

**WGCU PUBLIC MEDIA
A PUBLIC TELECOMMUNICATIONS ENTITY
OPERATED BY
FLORIDA GULF COAST UNIVERSITY**

FINANCIAL STATEMENTS

JUNE 30, 2025 AND 2024

WGCU PUBLIC MEDIA
A PUBLIC TELECOMMUNICATIONS ENTITY OPERATED BY
FLORIDA GULF COAST UNIVERSITY
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INDEPENDENT ACCOUNTANTS' REVIEW REPORT

To the Board of Trustees,
Florida Gulf Coast University:

We have reviewed the accompanying financial statements of WGCU Public Media, which includes WGCU-TV and WGCU-FM (collectively, the "Station"), a public telecommunications entity operated by Florida Gulf Coast University, which comprise the statement of net position as of June 30, 2025, and the related statement of revenues, expenses, and changes in net position, and cash flows for the year then ended, and the related notes to the financial statements. A review includes primarily applying analytical procedures to management's financial data and making inquiries of Station management. A review is substantially less in scope than an audit, the objective of which is the expression of an opinion regarding the financial statements as a whole. Accordingly, we do not express such an opinion.

Management's Responsibility for 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.

Accountant's Responsibility

Our responsibility is to conduct the review engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. Those standards require us to perform procedures to obtain limited assurance as a basis for reporting whether we are aware of any material modifications that should be made to the financial statements for them to be in accordance with accounting principles generally accepted in the United States of America. We believe that the results of our procedures provide a reasonable basis for our conclusion.

We are required to be independent of WGCU Public Media and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements related to our reviews.

Emphasis of Matter

As discussed in Note 1, the financial statements of the Station are intended to present the financial position, and the changes in financial position and cash flows, of only the Station-related accounts of Florida Gulf Coast University that are attributable to the transactions of the Station. They do not purport to, and do not, present fairly the financial position of Florida Gulf Coast University as of June 30, 2025 and 2024, and the changes in its financial position and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matter – Prior-Year Financial Statements

The financial statements of the Station as of and for the year ended June 30, 2024, were audited by us, and our report dated December 6, 2024 expressed an unmodified opinion on those financial statements. We have not performed any auditing procedures on the June 30, 2024 financial statements since the date of that report.

Accountant's Conclusion

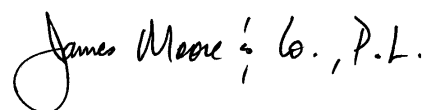
Based on our review, we are not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in accordance with accounting principles generally accepted in the United States of America.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that management's discussion and analysis be presented to supplement the basic financial statements. Such information, 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. Such information was not audited, reviewed, or compiled by us and we do not express an opinion, a conclusion, nor provide any assurance on it.

Supplementary Information

The accompanying WGCU-TV Statements of Revenues, Expenses, and Changes in Net Position (Exhibit I), WGCU-FM Statements of Revenues, Expenses, and Changes in Net Position (Exhibit II), and the Statement of Functional Expenses (Exhibit III) are presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information is the responsibility of management. We have not audited, reviewed, or compiled such information and accordingly do not express an opinion, a conclusion, nor provide any assurance on it.

James Moore & Co., P.L.

Gainesville, Florida
August 7, 2026

WGCU PUBLIC MEDIA
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MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2025 AND 2024

INTRODUCTION

The following discussion and analysis are an overview of the financial position of activities of WGCU Public Media (the Station) for the years ended June 30, 2025 and June 30, 2024. Management of WGCU Public Media has prepared the following discussion, and it should be read with the financial statements and related footnotes, which follow this section.

WGCU Public Media operates and manages WGCU-TV, WGCU-FM, and WMKO-FM for Florida Gulf Coast University (FGCU) in Fort Myers, Florida. WGCU signals serve a growing area of more than 1.2 million people in some or all of twelve counties in south and southwest Florida. The radio services have an audience of 200,000, the TV audience is 300,000 and WGCU.org serves 150,000 users. In addition, the WGCU radio signal serves the southern portion of the adjacent media market of Sarasota which adds another potential audience of 300,000 to our core market of 1.2 million.

WGCU Public Media offers a variety of local and national programming on five separate TV programming streams – WGCU HD, WGCU World, WGCU Create, The Florida Channel and WGCU Kids. On WGCU HD, we air the PBS national programming service during primetime, children's programming during the day and BBC World News and The PBS NewsHour each weekday evening. WGCU World provides a 24-hour non-fiction programming service while WGCU Create provides how-to and lifestyle programming during the day. The Florida Channel covers the workings of Florida State government. WGCU Kids, a 24/7 children's educational channel, launched in January 2017. The service provides around-the-clock access to PBS Kids programming for households throughout our coverage area.

WGCU-FM programming, which is simulcast on WMKO-FM and also available on the WGCU app and many third-party streaming providers where approximately 10% of our local audience accesses our live radio service in addition to our seasonal residents who never have to lose a connection to WGCU when they leave our signal area. Our increasing digital capacity also empowers our podcast projects reaching a global audience. The audio programming is a News and Information service which provides national and international content from NPR, American Public Media, Public Radio International, and the BBC. The station produced more than 5,000 local content segments on radio including newscasts, Gulf Coast Life and Gulf Coast Life Arts Edition, as the most tangible benefit realized by our staff expansion. Our expanding television productions include In Focus, currently a weekly project, enabling WGCU to bring local public media substantive news to TV viewers for the first time.

WGCU Public Media's online presence provides a content-rich environment for viewers, listeners, parents, kids, and educators. Many WGCU programs are available free on our website wgc.org, the WGCU YouTube channel, or the WGCU app. WGCU Public Media provides a portal to the Florida PBS Learning Media site available free of charge to classroom teachers and homeschoolers throughout our coverage area. The site consists of a library of over 125,000 digital learning objects ranging from audio and video clips to Florida Standards-based lesson plans. WGCU also provides members with access to PBS programs via PBS Passport, ability to stream programs via the WGCU app, download podcasts and more. This past year WGCU was the pilot station partnering with NPR for the first independent editorial station-based project to be distributed, marketed, and monetized through NPR in a revenue share. This project yielded 1.6M global downloads which also set a station record and has become a financial and editorial model for us to build future projects.

