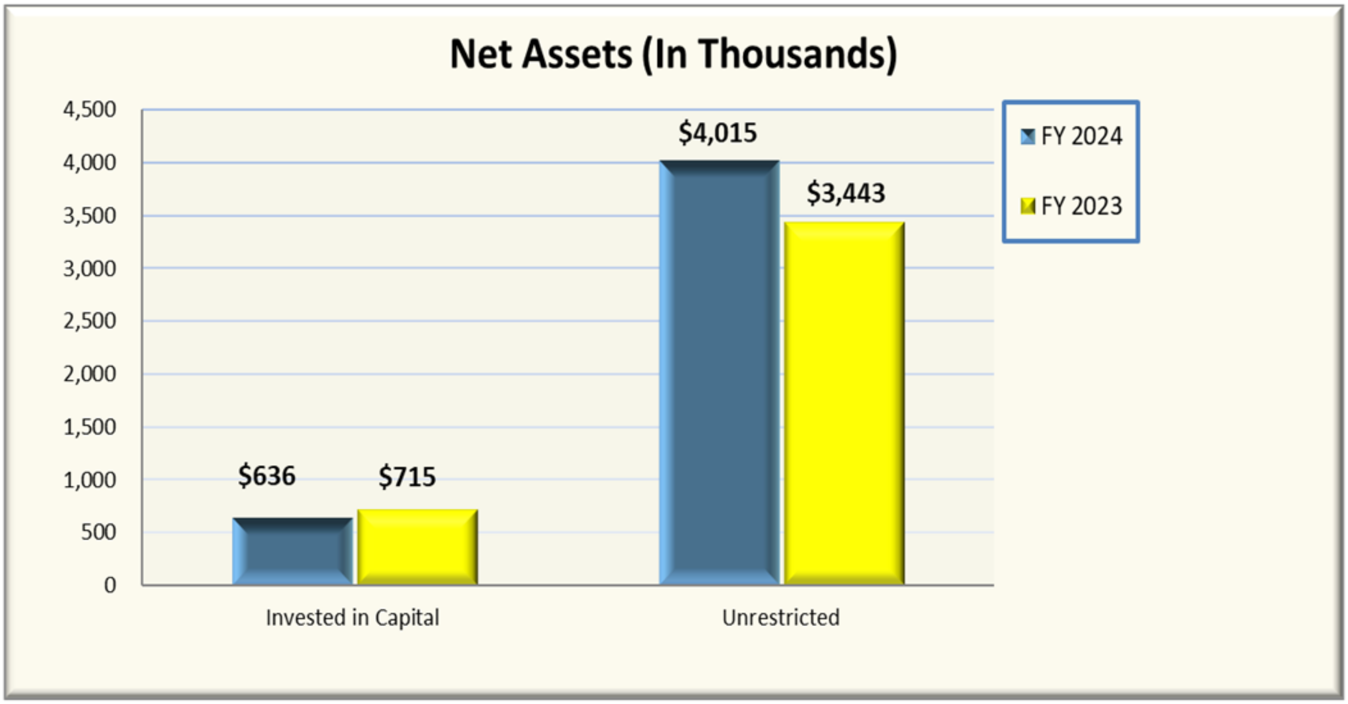
Condensed Statements of Net Position
As of June 30

	2024	2023
Assets		
Current Assets	**$ 4,369,279**	$ 3,868,690
Non-Current Assets	**1,322,200**	1,451,125
Total Assets	**5,691,479**	5,319,815
Liabilities		
Current Liabilities	**366,642**	397,596
Non-Current Liabilities	**673,933**	763,530
Total Liabilities	**1,040,575**	1,161,126
Net Position		
Net investment in capital assets	**635,601**	715,224
Unrestricted	**4,015,303**	3,443,465
Total Net Position	**$ 4,650,904**	$ 4,158,689

Management Discussion and Analysis
Years Ended June 30, 2024

Statement of Net position *(continued)*

A review of the statements of net position reveal that the total net position of the Station increased by $492,215 for the year ended June 30, 2024, compared to June 30, 2023. Unrestricted net position represents the portion of assets, after factoring into account liabilities, which can be used to meet ongoing obligations and fund new initiatives.

