

**DELMARVA PUBLIC RADIO  
WSCL-FM AND WSDL-FM  
FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2025**

**DELMARVA PUBLIC RADIO  
WSCL-FM AND WSDL-FM**

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## INDEPENDENT AUDITORS' REPORT

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To The Board of Regents  
Salisbury University  
Salisbury, Maryland

We have audited the accompanying statement of net position of Delmarva Public Radio – WSCL-FM and WSDL-FM (“the Stations”) as of June 30, 2025, and the related statements of revenues, expenses, and changes in net position, and cash flows for the year then ended and the related notes to the financial statements.

### *Opinion*

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Stations as of June 30, 2025 and the results of its operations and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

### *Basis of Opinion*

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

### *Responsibilities of Management of the Financial Statements*

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes 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.

## ***Responsibilities of Management of the Financial Statements (Continued)***

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Stations' ability to continue as a going concern for one year beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

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

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of 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.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Station's ability to continue as a going concern for a reasonable period of time.

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

### ***Required Supplementary Information***

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 4 – 8 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by 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 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 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.

### ***Other Information***

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The supplemental Schedule of Non-Federal Financial Support is presented for purposes of additional analysis and is not a required part of the 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 financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Schedule of Non-Federal Financial Support is fairly stated in all material respects in relation to the financial statements as a whole.

***PKS & Company, P.A.***  
**CERTIFIED PUBLIC ACCOUNTANTS**

Salisbury, Maryland  
February 6, 2026

**DELMARVA PUBLIC RADIO  
WSCL-FM AND WSDL-FM**

**MANAGEMENT'S DISCUSSION AND ANALYSIS**

**JUNE 30, 2025**

**INTRODUCTION**

This section of the report provides a discussion and analysis of Delmarva Public Radio – WSCL-FM and WSDL-FM (the “Stations”) financial performance for the year ended June 30, 2025. This analysis should be read in conjunction with the Stations’ basic financial statements and the notes to the basic financial statements.

**OVERVIEW OF THE FINANCIAL STATEMENTS**

The three primary financial statements of the Stations presented are the Statement of Net Position, the Statement of Revenues, Expenses, and Changes in Net Position, and the Statement of Cash Flows. These statements are prepared in conformity with accounting principles generally accepted in the United States and as prescribed by Government Accounting Standards Board (GASB).

The notes to the financial statements provide required disclosures and other information that are essential to full understanding of the material data provided in the statements.

The notes present information about the Stations’ accounting policies, significant account balances and activities, obligations and subsequent events, if any and can be found beginning on page 13 of this report.

The information contained in the basic financial statements of the Stations is incorporated within Salisbury University’s Annual Financial Statements.

**STATEMENT OF NET POSITION**

The Statement of Net Position present the financial position of the Stations at the end of the fiscal year and includes all assets and liabilities of the Stations. Assets and liabilities are presented as either current or noncurrent to provide an indication of their anticipated liquidation. The difference between total assets and total liabilities equals net position. The net position is an indicator of the current financial condition of the Stations.

**DELMARVA PUBLIC RADIO  
WSCL-FM AND WSDL-FM**

**MANAGEMENT'S DISCUSSION AND ANALYSIS**

**JUNE 30, 2025**

**STATEMENT OF NET POSITION (Continued)**

A summary of assets, liabilities, and net position at June 30, 2025, is as follows:

For the Years Ended June 30,	2025	2024
<b>Assets</b>		
Current assets	\$ 101,228	\$ 23,512
Capital assets, net of accumulated depreciation	83,322	113,206
Lease assets, net of accumulated amortization	64,485	96,727
Total assets	249,035	233,445
<b>Liabilities</b>		
Current liabilities	413,076	431,892
Noncurrent liabilities	74,810	91,353
Total liabilities	487,886	523,245
<b>Net Position</b>		
Net investment in capital assets	83,322	113,206
Unrestricted	(322,173)	(403,006)
Total net position	(238,851)	(289,800)
Total liabilities and net position	\$ 249,035	\$ 233,445

**FISCAL YEAR 2025 COMPARED TO FISCAL YEAR 2024**

- Current Assets in fiscal year 2025 increased by \$77,716 or 431% over fiscal year 2024 mainly due to an increase in underwriting receivable compared to fiscal year 2024.
- Current Liabilities in fiscal year 2025 decreased by \$18,816 or 4% over fiscal year 2024. This decrease is due primarily to a decrease in accounts payable and accrued expenses.
- Total Net Position in fiscal year 2025 decreased by \$50,949 compared to fiscal year 2024.