As a joint licensee, WGCU Public Media is working toward more clearly defining contributions made to each individual asset. Significant investments are being made in our channels to transform our services into a better mix of local, national, and international content in a digital age. Many of our programs are available directly to consumers from producers including NPR, PBS, BBC, APM during these last few years as consumer adoption of digital tools is becoming prolific. As a result, investments in our local content, first in audio, and now in video will become increasingly important.

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OVERVIEW OF THE FINANCIAL STATEMENTS

The following Management Discussion and Analysis (MD&A) provides an overview of the financial position and operating results of WGCU Public Media for the fiscal year ended June 30, 2025, with comparative information for fiscal years 2024 and 2023. This discussion should be read in conjunction with the accompanying condensed financial statements.

WGCU continued to demonstrate strong financial stability during fiscal year 2025. Total net position increased by \$1.3 million, reaching \$19.5 million on June 30, 2025, compared with \$18.2 million in 2024 and \$12.4 million in 2023. The organization maintained healthy liquidity, increased unrestricted reserves, and generated positive operating cash flows despite a modest decline in total revenues from the prior year.

FINANCIAL POSITION

Assets

Total assets increased to **\$21.9 million** as of June 30, 2025, representing an increase of approximately **\$1.2 million (5.8%)** from fiscal year 2024 and **\$6.7 million (44.5%)** from fiscal year 2023.

Current assets grew to **\$11.5 million**, an increase of **12.2%** from 2024, primarily reflecting growth in cash and cash equivalents. Cash balances reached **\$11.3 million**, providing significant liquidity and financial flexibility.

Noncurrent assets remained stable at **\$10.4 million**, reflecting the maturity of existing capital assets and investments while continuing to support ongoing broadcasting and production operations.

Liabilities

Total liabilities decreased to **\$2.4 million**, down **4.3%** from 2024 and **11.2%** from 2023. Both current and noncurrent liabilities declined during the year, reflecting continued debt reduction and prudent fiscal management.

The ratio of liabilities to total assets improved to approximately **11.1%** in 2025 compared with **12.3%** in 2024 and **18.1%** in 2023, demonstrating a strengthening balance sheet and reducing financial risk.

Net Position

Total net position increased to **\$19.5 million**, representing a **7.2%** increase over 2024.

Key components include:

- **Unrestricted net position** increased from \$8.9 million to **\$10.6 million**, reflecting the accumulation of operating surpluses and growth in reserves.

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- **Restricted expendable net position** increased modestly to **\$1.4 million**, indicating continued donor and grant support for specific purposes.
- **Restricted nonexpendable net position** remained at **\$3.1 million**, reflecting permanent endowment resources.
- **Net investment in capital assets** declined to **\$4.3 million** as depreciation continued to exceed new capital additions.

The growth in unrestricted net position strengthens WGCU's long-term financial sustainability and provides additional flexibility to respond to future opportunities and challenges.

RESULTS OF OPERATIONS

Revenue

Total revenues for fiscal year 2025 were **\$13.1 million**, a decrease of **\$3.2 million (19.3%)** from fiscal year 2024, but an increase of **17.6%** over fiscal year 2023.

Operating revenues were **\$11.9 million**, remaining stable compared with 2024 and increasing 10% compared with 2023. This stability reflects continued support from memberships, underwriting, grants, and programming activities. Gains in reoccurring earned revenue were offset by a drop in estate gifts that can never be planned for. Flat underwriting revenues were a result of staff changes whereby the first half of the year was significantly stronger than the back half as we had to rebuild that team.

Non-operating revenues totaled **\$1.3 million**, compared with **\$4.2 million** in 2024. The prior year included a significant one-time non-operating funding source that contributed to the unusually high results reported in fiscal year 2024. Even excluding that extraordinary funding, operating performance remained strong during fiscal year 2025.

Expenses

Total expenses increased to **\$11.8 million**, an increase of **12.3%** over fiscal year 2024 and **18.4%** over fiscal year 2023.

Program service expenses totaled **\$7.8 million**, representing approximately **66%** of total expenditures. Significant changes included:

- Programming and production increased by **23.7%**, reflecting investments in locally produced content and strategic programming initiatives.

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- Broadcasting expenses declined slightly by **2.4%**.
- Program information expenses decreased by **10.1%**.

Supporting service expenses totaled **\$4.0 million**, an increase of **6.5%** from 2024. Fundraising and membership development expenses increased as WGPU continued investing in donor engagement and revenue diversification strategies.

Change in Net Position

WGPU reported an increase in net position of **\$1.3 million** during fiscal year 2025. While lower than the exceptional increase of **\$5.7 million** reported in fiscal year 2024, the current year results represent another positive operating outcome and mark the third consecutive year of growth in net position.

Net position has increased from **\$12.4 million in 2023** to **\$19.5 million in 2025**, representing cumulative growth of more than **56%** over the three-year period.

CASH FLOWS AND LIQUIDITY

WGPU's cash position remained strong throughout fiscal year 2025.

Cash and cash equivalents increased from **\$9.9 million** to **\$11.3 million**, a net increase of **\$1.4 million**.

Sources of cash included:

- **\$456,366** provided by operating activities.
- **\$891,487** provided by investing activities.
- Positive cash flow from capital financing activities.

This growth in liquidity enhances WGPU's ability to support strategic initiatives, manage economic uncertainty, and invest in future programming and infrastructure needs.

CAPITAL ASSETS

Net investment in capital assets decreased from \$4.8 million in 2024 to \$4.3 million in 2025. The decline reflects normal depreciation of broadcasting equipment, facilities, and related infrastructure exceeding current-year capital additions.

WGPU continues to maintain substantial capital resources necessary to support its public media mission while carefully managing future capital replacement requirements.

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OUTLOOK

WGCU enters fiscal year 2026 from a position of financial strength. The organization maintains strong liquidity, growing unrestricted reserves, and a solid balance sheet with relatively low liabilities.

Management's priorities remain focused on:

- Maintaining long-term financial sustainability.
- Diversifying revenue sources through memberships, underwriting, grants, and philanthropy.
- Investing in local content creation and community engagement.
- Preserving adequate operating reserves and cash resources.
- Strategically managing capital assets and technology infrastructure.