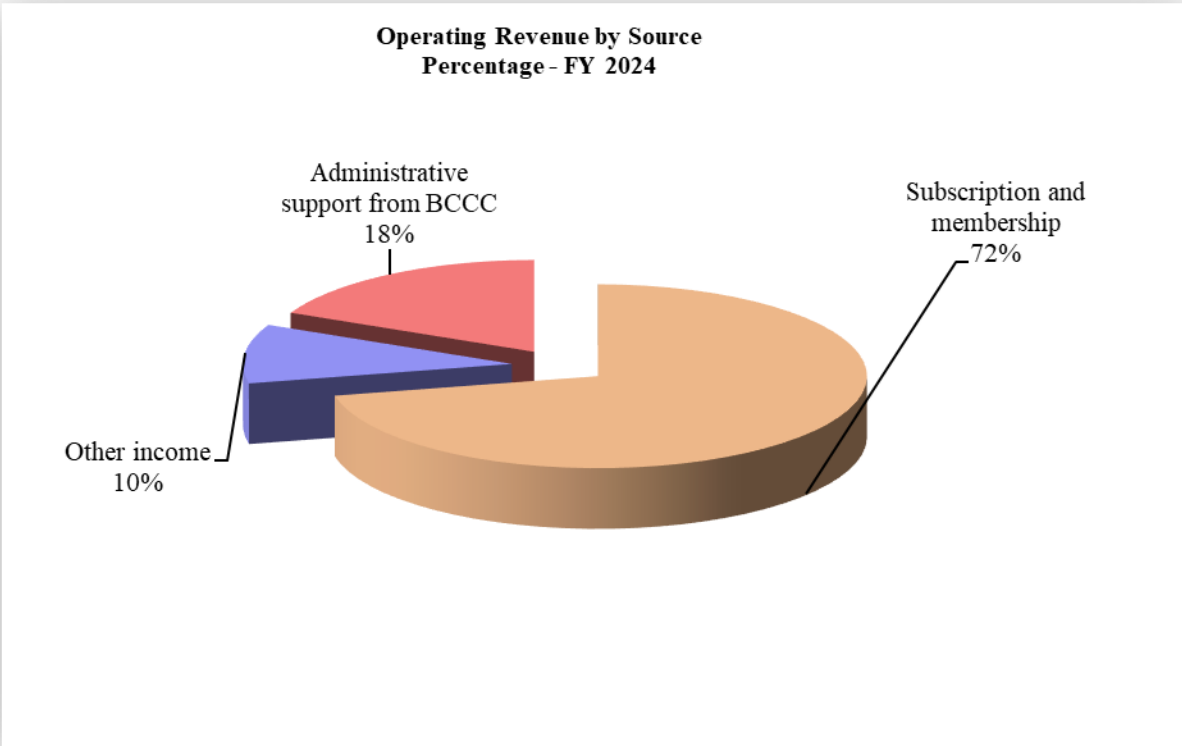


Statement of Revenue, Expenses, and Changes in Net position

Changes in total net position as presented on the statements of net position are based on the activity presented in the statements of revenue, expenses, and changes in net position. The purpose of this statement is to present the revenue received by the Station, both operating and non-operating; the expenses paid by the Station, operating and non-operating; and any other revenue, expenses, gains, and losses received or spent by the Station.

Statement of Revenue, Expenses, and Changes in Net position *(continued)*

The following chart provides a graphical presentation of revenue by category for the 2024 fiscal year: (See accompanying table)



Statement of Revenue, Expenses, and Changes in Net position *(continued)*

The table below represents summary-level information on revenue, expenses, and other changes in the Station's net position for the years ended June 30, 2024, and 2023.