**DELMARVA PUBLIC RADIO  
WSCL-FM AND WSDL-FM**

**MANAGEMENT'S DISCUSSION AND ANALYSIS**

**JUNE 30, 2025**

**STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION**

The Statement of Revenues, Expenses, and Changes in Net Position present the Stations' results of operations. The statements distinguish revenues and expenses between operating and non-operating categories and provide a view of the Stations' operating margin.

A summary of revenues, expenses, and changes in net position for the years ended June 30, 2025 and 2024, is as follows:

For the Years Ended June 30,	<u>2025</u>	<u>2024</u>
Operating revenues	\$ 600,435	\$ 491,233
Operating expenses	<u>854,437</u>	<u>882,886</u>
Operating loss before non-operating revenues	(254,002)	(391,653)
Non-operating revenues	304,951	305,779
Total changes in net position	50,949	(85,874)
Net assets, beginning of the year	<u>(289,800)</u>	<u>(203,926)</u>
Net assets, end of the year	<u><u>\$ (238,851)</u></u>	<u><u>\$ (289,800)</u></u>

**FISCAL YEAR 2025 COMPARED TO FISCAL YEAR 2024**

- Total Operating Revenues for fiscal year 2025 increased by \$109,202 or 22% from fiscal year 2024. This fluctuation is mainly due to an increase in other grants unrelated to Corporation for Public Broadcasting.
- Total Operating Expenses in fiscal year 2025 decreased by \$28,449 or 3% compared to fiscal year 2024, due to a decrease in Support Services.
- Non-operating Revenues in fiscal year 2025 decreased by \$828 or less than 1% from fiscal year 2024 mainly due to a decrease in Donated Facilities and Administrative Support.

**DELMARVA PUBLIC RADIO  
WSCL-FM AND WSDL-FM**

**MANAGEMENT'S DISCUSSION AND ANALYSIS**

**JUNE 30, 2025**

**STATEMENT OF CASH FLOWS**

The Statement of Cash Flows provide information about the Stations' receipts and disbursements of cash during the year. This statement also assists users in assessing the Stations' ability to generate net cash flows, its ability to meet its obligations as they come due, and its need for external financing.

A summary of cash flows for the years ended June 30, 2025 and 2024, is as follows:

For the Years Ended June 30,	2025	2024
Net cash used by operating activities	\$ (247,512)	\$ (249,371)
Net cash provided by non-capital financing activities	250,000	250,000
Net cash used by capital and related financing activities	(2,488)	(629)
Increase (decrease) in cash and cash equivalents, during the year		
Cash and cash equivalents, balance at the beginning of the year		
Cash and cash equivalents, balance at the end of the year	\$	\$

**ECONOMIC FACTORS THAT WILL AFFECT THE FUTURE**

The economic outlook for Delmarva Public Radio is good, but also dependent on various external and internal factors.

- **Federal Funding Cut:** The most significant and dramatic economic change this past year was the loss of federal funding, which had made up a substantial portion of our budget. Anticipating these cuts, Delmarva Public Radio began planning early. We restructured staff to ensure we have the right people in place to meet the moment. Our underwriting and membership revenues are growing, and we are applying for—and receiving—additional grant funding. We also have several one-time revenue sources that will help carry us through the next year as we continue to expand revenue streams and/or reduce costs.
- **Underwriting Support:** In 2024, Delmarva Public Radio hired a new head of sales and expanded its underwriting portfolio, including the addition of digital underwriting opportunities. These initiatives resulted in a 25% increase in underwriting revenue in FY25. Given ongoing economic uncertainty, we project a more moderate but still meaningful increase of approximately 8% in the current fiscal year. As underwriting offerings continue to expand and the business development team gains further experience, we anticipate an additional increase of another 8% in the following fiscal year.