Despite ongoing economic uncertainty and changes in the public media funding environment, WGCU's strong financial position and continued support from donors, members, underwriting partners, and grantors provide a solid foundation for future operations and service to Southwest Florida communities. WGCU is making a significant historical change as we look forward to FY26. WGCU will be only one of three PBS stations in America with a nightly TV newscast. We add to that ambitious effort a second daily local TV program with an economy of scale and cross platform synergy by turning WGCU's popular daily radio show into a TV broadcast. It is a low-risk enhancement that we are confident will pay dividends. The digital future and direct consumer access to network programming, with the potential to spend less time with local stations requires WGCU to invest in local programming to be a one-stop shop for local, national, and international content.

THE REPORTING ENTITY

WGCU Public Media is a department of Florida Gulf Coast University, and these financial statements include assets, liabilities and activity related to its public broadcasting function. This includes account activity within the University as well as the Florida Gulf Coast University Foundation, Inc., which are under the control of WGCU Public Media Management.

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FINANCIAL ANALYSIS OF THE STATEMENTS

WGPU Public Media condensed financial statements are presented below for FY 2025, FY 2024 and FY 2023.

CONDENSED STATEMENTS OF NET POSITION

	<u>June 30, 2025</u>	<u>June 30, 2024</u>	<u>June 30, 2023</u>
Current assets	\$ 11,467,977	\$ 10,218,987	\$ 7,937,925
Noncurrent assets	10,411,771	10,469,786	7,199,089
Total assets	<u>\$ 21,879,748</u>	<u>\$ 20,688,773</u>	<u>\$ 15,137,014</u>
Current liabilities	\$ 644,069	\$ 694,330	\$ 736,231
Non-current liabilities	1,782,113	1,842,182	1,997,143
Total liabilities	<u>2,426,182</u>	<u>2,536,512</u>	<u>2,733,374</u>
Net position			
Unrestricted	10,634,114	8,925,016	5,994,834
Restricted, Expendable	1,355,124	1,322,200	1,239,225
Restricted, Nonexpendable	3,128,824	3,128,824	128,824
Net investment in capital assets	4,335,504	4,776,221	5,040,757
Total net position	<u>19,453,566</u>	<u>18,152,261</u>	<u>12,403,640</u>
Total liabilities and net position	<u>\$ 21,879,748</u>	<u>\$ 20,688,773</u>	<u>\$ 15,137,014</u>

**CONDENSED STATEMENTS OF REVENUES, EXPENSES,
AND CHANGES IN NET POSITION**
(For the Fiscal Years ended June 30)

	<u>2025</u>	<u>2024</u>	<u>2023</u>
Revenues			
Operating	\$ 11,869,280	\$ 12,112,423	\$ 10,797,721
Non-operating	1,274,189	4,184,396	378,498
Total revenues	<u>13,143,469</u>	<u>16,296,819</u>	<u>11,176,219</u>
Expenses			
Program services			
Programming and production	5,971,110	4,828,127	4,539,459
Broadcasting	1,274,325	1,306,216	1,238,060
Program information	566,237	629,828	566,462
Total program services	<u>7,811,672</u>	<u>6,764,171</u>	<u>6,343,981</u>
Supporting services			
Management and general	1,536,082	1,366,133	1,384,400
Fundraising and membership development	1,636,445	1,540,133	1,264,629
Underwriting and grants	857,965	877,761	1,005,149
Total supporting services	<u>4,030,492</u>	<u>3,784,027</u>	<u>3,654,178</u>
Total expenses	<u>11,842,164</u>	<u>10,548,198</u>	<u>9,998,159</u>
Increase in net position	<u>\$ 1,301,305</u>	<u>\$ 5,748,621</u>	<u>\$ 1,178,060</u>

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CONDENSED STATEMENTS OF CASH FLOWS
(For the Fiscal Years ended June 30)

	<u>2025</u>	<u>2024</u>	<u>2023</u>
Net cash flows from operating activities	\$ 456,366	\$ 1,781,186	\$ 1,195,904
Net cash flows from capital & related financing activities	9,170	(151,437)	-
Net cash flows from non-capital & related financing activities	-	3,000,000	(37,430)
Net cash flows from investing activities	<u>891,487</u>	<u>(2,351,142)</u>	<u>213,927</u>
Change in cash	1,357,023	2,278,607	1,372,401
Cash and cash equivalents, beginning of year	<u>9,945,769</u>	<u>7,667,162</u>	<u>6,294,761</u>
Cash and cash equivalents, end of year	<u><u>\$ 11,302,792</u></u>	<u><u>\$ 9,945,769</u></u>	<u><u>\$ 7,667,162</u></u>

Current Assets consist primarily of cash and cash equivalents, accounts and grants receivable, investments, and prepaid program costs. Non-Current Assets consist primarily of capital assets (property and equipment). Current Liabilities consist of accounts payable, accrued expenses, compensated absences and a due to Florida Gulf Coast University.

Operating revenues consist primarily of membership contributions, State Appropriations, community service grants, contributed support (underwriting), and non-cash donated facilities and administrative support from the University. Operating expenses consist primarily of broadcasting, programming and production, management and general, depreciation, non-cash University donated facilities, and administrative support. Non-operating revenues consist of unrealized investment gains/(losses).

CONTACTING MANAGEMENT

This financial report provides donors, members, investment managers, foundations and taxpayers with a general overview of WGCU Public Media’s finances and the funding it receives.

Additional details can be requested by mail at the following address:

WGCU Public Media
10501 FGCU Boulevard South
Ft. Myers, FL 33965

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STATEMENTS OF NET POSITION
JUNE 30, 2025 AND 2024