Condensed Statements of Revenue, Expenses and Changes in Net position
Years Ended June 30

	2024	2023
Operating Revenue		
Subscription and membership income	$ 1,637,371	$ 1,445,999
Other income	237,703	223,324
Administrative support from BCCC	411,816	520,726
Total Operating Revenue	2,286,890	2,190,049
Operating Expenses	2,042,748	2,211,625
Operating income/(loss)	244,142	(21,576)
Non-Operating Revenue (Expenses)		
Community service grant from Corporation for Public Broadcasting	136,561	132,296
Other grants	110,387	284,480
Unrealized gain on investments	1,125	10,224
Transfer to BCCC	-	(200,000)
Total non-operating revenue	248,073	227,000
Change in net position	492,215	205,424
Net Position, beginning of year	4,158,689	3,953,265
Net Position, End of Year	$ 4,650,904	$ 4,158,689

Management Discussion and Analysis
Years Ended June 30, 2024

Operating Revenue Operating revenue increased by 4.4% or $96,841, for fiscal year 2024, compared to fiscal year 2023.

Changes in operating revenue were due to the following factors:

- Subscription and membership revenue increased by $191,372 or 13.2% to $1,637,371 for fiscal year 2024, compared to fiscal year 2023.
- Administrative support decreased by $108,910 for fiscal year 2024, compared to fiscal year 2023. In fiscal year 2021, the requirements for the calculations were changed by the oversight agency, the Corporation for Public Broadcasting to simplify the process.
- Other income consists of underwriting, matching and miscellaneous income, which increased by $14,379 to $237,703 for fiscal year 2024, when compared to fiscal year 2023.

Non-Operating Revenue

Changes were due to the following factors:

- The Community Service Grant (CSG) increased by $4,265 and other grants decreased by $174,093 for fiscal year 2024, when compared to fiscal year 2023. The American Rescue Plan Stabilization Grant was used in fiscal year 2023 and not available in fiscal year 2024. The American Rescue Plan Stabilization Grant was provided by Congress to help public radio stations to prevent, prepare for, and respond to COVID-19. CSG is based on the Federal formula applicable to the amount of Non-Federal Financial Support (NFFS) the Station received two years prior to the current fiscal year.

Operating Expenses

The Station has chosen to report the expenses in their functional classification on the statements of revenue, expenses, and changes in net position and has displayed the natural classification in the notes to the financial statements. Operating expenses are detailed by employee costs, other payments, and depreciation expense in the notes to the financial statements, in order to provide an alternative presentation of operating expenses.

Management Discussion and Analysis
Years Ended June 30, 2024

Operating Expenses (Continued)

Operating expenses for the Station for the respective fiscal years are shown in the following table:

	Years Ended June 30	
	2024	2023
Programming and production	**$ 557,187**	$ 578,147
Broadcasting	**290,909**	237,776
Management and general	**440,821**	546,103
Fundraising	**342,015**	328,873
Administrative support	**411,816**	520,726
Total Operating Expenses	**$ 2,042,748**	**$ 2,211,625**