**DELMARVA PUBLIC RADIO  
WSCL-FM AND WSDL-FM**

**MANAGEMENT'S DISCUSSION AND ANALYSIS**

**JUNE 30, 2025**

**ECONOMIC FACTORS THAT WILL AFFECT THE FUTURE (continued)**

- **Membership:** Public attention to federal funding developments contributed to an increase in new and increased member donations in FY25 and the first part of FY26. The durability of this trend remains uncertain, particularly amid broader economic pressures that could dampen individual giving. To strengthen long-term sustainability, Delmarva Public Radio plans to launch an awareness and engagement campaign in FY26 aimed at maintaining current support and encouraging further growth in membership contributions.
- **Grants:** Government and foundation grants represent a key area of potential revenue growth. In FY26, Delmarva Public Radio is expanding its grant outreach efforts and projects a 43% increase in grant funding from new sources. Some of this opportunity is driven by increased interest following federal funding reductions, underscoring the importance of continued outreach and relationship cultivation.
- **Collaborations:** To manage production costs while enhancing content offerings, Delmarva Public Radio is pursuing content-sharing collaborations with other media organizations. In early FY26, a partnership was launched with the online news outlet Spotlight Delaware, and discussions are underway with additional media partners. These collaborations are designed to provide shared content at minimal or no cost, reducing production expenses while expanding available content resources.

**DELMARVA PUBLIC RADIO  
WSCL-FM AND WSDL-FM**

**STATEMENTS OF NET POSITION**

**YEAR ENDED JUNE 30, 2025**

**ASSETS**

	<u>2025</u>
<b>CURRENT ASSETS</b>	
Accounts receivable	\$ 97,628
Prepaid expenses	3,600
Total current assets	<u>101,228</u>
 <b>NONCURRENT ASSETS</b>	
Capital assets, net of accumulated depreciation	83,322
Lease assets, net of accumulated amortization	64,485
Total noncurrent assets	<u>147,807</u>
 Total assets	<u><u>\$ 249,035</u></u>

**LIABILITIES AND NET ASSETS**

<b>CURRENT LIABILITIES</b>	
Accounts payable and other accrued expenses	\$ 36,821
Accrued vacation, current portion	8,420
Accrued payroll	18,556
Lease liability, current portion	32,213
Deferred revenue	18,756
Due to Salisbury University	298,310
Total current liabilities	<u>413,076</u>
 <b>NONCURRENT LIABILITIES</b>	
Lease liability	34,220
Accrued vacation	40,590
Total noncurrent liabilities	<u>74,810</u>
Total liabilities	<u>487,886</u>
 <b>NET POSITION</b>	
Net investment in capital assets	83,322
Unrestricted	(322,173)
Total net position	<u>(238,851)</u>
 Total liabilities and net position	<u><u>\$ 249,035</u></u>

The accompanying notes are an integral part of this statement.

**DELMARVA PUBLIC RADIO  
WSCL-FM AND WSDL-FM**

**STATEMENTS OF REVENUES, EXPENSES,  
AND CHANGE IN NET POSITION**

**YEAR ENDED JUNE 30, 2025**

	2025
<b>OPERATING REVENUES</b>	
Corporate and public donations	\$ 209,732
Underwriting income	235,335
Grants from the Corporation for Public Broadcasting	118,577
Other grants	36,726
Other income	65
Total operating revenues	600,435
<b>OPERATING EXPENSES</b>	
Program services:	
Programming and production	251,120
Broadcasting	288,076
Program information	26,908
Total program services	566,104
Support services:	
Management and general	65,237
Fundraising & membership development	220,608
Interest expense	2,488
Total support services	288,333
Total operating expenses	854,437
Change in net assets from operations	(254,002)
<b>NONOPERATING REVENUES</b>	
Appropriation from Salisbury University	250,000
Donated facilities and administrative support from Salisbury University	54,951
Total nonoperating revenues	304,951
Change in net assets	50,949
<b>NET POSITION, BEGINNING OF THE YEAR</b>	(289,800)
<b>NET POSITION, END OF THE YEAR</b>	<b>\$ (238,851)</b>

The accompanying notes are an integral part of this statement.