	<u>2025</u>	<u>2024</u>
<u>ASSETS</u>		
Current assets		
Cash and cash equivalents	\$ 704,526	\$ 1,218,763
Restricted cash	117,069	184,145
Funds held by Florida Gulf Coast University Foundation, Inc. on behalf of the Station	10,481,197	8,542,861
Accounts and grants receivable	142,154	183,620
Current portion of prepaid program costs	23,031	89,598
Total current assets	<u>11,467,977</u>	<u>10,218,987</u>
Noncurrent assets		
Capital assets, net of accumulated depreciation	4,335,504	4,776,221
Funds held and invested by Florida Gulf Coast University Foundation, Inc. on behalf of the Station:		
Unrestricted	1,701,169	1,318,467
Restricted	4,366,879	4,366,879
Prepaid program costs, less current portion	8,219	8,219
Total noncurrent assets	<u>10,411,771</u>	<u>10,469,786</u>
Total Assets	<u>21,879,748</u>	<u>20,688,773</u>
<u>LIABILITIES</u>		
Current liabilities		
Accounts payable and accrued expenses	209,518	180,461
Current portion of compensated absences	267,894	259,400
Current portion of unearned revenue	166,657	254,469
Total current liabilities	<u>644,069</u>	<u>694,330</u>
Noncurrent liabilities		
Compensated absences, less current portion	261,641	178,044
Unearned revenue, less current portion	1,520,472	1,664,138
Total noncurrent liabilities	<u>1,782,113</u>	<u>1,842,182</u>
Total Liabilities	<u>2,426,182</u>	<u>2,536,512</u>
<u>NET POSITION</u>		
Net position		
Net investment in capital assets	4,335,504	4,776,221
Restricted:		
Nonexpendable	3,128,824	3,128,824
Expendable	1,355,124	1,322,200
Unrestricted	10,634,114	8,925,016
Total Net Position	<u>\$ 19,453,566</u>	<u>\$ 18,152,261</u>

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

WGCU PUBLIC MEDIA
A PUBLIC TELECOMMUNICATIONS ENTITY OPERATED BY
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STATEMENTS OF REVENUES, EXPENSES,
AND CHANGES IN NET POSITION
FOR THE YEARS ENDED JUNE 30, 2025 AND 2024

	<u>2025</u>	<u>2024</u>
Operating revenues		
Community service grants donated by the Corporation for Public Broadcasting	\$ 1,617,858	\$ 1,408,788
Other Corporation for Public Broadcasting grants	84,116	38,906
Community service grants donated by the Department of Education, State of Florida	470,400	470,400
Other grants	130,000	90,849
Appropriations from Florida Gulf Coast University	745,385	746,551
Underwriting support	1,062,985	1,098,654
Membership income	3,974,893	3,614,166
Non-recurring estate gifts	256,874	1,009,286
Strategic campaign revenues	906,156	1,273,570
Donated facilities and administrative support from Florida Gulf Coast University	2,080,189	1,892,451
In-kind contributions	135,889	132,625
Production services	23,799	15,474
Broadband channel and tower income	231,707	217,971
Other income	149,029	102,732
Total operating revenues	<u>11,869,280</u>	<u>12,112,423</u>
Operating expenses (Exhibit III)		
Programming and production	5,971,110	4,828,127
Broadcasting	1,274,325	1,306,216
Program information and promotion	566,237	629,828
Management and general	1,536,082	1,366,133
Fundraising and membership development	1,636,445	1,540,133
Underwriting and grant solicitation	857,965	877,761
Total operating expenses	<u>11,842,164</u>	<u>10,548,198</u>
Operating income	<u>27,116</u>	<u>1,564,225</u>
Non-operating revenues		
Investment return	1,274,189	1,184,396
Contributions to permanent endowments	-	3,000,000
Total non-operating revenues	<u>1,274,189</u>	<u>4,184,396</u>
Change in net position	<u>1,301,305</u>	<u>5,748,621</u>
Net position, beginning of year	18,152,261	12,403,640
Net position, end of year	<u>\$ 19,453,566</u>	<u>\$ 18,152,261</u>

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

WGPU PUBLIC MEDIA
A PUBLIC TELECOMMUNICATIONS ENTITY OPERATED BY
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STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED JUNE 30, 2025 AND 2024

	<u>2025</u>	<u>2024</u>
Cash flows from operating activities		
Cash received from grants, donors and fundraising activities	\$ 8,655,885	\$ 9,042,994
Cash received from broadband channel and tower agreement	61,920	61,920
Cash paid for payroll and related benefits	(4,432,189)	(3,915,741)
Cash paid to suppliers	(3,829,250)	(3,407,987)
Net cash provided by operating activities	<u>456,366</u>	<u>1,781,186</u>
Cash flows from non-capital financing activities		
Contributions to permanent endowments	-	3,000,000
Net cash provided by non-capital financing activities	<u>-</u>	<u>3,000,000</u>
Cash flows from capital and related financing activities		
Purchase of capital assets	(66,874)	(151,437)
Refund from FGCU related to newsroom project	76,044	-
Net cash provided by (used in) capital and related financing activities	<u>9,170</u>	<u>(151,437)</u>
Cash flows from investing activities		
Increase in funds held and invested by Florida Gulf Coast University Foundation, Inc. on behalf of the Station	-	(3,000,000)
Withdrawals from funds held and invested by Florida Gulf Coast University Foundation, Inc. on behalf of the Station	756,827	465,702
Interest and dividends received	134,660	183,156
Net cash provided by (used in) investing activities	<u>891,487</u>	<u>(2,351,142)</u>
Change in cash and cash equivalents	<u>1,357,023</u>	<u>2,278,607</u>
Cash and cash equivalents, beginning of year	9,945,769	7,667,162
Cash and cash equivalents, end of year	<u><u>\$ 11,302,792</u></u>	<u><u>\$ 9,945,769</u></u>
Reconciliation of operating income to net cash provided by operating activities		
Operating income	\$ 27,116	\$ 1,564,225
Adjustments to reconcile operating income to net cash provided by operating activities		
Depreciation	431,547	415,973
Change in:		
Accounts and grants receivable - related to operating activity	41,466	17,052
Prepaid program costs	66,567	(19,202)
Accounts payable and accrued expenses	29,057	32,066
Compensated absences	92,091	24,006
Unearned revenue	(231,478)	(252,934)
Total adjustments	<u>429,250</u>	<u>216,961</u>
Net cash provided by operating activities	<u><u>\$ 456,366</u></u>	<u><u>\$ 1,781,186</u></u>
Cash and cash equivalents are presented on the Statements of Net Position as:		
Cash and cash equivalents	\$ 704,526	\$ 1,218,763
Restricted cash	117,069	184,145
Funds held by Florida Gulf Coast University Foundation, Inc. on behalf of the Station	10,481,197	8,542,861
	<u><u>\$ 11,302,792</u></u>	<u><u>\$ 9,945,769</u></u>

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

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(1) **Summary of Significant Accounting Policies:**

The following is a summary of the more significant accounting policies of WGPU Public Media, which includes WGPU-TV and WGPU-FM (collectively, the “Station”), a public telecommunications entity operated by Florida Gulf Coast University, which affect significant elements of the accompanying financial statements:

(a) **Reporting entity**—The Station is a department of Florida Gulf Coast University (the “University”), located in Fort Myers, Florida, and conducts various public broadcasting functions. The University, as part of the State University System of Florida, is governed, regulated and coordinated by the State of Florida Department of Education and the University’s Board of Trustees, and is subject to the general supervision of the Florida Department of Education. The President of Florida Gulf Coast University is responsible for the management of the University. The Station operates as a department of the University under the control of the Station manager. The Station’s financial statements include the state accounts and the Station-related accounts of Florida Gulf Coast University Foundation, Inc. (the “Foundation”). These statements do not purport to present the financial position or results of operations of the University as a whole.