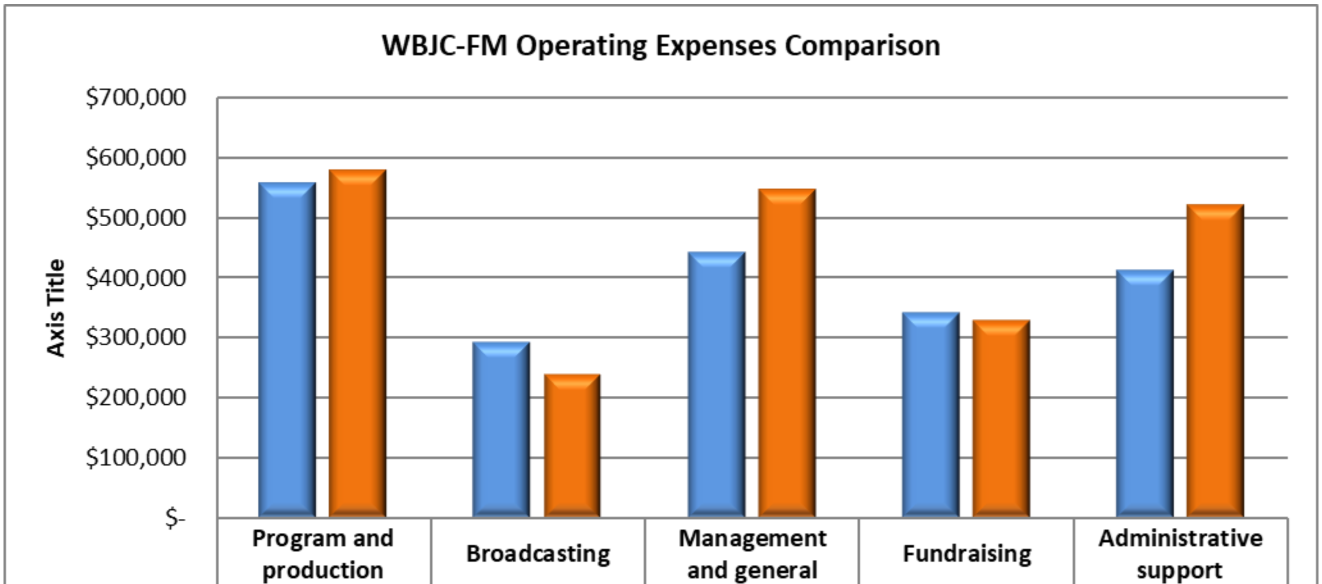
Operating expenses in fiscal year 2024 amounted to $2.04 million, reflecting a net decrease of $168,877 when compared to fiscal year 2023.

Changes were the result of the following factors:

- Decrease in administrative support.
- Decrease in payments to outside services due to increased repairs in fiscal year 2023.

Operating Expenses (Continued)

The following chart provides a graphical presentation of expenses by category for fiscal years 2024 and 2023:



	Program and production	Broadcasting	Management and general	Fundraising	Administrative support
FY 2024	$557,187	$290,909	$440,821	$342,015	$411,816
FY 2023	$578,147	$237,776	$546,103	$328,873	$520,726

Statement of Cash Flows

Another way to assess the Station's financial health is to look at the statement of cash flows. Its primary purpose is to provide relevant information about the cash receipts and cash payments of an entity during a period. The statement of cash flows also helps users assess:

- An entity's ability to generate future net cash flows,
- An entity's ability to meet its obligations as they come due,
- An entity's need for external financing.

Statement of Cash Flows (Continued)

A summary of the Station's cash flows for the years ended June 30, 2024, and 2023 are presented in the following table:

Condensed Statements of Cash Flows

	Years Ended June 30	
	2024	**2023**
Cash provided by (used in):		
Operating activities	**$ 69,550**	$ 157,983
Noncapital financing activities	**246,948**	216,776
Capital and related financing activities	**(20,429)**	(499)
Net change in cash	**296,069**	374,260
Cash, beginning of year	**3,867,663**	3,493,403
Cash, End of Year	**$ 4,163,732**	$ 3,867,663

During fiscal year 2024, cash provided by operating activities decreased by $88,433, cash provided by noncapital financing activities increased by $30,172, cash used in capital and related financing activities increased by $19,930, for an overall increase in cash of $296,069 compared to 2023.

Capital Assets

The Station is required to depreciate capital assets. The Station recognized $42,178 of depreciation for the 2024 fiscal year. Refer to the notes to the financial statements for additional information on capital asset activity.

Management Discussion and Analysis
Years Ended June 30, 2024

Summary Information
Capital Assets, Net

	As of June 30,	
	2024	**2023**
Capital assets:		
Furniture, fixtures and equipment	$ **2,199,717**	$ 2,179,288
Less: accumulated depreciation	**1,506,242**	1,464,064
Net Capital Assets	**$ 693,475**	**$ 715,224**

Right to Use Assets

As of June 30, 2024, the Station had recorded $883,423 in right to use assets, $324,901 in accumulated amortization and $558,522 in net right to use assets. As a result of the implementation of GASB Statement No. 87 in fiscal year 2022, Leases, these right to use assets were recorded.