**DELMARVA PUBLIC RADIO  
WSCL-FM AND WSDL-FM**

**STATEMENTS OF CASH FLOWS**

**YEAR ENDED JUNE 30, 2025**

	<u>2025</u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>	
Corporate and Public Donations	\$ 209,732
Underwriting income	172,303
Grants from the Corporation for Public Broadcasting	118,577
Other grants	36,726
Other income	65
Payments to employees	(458,936)
Payments to suppliers and contractors	(315,007)
Net cash used by operating activities	<u>(236,540)</u>
 <b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>	
Appropriations from Salisbury University	<u>250,000</u>
Net cash provided by noncapital financing activities	<u>250,000</u>
 <b>CASH FLOWS FROM CAPITAL-RELATED FINANCING ACTIVITIES</b>	
Purchase of equipment	(10,972)
Interest expense, Lease	(2,488)
Net cash used by capital-related financing activities	<u>(13,460)</u>
 Increase (decrease) in cash and cash equivalents during the year	
 <b>CASH AND CASH EQUIVALENTS, BEGINNING OF THE YEAR</b>	<u>                    </u>
 <b>CASH AND CASH EQUIVALENTS, END OF THE YEAR</b>	<u><u>\$                    </u></u>

The accompanying notes are an integral part of this statement.

**DELMARVA PUBLIC RADIO  
WSCL-FM AND WSDL-FM**

**STATEMENTS OF CASH FLOWS**

**YEAR ENDED JUNE 30, 2025**

	<u>2025</u>
<b>RECONCILIATION OF OPERATING LOSS TO CASH USED IN OPERATING ACTIVITIES</b>	
Operating loss	\$ (254,002)
<b>ADJUSTMENTS TO RECONCILE OPERATING LOSS TO NET CASH USED BY OPERATING ACTIVITIES</b>	
Depreciation expense	40,856
Amortization expense	2,488
Donated facilities and administrative support from Salisbury University	54,951
<b>CHANGES IN ASSETS AND LIABILITIES</b>	
Accounts Receivable	(76,945)
Prepaid expenses	(771)
Lease assets, net	32,242
Accounts payable and accrued liabilities	3,279
Accrued payroll	(4,201)
Accrued vacation	14,599
Lease liability	(30,294)
Deferred revenue	13,914
Due to Salisbury University	(32,656)
Net cash used by operating activities	<u>\$ (236,540)</u>

The accompanying notes are an integral part of this statement.

**DELMARVA PUBLIC RADIO  
WSCL-FM AND WSDL-FM**

**NOTES TO FINANCIAL STATEMENTS**

**JUNE 30, 2025**

**REPORTING ENTITY**

Delmarva Public Radio – WSCL-FM and WSDL-FM (“the Stations”) is a non-profit, National Public Radio Station licensed and owned by Salisbury University (the “University”). The Stations which broadcast in stereo on a frequency of 89.5 MHz and 90.7 MHz began operating in 1987 and serves the Salisbury/Ocean City Metropolitan area. Both the University and the Stations are governed by a Board of Regents appointed by the Governor of Maryland.

The financial activity of the Stations is included in the financial statements of the University. These accompanying financial statements of the Stations present only that portion of the business-type activities of the University that is attributable to the transactions of the Stations. They do not present the financial position, changes in financial position, or cash flows of the University. The Stations are dependent upon support from the Corporation for Public Broadcasting, the University and the public.

**SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

Basis of Accounting

The Stations’ financial statements have been prepared using the economic resources measurement focus and the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when an obligation is incurred.

Use of Estimates

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

Cash Equivalents

The Stations participate in the University’s pooled investment accounts. For financial statements purposes, all highly liquid investments with an original maturity of three months or less that are held by the University for the benefit of the Stations are considered cash equivalents.

Accounts Receivable

Accounts receivable consists of amounts due to the Stations for underwriting contracts and other miscellaneous revenue sources. Accounts receivable are presented at their net realizable amount. Accounts receivable as of June 30, 2025 were \$97,628.

**DELMARVA PUBLIC RADIO  
WSCL-FM AND WSDL-FM**

**NOTES TO FINANCIAL STATEMENTS**

**JUNE 30, 2025**

**SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

Music Collections

The Stations have adopted a policy of not capitalizing its music collections in its financial statements. Accordingly, no music collection items are recognized as assets. The music collections are made up of rare and out-of-print music recordings of musical significance that are held for educational, research, and public broadcasting purposes. Each of the music recordings is cataloged, preserved, and cared for, and activities verifying their existence and assessing their condition are performed continuously.