(b) **Basis of accounting**—The Station’s accounting policies conform with accounting principles generally accepted by Governmental Accounting Standards Board (GASB). For financial reporting purposes, the Station has elected to report as an entity engaged in only business-type activities. Accordingly, the Station prepares its financial statements on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America for proprietary funds. Revenues are recorded when earned and expenses are recorded when incurred.

(c) **Net position**—In the statements of net position, net position includes the following:

(i) *Net investment in capital assets*—This is the component of net position that reports the difference between capital assets less both the accumulated depreciation and the outstanding balance of debt, excluding unexpended proceeds, that is directly attributable to the acquisition, construction or improvement of those assets.

(ii) *Restricted*—The component of net position that reports the constraints placed on the use of net position by either external parties and/or enabling legislation, reduced by any liabilities to be paid from these assets.

Nonexpendable restricted net position—consists of endowment and similar type funds in which donors or other outside sources have stipulated that the principal is to be maintained inviolate and in perpetuity, and invested for the purpose of producing present and future income, which may either be expended or added to principal.

Expendable restricted net position—includes resources in which the Station is legally or contractually obligated to spend resources in accordance with restrictions imposed by external third parties.

(iii) *Unrestricted*—The difference between the assets and liabilities that is not reported in *Net investment in capital assets* and *Restricted net position*.

It is the Station’s policy to expend restricted resources first and to use unrestricted resources when the restricted resources have been depleted.

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(1) **Summary of Significant Accounting Policies:** (Continued)

(d) **Cash and cash equivalents**—For the purposes of reporting cash flows, cash and cash equivalents include cash on hand, cash in demand accounts that have original maturities of three months or less, as well as funds held on behalf of the Station by the Foundation. In addition to insurance provided by the Federal Depository Insurance Corporation, deposits are held in banking institutions approved by the State Treasurer of the State of Florida to hold public funds. Under Florida Statutes Chapter 280, Florida Security for Public Deposits Act, the State Treasurer requires all Florida qualified public depositories to deposit with the Treasurer or another banking institution eligible collateral. In the event of failure of a qualified public depository, the remaining public depositories would be responsible for covering any resulting losses. The Station's deposits at year end are considered insured for custodial credit risk purposes with Florida statutes.

(e) **Restricted cash**—Restricted cash represents cash held with the University that is restricted as to withdrawal or use under the terms of certain contractual agreements.

(f) **Accounts and grants receivable**—Accounts and grants receivable are stated at the amount management expects to collect from outstanding balances. Receivables are carried at their estimated collectible amounts. Credit is generally extended on a short-term basis; thus, accounts receivable do not bear interest. There was no allowance for doubtful accounts recorded at June 30, 2025 and 2024.

(g) **Costs incurred for programs not yet broadcast**—Costs incurred for programs not yet broadcast (prepaid program costs) are recorded as a deferred asset. Such costs relate to programs purchased or produced by the Station that will be broadcast subsequent to year end. Programs to be completed and broadcast within one year are classified as current assets whereas programs to be completed and broadcast in more than one year are classified as noncurrent. As the programs are broadcast, the costs incurred will be included in operating expenses. Program status is evaluated annually. Costs associated with programs not considered to have future benefit are adjusted to net realizable value.

(h) **Capital assets**—Capital assets purchased or acquired with an original cost of \$5,000 or more are reported at historical cost or estimated historical cost. Contributed assets are reported at fair market value as of the date received. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred. Depreciation on all assets is provided on the straight-line basis over the estimated useful lives of the assets ranging from 5 – 50 years.

(i) **Unearned revenue**—Unearned revenue relates primarily to grant funds received but not yet spent, production services fees not yet earned, and the Station's agreement with a private entity related to channel space. The agreement related to the channel space was set to expire January 2022 but was renewed for an additional 15-year term that ends on January 2037. Annual income received from the agreement related to unearned revenue is \$143,667 for fiscal years ended June 30, 2025 and 2024.

(j) **Pension and other postemployment benefits**—As the Station is a department of the University, any pension and other postemployment benefits liabilities are reported by the University. The University's Annual Comprehensive Financial Report may be obtained from: <https://flauditor.gov/pages/Reports.aspx>.

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(1) **Summary of Significant Accounting Policies:** (Continued)

(k) **Revenue recognition**—State appropriations are recorded as revenue in the statements of revenues, expenses, and changes in net position when an expenditure is recorded.

Membership contributions are recognized as operating revenues in the period they are received.

Program production grants are reported as unearned revenues for programs not yet broadcast until the specific program is broadcast. At such time, amounts are included as revenues and the expenditures are recorded.

Revenue related to program underwriting for subsequent fiscal years is reflected as unearned revenues in the accompanying statements of net position. Revenue is recognized when the related program is aired.

Contributed support represents expenses paid on behalf of the Station by others outside the reporting entity, and includes contributed professional services, donated materials or facilities, and indirect administrative support. These amounts are recorded in revenue in the period in which the support is provided.

(l) **In-kind contributions**—Contributed materials, supplies, facilities, and property are recorded at their estimated fair value at the date of donation. The Station reports gifts of equipment, materials, professional services and other nonmonetary contributions as operating revenue in the accompanying statements of revenues, expenses, and changes in net position.

If the fair value of contributed materials, supplies, facilities, and property cannot be reasonably determined they are not recorded. Donated personal services of nonprofessional volunteers, as well as national and local programming services, are not recorded as revenue and expense as there is no objective basis available to measure the value of such services.