Summary Information
Right to Use Assets, Net

	As of June 30,	
	2024	**2023**
Right to Use Leased Assets	$ 883,423	**$ 883,423**
Less accumulated amortization	(324,901)	**$ (216,601)**
Net Right to Use Leased Assets	**$ 558,522**	**$ 666,822**

Requests for Information

The MD&A is designed to provide donors, members, investment managers, foundations, and taxpayers with a general overview of the financial position and activities of the WBJC-FM Radio Station. Questions concerning any of the information provided in this report, or requests for additional information should be addressed to the Office of the Vice President for Finance and Administration, 2901 Liberty Heights Avenue, Baltimore, Maryland 21215.

BALTIMORE CITY COMMUNITY COLLEGE
WBJC-FM RADIO

Statement of Net Position
Year Ended June 30, 2024

ASSETS		
Current Assets		
Cash	$	4,163,732
Other current assets		205,547
Total Current Assets		4,369,279
Non-Current Assets		
Capital assets, net		693,475
Right to Use Asset, net		558,522
Investments		70,203
Total Non-Current Assets		1,322,200
Total Assets		5,691,479
LIABILITIES		
Current Liabilities		
Accounts payable-trade		21,677
Accrued compensated absences		10,455
Accrued payroll		44,464
Due to other funds		181,264
Accrued expenses		388
Short Term Lease Liability		108,394
Total Current Liabilities		366,642
Non-Current Liabilities		
Accrued compensated absences		165,931
Long Term Lease Liability		508,002
Total Non-Current Liabilities		673,933
Total Liabilities		1,040,575
Net Position		
Net investment in capital assets		635,601
Unrestricted		4,015,303
Total Net Position	$	4,650,904

BALTIMORE CITY COMMUNITY COLLEGE
WBJC-FM RADIO

Statement of Revenues, Expenses, and Changes in Net Position
For the Year Ended June 30, 2024

		2024
Operating Revenue		
Subscription and membership income	$	1,637,371
Other income		237,703
Administrative support from BCCC		411,816
Total Operating Revenue		2,286,890
Operating Expenses		
Program Services:		
Programming and production		557,187
Broadcasting		290,909
Total program services		848,096
Support Services:		
Management and general		440,821
Fundraising		342,015
Administrative support from BCCC		411,816
Total support services		1,194,652
Total Operating Expenses		2,042,748
Operating Income		244,142
Non-Operating Revenue (Expenses)		
Community service grant from Corporation for Public Broadcasting		136,561
Other grants		110,387
Unrealized gain on investments		1,125
Total Non-Operating Revenue		248,073
Change in net position		492,215
Net position, beginning of year		4,158,689
Net Position, End of Year	$	4,650,904

BALTIMORE CITY COMMUNITY COLLEGE
WBJC-FM RADIO

Statement of Cash Flows
For the Year Ended June 30, 2024

Cash Flows from Operating Activities		
Subscription and membership receipts	$	1,637,371
Other receipts		237,703
Payments to employees		(1,098,459)
Payments to suppliers and contractors		(707,065)
Net Cash Provided by Operating Activities		**69,550**
Cash Flows from Noncapital Financing Activities		
Community Service Grant from Corporation for Public Broadcasting		136,561
Other grants receipts		110,387
Net Cash Provided by Noncapital Financing Activities		**246,948**
Cash Flows from Capital and Related Financing Activities		
Purchases of capital assets		(20,429)
Net Cash Used in Capital and Related Financing Activities		**(20,429)**
Net change in cash		296,069
Cash, beginning of year		3,867,663
Cash, End of Year	**$**	**4,163,732**
Reconciliation of Operating Income to Net Cash from Operating Activities		
Operating income	$	244,142
Adjustments to reconcile operating income to net cash from operating activities:		
Depreciation		42,178
Amortization		108,300
Effect of change in non-cash operating assets and liabilities:		
Other assets		(204,519)
Accounts payable - trade		(3,924)
Accrued compensated absences		19,894
Lease Liability, net		(95,276)
Accrued payroll		10,007
Accrued expenses		(51,252)
Net Cash Provided by Operating Activities	**$**	**69,550**