Capital Assets

Capital assets are recorded at cost at the date of acquisition, or fair market value at the date of donation. The University's capitalization policy includes all equipment with a unit cost of \$5,000 or more, and an estimated useful life of greater than one year. Depreciation is computed using a straight-line basis over the estimated useful lives of the assets. Capital assets purchased during the fiscal year is treated as though was placed in service on the first day of the fiscal year and a full- year's depreciation is taken. The useful lives of the following categories of capital assets are as follows:

Building and improvements	20 - 40 years
Studio and Other equipment	3 - 15 years

Compensated Absences

Employee vacation pay is accrued at year-end for financial statement purposes. The liability and expenses incurred are recorded at year-end as accrued vacation in the statement of net position, and as a component of the appropriate functional category of expenses in the statement of revenues, expenses, and changes in net position.

Net Position

The Stations' net position is classified for financial reporting in the following net position categories:

- ***Net Investment in Capital Assets***: This represents the Stations' total investment in capital assets, net of accumulated depreciation and outstanding principal balances of debt, if any, attributable to the acquisition, construction or improvement of those assets.
- ***Unrestricted***: Unrestricted net position represents resources derived from donations, underwriting income, and other miscellaneous income.

Revenue Recognition

Underwriting income represents income generated from advertising spots purchased by corporate sponsors. Deposits and monies received for advertising spots in advance of airing a spot are not recognized as underwriting income until completion of the airing of the advertising spot.

**DELMARVA PUBLIC RADIO  
WSCL-FM AND WSDL-FM**

**NOTES TO FINANCIAL STATEMENTS**

**JUNE 30, 2025**

**SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

Classification of Revenues and Expenses

The Stations have classified its revenues as either operating or non-operating according to the following criteria:

- **Operating:** Operating revenues include activities that have the characteristics of exchange transactions such as donations, grants income, underwriting income and other miscellaneous income.
- **Non-operating:** Non-operating revenues include activities that have the characteristics of nonexchange transactions such as appropriations from Salisbury University and donated facilities and administrative support from Salisbury University.

Donated Facilities and Administrative Support

The University provides certain facilities and administrative support to the Stations. Donated facilities and administrative support represent the Stations allocated amounts of institutional support and donated facilities and is recorded as revenues and expenses in the Statement of Revenues, Expenses, and Changes in Net Position. Institutional support is based on the Stations pro-rata share of the University's total salaries, wages, and administrative expenses. Donated facilities are the Stations pro-rata share of the University's total plant expenses along with calculated occupancy costs permitted by the Corporation for Public Broadcasting. For the year ended June 30, 2025, the Stations allocated amounts of donated facilities and administrative support are calculated based on amounts stated in the University's audited financial statements.

Appropriation From Salisbury University

The appropriation from Salisbury University represents support from the University for salaries and operating expenses not provided through other sources.

Income Taxes

The Stations are a component of Salisbury University (a political subdivision of the State of Maryland) and are exempt from federal income taxes under the provisions of Section 115 of the Internal Revenue Code. Accordingly, no provision for income taxes has been reflected in the Stations' financial statements.

**DELMARVA PUBLIC RADIO  
WSCL-FM AND WSDL-FM**

**NOTES TO FINANCIAL STATEMENTS**

**JUNE 30, 2025**

**SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

Risk Management (Continued)

The Stations are part of the University’s overall risk management program. The Stations are 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 Stations, through the University, participate 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 University based on a percentage of the University’s estimated current-year payroll or based on the average loss experienced by the University. This charge considers recent trends in actual claims experience of the State as a whole and makes provisions for catastrophic losses.

**CASH AND CASH EQUIVALENTS**

The Stations participated in the University’s pooled cash accounts and pooled investment accounts for the years ended June 30, 2025. For the years ended June 30, 2025, cash and cash equivalents are held as cash by the University on behalf of the Stations. For purposes of basic financial statements for the year ended June 30, 2025, cash and cash equivalents consist of the University’s bank deposits, and other investments with original maturities of three months or less.

**NONCURRENT LIABILITIES**

Changes in noncurrent liabilities consisted of the following for the year ended June 30, 2025:

	Balance			Balance	Amount Due
	June 30, 2024	Additions	Reductions	June 30, 2025	Within One Year
Accrued Vacation	\$ 34,411	\$ 15,670	\$ 1,071	\$ 49,010	\$ 8,420
Total Noncurrent Liabilities	\$ 34,411	\$ 15,670	\$ 1,071	\$ 49,010	\$ 8,420

**DELMARVA PUBLIC RADIO  
WSCL-FM AND WSDL-FM**

**NOTES TO FINANCIAL STATEMENTS**

**JUNE 30, 2025**

**ENDOWMENT**

The WSCL Radio endowment is owned by Salisbury University Foundation. The asset related to the WSCL Radio endowment is recorded on the balance sheet of Salisbury University Foundation. The WSCL Radio endowment is permanently restricted to support the programs and equipment needs of the Stations. The fair market value of the WSCL Radio endowment at June 30, 2025 were \$69,891.