Contributed advertising and promotion are recorded at the fair value of the contribution portion of the total value received.

(m) **Pledges and contributions**—The Station engages in periodic fundraising campaigns manifested by offering some special programs and on-air and mail fundraising appeals. These appeals encourage supporters, both individuals and organizations, to provide financial contributions to the Station for enhancement of program offerings and other operating expenses. Financial contributions are frequently evidenced by pledges received from responding viewers and listeners. Contributions, including unconditional promises to give and membership receipts, are recognized as revenue in the period received or given. However, uncollected pledges are not enforceable against contributors and the Station is not able to determine that they are probable of collection, therefore they are not shown as assets in the statements of net position. Contributions and collected pledges are components of the unrestricted operating fund inasmuch as their usage is not limited to specific activities of the Station. This usage is consistent with appeals for contributions and pledges.

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(1) **Summary of Significant Accounting Policies:** (Continued)

(n) **Corporation for Public Broadcasting Community Service Grants**—The Corporation for Public Broadcasting (“CPB”) is a private, nonprofit grant-making organization responsible for funding more than 1,000 television and radio stations. CPB distributes annual Community Service Grants (“CSGs”) to qualifying public broadcasting entities. CSGs are used to augment the financial resources of public broadcasting entities and thereby to enhance the quality of programming and expand the scope of public broadcasting services. Each CSG may be expended over one or two Federal fiscal years as described in the Communications Act, 47 United States Code Annotated, Section 396(k)(7). In any event, each grant must be expended within two years of the initial grant authorization.

According to the Communications Act, funds may be used at the discretion of recipients for purposes relating primarily to production and acquisition of programming. Also, the grants may be used to sustain activities begun with CSGs awarded in prior years. Certain *General Provisions* must be satisfied in connection with application for and use of the grants to maintain eligibility and meet compliance requirements. These *General Provisions* pertain to the use of grant funds, record keeping, audits, financial reporting, mailing lists, and licensee status with the Federal Communications Commission.

Any remaining CSG funds and other restricted CPB grant funds at fiscal year-end are reported as restricted cash and restricted-expendable net position on the statements of net position. As a result of the passage of a federal rescissions package, funding for the CPB for fiscal years 2026 and 2027 was rescinded. With the dissolution of the CPB effective October 1, 2025, the Station does not expect to receive CSGs or other funding from the CPB going forward.

(o) **State of Florida public broadcasting grants**—The Station historically received annual public broadcasting grants administered through the Florida Department of Education. During each of the years ended June 30, 2025 and 2024, the Station recognized \$470,400 of such funding, consisting of \$370,400 attributable to television operations and \$100,000 attributable to radio operations. Subsequent to June 30, 2025, the Governor of Florida vetoed the public television and radio appropriations included in the State’s fiscal year 2025–2026 budget. Accordingly, the Station does not expect to receive this state public broadcasting funding during fiscal year 2026. Funding for periods after fiscal year 2026 will depend on future legislative appropriations and gubernatorial approval and, therefore, is uncertain.

(p) **Indirect support provided by Florida Gulf Coast University**—Indirect support from the University consists of allocated institutional support and physical plant costs incurred by the University for which the Station receives benefits. The fair value of this support is recognized in the statements of revenues, expenses, and changes in net position as donated facilities and administrative support and is allocated as an expense to each of the functional expense categories.

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(1) **Summary of Significant Accounting Policies:** (Continued)

Indirect support was calculated using the Corporation for Public Broadcasting's (CPB) Standard Method. Under this methodology, expenses for non-broadcasting activities and unrelated business income taxes were excluded from the Station's total operating expenses, along with depreciation, amortization, in-kind contributions, and donated property and equipment, to determine the Station's net direct expenses. For the years ended June 30, 2025 and 2024, WGPU-TV had \$191,179 and \$105,772 of expenses for non-broadcasting activities and unrelated business income taxes, respectively. For the years ended June 30, 2025 and 2024, WGPU-FM had \$12 and \$323 of expenses for non-broadcasting activities and unrelated business income taxes, respectively. Additionally, in accordance with the CPB Standard Method, fees paid to the University of \$30,376 and \$27,887 for WGPU-TV were removed in the calculation of indirect administrative support for the years ended June 30, 2025 and 2024, respectively. Fees paid to the University of \$19,572 and \$18,324 for WGPU-FM were removed in the calculation of indirect administrative support for the years ended June 30, 2025 and 2024, respectively.

Effective October 1, 2025, the Corporation for Public Broadcasting was dissolved, and as such there are no CPB reporting and compliance requirements for the year ended June 30, 2025. As a result, the Station no longer is required to report indirect administrative support (IAS) in its financial statements, however, it has elected to continue doing so. Comparative financial information for the years ended June 30, 2025 and 2024 continues to reflect IAS calculated in accordance with the CPB Standard Method.

(q) **Production revenue**—The Station uses the percentage-of-completion method of accounting for production revenue, whereby the cumulative production revenue earned equals the ratio of costs incurred to the estimated total costs at completion applied to the total committed revenues from outside sponsors. Production costs include charges by subcontractors plus all direct labor and other direct costs. Indirect and general and administrative expenses are charged to expense as incurred. Cost estimates on programs are reviewed periodically as the work progresses and adjustments, if needed, are reflected in the period in which the estimates are revised.

(r) **Operating activities**—The Station's policy for defining operating activities as reported on the statements of revenues, expenses, and changes in net position are those that generally result from the provision of public broadcasting and instructional technology services, and from the production of program material for distribution in those services. Revenues associated with, or restricted by donors to use for, capital improvements, and revenues and expenses that result from financing and investing activities are recorded as non-operating revenues.

(s) **Program and production underwriting**—Revenue for program underwriting is recorded on a pro-rata basis for the period covered and for production underwriting on an estimated percentage-of-completion basis.

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(1) **Summary of Significant Accounting Policies:** (Continued)

(t) **Income taxes**—The Station is owned and operated by Florida Gulf Coast University, which is a part of the State of Florida’s educational system. Accordingly, the Station is exempt from Federal income taxes. Any taxable income is aggregated at the University level and taxes paid, if any, are paid by the University.