Notes to the Financial Statements
For the Year Ended June 30, 2024

1. REPORTING ENTITY

The WBJC-FM Radio Station (the Station or WBJC) is operated by Baltimore City Community College (the College or BCCC) (a component unit of the State of Maryland), located in Baltimore City, Maryland. The College is governed by its Board of Trustees (the Board); the Board is appointed by the Governor of the State of Maryland (the State), with the advice and consent of the Maryland State Senate. The Station is operated as a separate department of the College. Accordingly, the Station's financial statements are combined and reported in the College's financial statements for the year ended June 30, 2024. The Station's financial statements as of and for the year ended June 30, 2024, are intended to present that portion of the College's financial position, and the change in financial position and cash flows, that are attributable to the Station's transactions.

Relationship with the College

Administrative support from Baltimore City Community College consists of allocated financial costs and certain other expenses incurred by the College on behalf of the Station and are reported as operating revenue and expenses in accordance with valuation guidelines prescribed by the Corporation for Public Broadcasting. Revenue and expenses for administrative support totaling $411,816 were reported for the year ended June 30, 2024. This allocation from the College is not necessarily representative of the Station's cost as if they were a stand-alone entity and could significantly change in the future.

The Station's accompanying financial statements are not indicative of the Station as if it were a stand-alone entity.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting

The Station's financial statements have been presented using the economic resources measurement focus and the accrual basis of accounting. Under the accrual basis, revenue is recognized when earned, and expenses are recorded when an obligation has been incurred.

Cash and Cash Equivalents

Cash and cash equivalents include demand deposits with financial institutions, as well as highly liquid investments that are both readily convertible to known amounts of cash and are so near to their maturity that they present an insignificant risk of changes in value because of changes in interest rates. Only investments with an original maturity of three months or less satisfy the criteria for cash equivalents. Funds invested with the Maryland State Treasurer are considered cash equivalents.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Use of Estimates

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

Investments

Investments with readily determinable fair values are reported at fair value in the statement of net position. Gains and losses on investments for the year are reported in the statement of revenue, expenses, and changes in net position as part of unrealized gain (loss) on investments.

Capital Assets

Capital assets are recorded at cost at the date of acquisition, or acquisition value at the date of donation. The Station's capitalization policy includes all equipment with a unit cost of $100 or more, and an estimated useful life of greater than one year. Depreciation is recorded on a straight-line basis over the estimated useful lives of the assets. The useful lives of the following categories of capital assets are as follows:

Transmission antenna	40 years
Studio and other equipment	5-15 years
Furniture and fixtures	5-15 years

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Leases - Lease agreements

Lease agreements are included in the statement of net position as capital assets (lease assets) and leases payable. Lease assets represent the College's right to use an asset for the specified lease term. Lease assets and liabilities are recorded on the present value of expected payments over the term of the leases.

Compensated Absences

Compensated absences are accrued at year-end for financial statement purposes. The liability and expense incurred are recorded at year-end as compensated absences in the statement of net position and as a component of the appropriate functional category of expense in the statement of revenue, expenses, and changes in net position.

Net Position

The Station's net position is classified as follows:

Net Investment in Capital Assets

This represents the Station's total investment in capital assets, net of related debt.

Unrestricted Net Position

Unrestricted net position represents cumulative resources derived from subscription and membership income, grants from various sources include the Corporation for Public Broadcasting, various foundations, non-profits and for-profit organizations, and donations from individuals, foundations, non-profits, and for-profit organizations.

Restricted Net Position

Restricted net position consists of amounts that are restricted to specific purposes when constraints are placed on the use of resources by constitution, external resource providers, or through enabling legislation. The Station has no restricted Net Position as of June 30, 2024.