**CAPITAL ASSETS**

The Stations' capitalization policy recognizes one year depreciation expense in the year of acquisition of an asset. Capital asset activity for the year ended June 30, 2025 is summarized as follows:

	Balance June 30, 2024	Balance June 30, 2024	Balance June 30, 2024	Balance June 30, 2024
Depreciated Assets				
Buildings	\$ 228,403	\$	\$	\$ 228,403
Equipment	524,593	10,972		535,565
	752,996	10,972		763,968
Less: Accumulated Depreciation				
Buildings	157,344	15,227		172,571
Equipment	482,446	25,629		508,075
	639,790	40,856		680,646
	\$ 113,206	\$ (29,884)	\$	\$ 83,322

Depreciation expense for June 30, 2025 was \$40,856.

**DELMARVA PUBLIC RADIO  
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**NOTES TO FINANCIAL STATEMENTS**

**JUNE 30, 2025**

**LEASE**

DPR leases a tower space under a one-year operating lease with three one-year renewal options which will expire on June 30, 2027. Total costs for such lease was \$32,782 for the year ended June 30, 2025. The future minimum lease payment for the lease are as follows:

<u>Year Ending June 30</u>	<u>Principal Payments</u>	<u>Interest Payments</u>	<u>Total</u>
2026	\$ 32,213	\$ 1,552	\$ 33,765
2027	34,220	559	34,779
	<u>\$ 66,433</u>	<u>\$ 2,111</u>	<u>\$ 68,544</u>

**RELATED PARTY TRANSACTIONS**

The Stations receive non-monetary contributions from the University for certain facilities and administrative support which are reported as operating revenues and expenses in accordance with valuation guidelines prescribe by the Corporation for Public Broadcasting. During 2025, these non-monetary contributions for facilities and administrative support totaled \$54,951.

**DELMARVA PUBLIC RADIO  
WSCL-FM AND WSDL-FM**

**NOTES TO FINANCIAL STATEMENTS**

**JUNE 30, 2025**

**RETIREMENT PLANS**

Eligible employees of the Stations, as employees of the University, are covered under the Pension and Retirement Plans of the State Retirement and Pension System of Maryland and are also entitled to certain health care benefits upon retirement.

The Stations' only liability for retirement and post-employment benefits is its required annual contribution made by the University, which was fully funded during the years ended June 30, 2025. The Stations' share of these contributions amounted to \$10,591 for the year ended June 30, 2025.

The cost of the Stations retirees' health care benefits is expensed when paid and totaled \$5,306 for the year ended June 30, 2025.

The State Retirement and Pension System of Maryland is considered part of the State of Maryland's financial reporting entity and is not considered a part of the University's reporting entity. The State Retirement and Pension System of Maryland prepares a separate Comprehensive Annual Financial Report, which can be obtained from the State Retirement and Pension System of Maryland at 120 East Baltimore Street, Baltimore, Maryland 21202.

**SUBSEQUENT EVENTS**

The Stations have evaluated subsequent events through February 6, 2026, the date the financial statements were available to be issued. Events or transactions occurring after June 30, 2025, but prior to January 10, 2026 that provided additional evidence about conditions that existed at June 30, 2025 have been recognized in the financial statements for the year ended June 30, 2025. Events or transactions that provided evidence about conditions that did not exist at June 30, 2025 but arose before the financial statements were available to be issued have not been recognized in the financial statements for the year ended June 30, 2025.

**DELMARVA PUBLIC RADIO  
WSCL-FM AND WSDL-FM**

**SCHEDULES OF NON-FEDERAL FINANCIAL SUPPORT**

**YEAR ENDED JUNE 30, 2025**

	<u>2025</u>
Direct revenue	\$ 615,035
Indirect administrative support	<u>54,951</u>
Total non-federal financial support	<u><u>\$ 669,986</u></u>

The accompanying notes are an integral part of this statement.