Classification of Revenue and Expenses

The Station has classified its revenue as either operating or non-operating according to the following criteria:

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

(1) *Operating*

Operating revenue includes activities that have the characteristics of exchange transactions, such as subscription and membership income and other income.

(2) *Non-operating*

Non-operating revenue include activities that have the characteristics of nonexchange transactions, such as gifts and contributions, and other revenue sources that are defined as

non-operating revenues by generally accepted accounting principles, such as community service grant from Corporation of Public Broadcasting, and other grants.

Risk Management

The Station is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to and illnesses of employees; and natural disasters. The Station, through the College, participates in the State's various self-insurance programs. The State is self-insured for general liability, property and casualty, workers' compensation, environmental and antitrust liabilities, and certain employee health benefits.

The State allocates the cost of providing claims servicing and claims payment by charging a "premium" to the College based on a percentage of the College's estimated current-year payroll or based on the average loss experienced by the College. This charge considers recent trends in actual claims experience of the State as a whole and makes provisions for catastrophic losses.

3. CASH

As of June 30, 2024, the Station had cash on deposit in an internal pooled cash account with the Maryland State Treasurer (Treasurer) in the amount of $4,163,732. The Treasurer has statutory responsibility for the State's cash management activities. The Treasurer maintains these and other State agency funds on a pooled basis in accordance with State statutes. As of June 30, 2024, the Station's amount due from the Treasurer was less than 1% of total deposits with the Treasurer. For additional information on cash risk, see the State of Maryland Comprehensive Annual Financial Report for the year ended June 30, 2024.

Cash in the bank was fully covered by deposit insurance.

4. INVESTMENTS

The Station categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs.

The Station has the following recurring fair value measurements as of June 30, 2024:

	2024			
	Fair Value	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Stock	$ 69,849	$ 69,849	$ -	$ -
Bonds	354	354	-	-
Total Investments	**$ 70,203**	**$ 70,203**	**$ -**	**$ -**

Interest Rate Risk

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The Station adheres to the State Treasurer's policy for managing its exposure to fair value loss arising from increasing interest rates.

The State Treasurer's investment policy states that to the extent possible, it will attempt to match its investments with anticipated cash flow requirements. Unless matched to a specific cash flow, the State Treasurer will not directly invest in securities maturing more than five years from the date of purchase.

Credit Risk

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The Station's policy for reducing its exposure to credit risk is to comply with the State Treasurer's policy, which requires that the State Treasurer's investments in repurchase agreements be collateralized by U.S. Treasury and agency obligations. In addition, investments may be made directly in U.S. Treasuries or agency obligations.

4. INVESTMENTS (continued)

Concentration of Credit Risk

Concentration of credit risk is the risk of loss attributed to the magnitude of a government's investment in a single issuer. The Station's policy for reducing this risk of loss is to comply with the State Treasurer's policy, which limits the amount of repurchase agreements to be invested with a particular institution to 30% of the portfolio. Otherwise, there is no limit on the amount that may be invested in any one issuer.

Custodial Credit Risk – Deposits

Custodial credit risk is the risk that, in the event of a bank failure, the Station's deposits may not be returned to it. Deposits are exposed to custodial credit risk if they are not covered by depository insurance and the deposits are (a) uncollateralized, (b) collateralized with securities held by the pledging financial institution, or (c) collateralized with securities held by the pledging financial institutions' trust department or agent but not in the Station's name. The Station does not have a formal deposit policy for custodial credit risk but follows the State Treasurer's policy which states that the State Treasurer may deposit in a financial institution in the State, any unexpended or surplus money in which the State Treasurer has custody. As of June 30, 2024, 100% of the Station's cash was deposited with the State Treasury and was not subject to custodial risk.

5. CAPITAL ASSETS

Below are the changes in capital assets at historical costs for the year ended June 30, 2024:

	Balance as of June 30, 2023	Additions	Retirements/ Transfers	Balance as of June 30, 2024
Capital Assets				
Furniture, fixtures and equipment (includes Tower and Antenna)	$ 2,179,288	20,429	$ -	$ 2,199,717
Less: Accumulated Depreciation	1,464,064	42,178	-	$ 1,506,242
Capital Assets, Net	$ 715,224	$ (21,749)	$ -	$ 693,475

6. NONCURRENT LIABILITIES

Changes in noncurrent liabilities consisted of the following for the year ended June 30, 2024:

	Balance as of June 30, 2023	Additions	Reductions	Balance as of June 30, 2024	Amount Due Within One Year
Accrued compensated absences	$ 156,492	$ 85,916	$ (66,022)	$ 176,386	$ 10,455
Lease Liability	711,673		(95,277)	616,396	108,394
Total Long-Term Liabilities	$ 868,165	$ 85,916	$ (161,299)	$ 792,782	$ 118,849

7. RETIREMENT PLANS

Certain employees of the College are provided with pensions through the Employees Retirement System of the State of Maryland (ERS) - a cost-sharing multiple-employer defined benefit pension plan administered by the Maryland State Retirement and Pension System (MSRPS). The State Personnel and Pensions Article of the Annotated Code of Maryland (the Article) grants the authority to establish and amend the benefit terms of TPS and ERS to the MSRPS Board of Trustees. MSRPS issues a publicly available financial report that can be obtained at www.sra.state.md.us/Agency/Downloads/CAFR/.

8. RIGHT TO USE ASSET/LEASE LIABILITY - LEASES

Lease Agreements – The Station leases land and space from external parties for various terms under long-term, non-cancelable lease agreements. The leases expire at various dates through April 2032 and provide for renewal options.

In accordance with GASB Statement No, 87, the Station records leases assets and lease liabilities based on the present value of expected payments over the term of the leases. The expected payments are discounted using the interest rate charged on the lease, if applicable.

The Station has recorded right to use lease assets as a result of implementing GASB 87. The right to use assets are initially measured at an amount equal to the initial measurement of the related lease liability plus any lease payments made prior to the lease term, less lease incentives, and plus ancillary charges necessary to place the lease into service. The right to use assets are amortized on a straight-line basis over the life of the related lease.

	Balance as of June 30, 2023	Additions	Retirements/ Transfers	Balance as of June 30, 2024
Right to Use Assets	$ 883,423	$ -		$ 883,423
Less Accumulated Amortization	216,601	108,300		324,901
Right to Use Assets, net	$ 666,822	$ (108,300)	$ -	$ 558,522

8. RIGHT TO USE ASSET/LEASE LIABILITY – LEASES (CONTINUED)

Future minimum payments on the right to use assets in effect June 30, 2024, with an initial or remaining non-cancelable term in excel of one year as of June 30, 2024, were as follows:

	As of June 30, 2024 Total Lease Liability		
Year Ending	Principal	Interest	Total
2025	$ 108,394	$ 17,029	$ 125,422
2026	114,483	13,707	128,190
2027	120,798	10,200	130,998
2028	127,398	6,501	133,899
2029	60,556	3,425	63,982
2030	26,560	2,543	29,103
2031	28,230	1,746	29,976
2032	29,976	899	30,876
Totals	$ 616,396	$ 56,050	$ 672,446

9. NATURAL CLASSIFICATIONS WITH FUNCTIONAL CLASSIFICATIONS

WBJC operating expenses by functional classification were as follows for the year ended June 30, 2024:

	2024					
	Natural Classification					
	Payments to Employees	Payments to Suppliers and Contractors	Depreciation	Amortization	Administrative Support BCCC	Total
Programming and production	$ 484,810	$ 72,377	$ -	$ -	$ -	$ 557,187
Broadcasting	137,573	153,336	-	-	-	290,909
Management and general	241,910	48,433	42,178	108,300	-	440,821
Fundraising	234,166	107,849	-		-	342,015
Administrative support from BCCC	-	-	-	-	411,816	411,816
TOTAL	$ 1,098,459	$ 381,995	$ 42,178	$ 108,300	$ 411,816	$ 2,042,748