(u) **Functional allocation of expenses**—The costs of providing the various programs and other activities have been summarized on a functional basis in the statements of revenues, expenses, and changes in net position. Accordingly, certain costs have been allocated among program and supporting services benefited based on total personnel costs or other systematic bases.

(v) **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 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. Accordingly, results could differ from those estimates.

(w) **Compensated absences**—The liability for compensated absences represents employees’ accrued annual and sick leave based on length of service subject to certain limitations as defined by state statute and University policies, that is more likely than not to be used for time off or otherwise paid or settled. The liability is measured using pay rates in effect at year-end.

(x) **Advertising costs**—Advertising costs are expensed in the period in which they are incurred. Advertising expense for the years ended June 30, 2025 and 2024, was \$164,487 and \$189,540, respectively.

(y) **Recent accounting pronouncements**—The Governmental Accounting Standards Board (GASB) issued new or modifications to, or interpretations of, existing accounting guidance during the year ended June 30, 2025. The Station has considered the new pronouncements that altered accounting principles generally accepted in the United States of America, and other than as disclosed in the notes to the financial statements below, does not believe that any other new or modified principles will have a material impact on the Station’s financial statements.

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(1) **Summary of Significant Accounting Policies:** (Continued)

GASB issued Statement No. 101, *Compensated Absences*, in June 2022. GASB Statement No. 101 amends the existing guidance related to the calculation and disclosures surrounding the liability for compensated absences. The provisions in GASB 101 are effective for fiscal years beginning after December 15, 2023. The Station adopted GASB 101 for the year ended June 30, 2025. The Station's compensated absences are disclosed in Note 5.

GASB issued Statement No. 102, *Certain Risk Disclosures*, in December 2023. The objective of GASB 102 is to provide users of governmental financial statements with essential information about risks related to an entity's vulnerabilities due to certain concentrations or constraints. The effective date for implementation is fiscal years beginning after June 15, 2024, and all reporting periods thereafter. The Station adopted GASB 102 for the year ended June 30, 2025. The Station's concentrations and constraints, and related risk considerations are disclosed in Note 4.

GASB issued Statement No. 103, *Financial Reporting Model Improvements*, in April 2024. The objective of GASB 103 is to improve key components of the financial reporting model to enhance its effectiveness in providing information that is essential for decision making and assessing a government's accountability. The effective date for implementation is fiscal years beginning after June 15, 2025, and all reporting periods thereafter.

GASB issued Statement No. 104, *Disclosure of Certain Capital Assets*, in September 2024. GASB 104 requires governments to disclose separate information about specific types of capital assets and

establishes criteria for identifying and reporting capital assets held for sale. The objective of GASB 104 is to enhance transparency and improve the usefulness of financial statements for stakeholders by providing more detailed information on these assets. The provisions are effective for fiscal years beginning after June 15, 2025.

GASB issued Statement No. 105, *Subsequent Events*, in December 2025. GASB 105 clarifies the subsequent events time frame, distinguishes between recognized and nonrecognized subsequent events, and specifies disclosure requirements for nonrecognized subsequent events. The objective of GASB 105 is to improve and enhance consistency in the identification, recognition, and disclosure of subsequent events. The effective date for implementation is fiscal years beginning after June 15, 2026, and all reporting periods thereafter.

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(2) Funds Held and Invested by Florida Gulf Coast University Foundation, Inc. on Behalf of the Station:

The Station has an agreement with Florida Gulf Coast University Foundation, Inc. (the “Foundation”), whereby Station funds are held and invested by the Foundation on behalf of the Station. These amounts are included in the accompanying financial statements of the Station as “Funds held and invested by Florida Gulf Coast University Foundation, Inc. on behalf of the Station.” Total cash held by the Foundation is \$10,481,197 and \$8,542,861 as of June 30, 2025 and 2024, respectively. Total investments held by the Foundation are \$6,068,048 and \$5,685,346 as of June 30, 2025 and 2024, respectively. These investment totals include \$4,366,879 of restricted funds as of June 30, 2025 and 2024. These restricted funds relate to contributions and endowments that have donor constraints placed on the use of the funds. See note 8 for additional information on restrictions on net position.

All funds held and invested by the Foundation on behalf of the Station are invested in uninsured and unregistered investments, which are held in the name of the Foundation. All funds held and invested by the Foundation on behalf of the Station are reflected at fair value. The Foundation categorizes the fair value measurement of these investments 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, 2025 and 2024:

Funds held and invested by the Foundation – recorded at the Station’s ownership of a share of an investment pool, not the underlying securities. These funds are valued at net asset value (“NAV”) of units held, as reported by the Foundation. The Station reviews and evaluates the values and assesses the valuation methods and assumptions used in determining the fair value of these investments. Because the investment pool is not readily marketable, NAV is used as a practical expedient, and the estimated value is subject to uncertainty and, therefore, may differ from the value that would have been used had a readily available market for such investment existed, and differences could be material. The Station relies on policies developed and administered by the University and the Foundation for managing interest rate risk or credit risk for these investment pools.

In accordance with GASB 72, certain investments that were measured at NAV per share (or its equivalent) have not been classified in the fair value hierarchy. The following table discloses the nature and risk of investments for which fair value has been estimated using the NAV per share of the investments as a practical expedient as of June 30, 2025 and 2024.

Investments Measured at NAV					
	<u>Total Fair Value</u>	<u>Unfunded Commitments</u>	<u>Redemption Frequency</u>	<u>Redemption Notice Period</u>	
Funds held and invested by the Foundation					
June 30, 2025	\$ 6,068,048	\$ -	Daily	N/A	
June 30, 2024	\$ 5,685,346	\$ -	Daily	N/A	

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(3) Capital Assets:

Capital asset activity for the years ended June 30, 2025 and 2024, was as follows:

	<u>Balance</u> <u>July 1, 2024</u>	<u>Increases</u>	<u>Decreases</u>	<u>Transfers</u>	<u>Balance</u> <u>June 30, 2025</u>
Capital assets, not being depreciated:					
Land and land improvements	\$ 293,732	\$ -	\$ -	\$ -	\$ 293,732
Construction in progress	113,000	-	(76,044)	(36,956)	-
Total capital assets, not being depreciated	<u>406,732</u>	<u>-</u>	<u>(76,044)</u>	<u>(36,956)</u>	<u>293,732</u>
Capital assets, being depreciated:					
Buildings	4,182,564	-	-	36,956	4,219,520
Furniture, fixtures and equipment	6,604,486	66,874	-	(11,495)	6,659,865
Improvements	154,363	-	-	-	154,363
Transmitter	163,481	-	-	-	163,481
Total capital assets, being depreciated	11,104,894	66,874	-	25,461	11,197,229
Less: Accumulated depreciation	<u>6,735,405</u>	<u>431,547</u>	<u>-</u>	<u>(11,495)</u>	<u>7,155,457</u>
Total capital assets, being depreciated, net	4,369,489	(364,673)	-	36,956	4,041,772
Total capital assets	<u><u>\$ 4,776,221</u></u>	<u><u>\$ (364,673)</u></u>	<u><u>\$ (76,044)</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 4,335,504</u></u>

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(3) **Capital Assets:** (Continued)

	Balance July 1, 2023	Increases	Decreases	Transfers	Balance June 30, 2024
Capital assets, not being depreciated:					
Land and land improvements	\$ 293,732	\$ -	\$ -	\$ -	\$ 293,732
Construction in Progress	-	113,000	-	-	113,000
Total capital assets, not being depreciated	<u>293,732</u>	<u>113,000</u>	<u>-</u>	<u>-</u>	<u>406,732</u>
Capital assets, being depreciated:					
Buildings	4,182,564	-	-	-	4,182,564
Furniture, fixtures and equipment	6,680,950	38,437	-	(114,901)	6,604,486
Improvements	154,363	-	-	-	154,363
Transmitter	163,481	-	-	-	163,481
Total capital assets, being depreciated	11,181,358	38,437	-	(114,901)	11,104,894
Less: Accumulated depreciation	<u>6,434,333</u>	<u>415,973</u>	<u>-</u>	<u>(114,901)</u>	<u>6,735,405</u>
Total capital assets, being depreciated, net	4,747,025	(377,536)	-	-	4,369,489
Total capital assets	<u>\$ 5,040,757</u>	<u>\$ (264,536)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4,776,221</u>

WGCU-TV had depreciation expense of \$401,054 and \$382,311 for the fiscal years ended June 30, 2025 and 2024, respectively. WGCU-FM had depreciation expense of \$30,493 and \$33,662 for the fiscal years ended June 30, 2025 and 2024, respectively.

(4) **Significant Concentrations and Constraints:**

Information related to significant concentrations of revenues and credit risk for financial instruments owned by the Station and constraints that may make the Station vulnerable to the risk of a substantial impact, except as otherwise disclosed, is as follows:

(a) **Cash and cash equivalents**—The Station has demand deposits held at financial institutions for the University and the Foundation, which are secured up to FDIC limits. Amounts over FDIC limits are secured by collateral held by the financial institution which is pledged to the State of Florida Public Deposits Trust Fund. These deposits amounted to \$11,302,792 and \$9,945,769 as of June 30, 2025 and 2024, respectively.

(b) **Funds held and invested by Florida Gulf Coast University Foundation, Inc. on Behalf of the Station**—The Station has an agreement with the Foundation, whereby Station funds are held and invested by the Foundation on behalf of the Station as described in Note 2. The Station has no policy requiring collateral or other security to support these amounts.

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(4) **Significant Concentrations and Constraints:** (Continued)

(c) **Accounts and grants receivable**—The Station has accounts and grants receivables of \$142,154 and \$183,620 at June 30, 2025 and 2024, respectively. At June 30, 2025 and 2024, there were no significant concentrations. The Station has no policy requiring collateral or other security to support receivables.

(d) **Revenues**—The Station received significant revenue from two sources in fiscal year 2025 and in fiscal year 2024. The CPB contributed approximately 13% of revenues and the University provided approximately 21% in cash, support and donated facilities during the year ended June 30, 2025. For the year ended June 30, 2024, a private donor contributed approximately 18% of revenues and the University provided approximately 16% in cash, support and donated facilities. As discussed in Note 1, subsequent to the Station's fiscal year end, the CPB was dissolved effective October 1, 2025 and the Station does not expect to receive future CPB funding. In addition, the Governor of Florida vetoed the public radio and television appropriations included in the State's fiscal year 2025–2026 budget that funded the Community services donated by the State of Florida's Department of Education. Accordingly, a significant reduction or elimination of CPB funding and FL DOE funding could have a substantial impact on future operating results and related cash flows. Management continues to pursue fundraising and community engagement activities and other revenue initiatives, including membership and underwriting, to support ongoing operations.

(e) **Restricted resources**— Certain Station resources are subject to external restrictions, including donor restrictions and grant restrictions, which are reported as restricted cash and restricted net position. Restricted-expendable net position includes unspent community service grant funds at June 30, 2025 and 2024. Community Service Grants have statutory/grantor spending provisions (including time-based spending requirements), and amounts not used in accordance with grant provisions could be subject to repayment or other grantor actions.

(5) **Compensated Absences:**

Compensated absences liability activity for the years ended June 30, 2025 and 2024, were as follows:

<u>Balance</u> <u>July 1, 2024</u>	<u>Increases</u>	<u>Decreases</u>	<u>Balance</u> <u>June 30, 2025</u>	<u>Amount Due</u> <u>Within 1 Year</u>
\$ 437,444	\$ 449,814	\$ 357,723	\$ 529,535	\$ 267,894

<u>Balance</u> <u>July 1, 2023</u>	<u>Increases</u>	<u>Decreases</u>	<u>Balance</u> <u>June 30, 2024</u>	<u>Amount Due</u> <u>Within 1 Year</u>
\$ 413,438	\$ 366,917	\$ 342,911	\$ 437,444	\$ 259,400

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(6) Grants from the Corporation for Public Broadcasting:

The Station receives CSGs from the CPB annually. The CSGs received and expended during the most recent fiscal years were as follows:

<u>Year of Grant</u>	<u>Grants Received</u>	<u>Expended</u>			<u>Uncommitted Balance at June 30, 2025</u>
		<u>2022 – 2023</u>	<u>2023 – 2024</u>	<u>2024 – 2025</u>	
2022-24	\$ 1,363,057	\$ 1,363,041	\$ 16	\$ -	\$ -
2023-25	\$ 1,408,788	\$ -	\$ 1,408,788	\$ -	\$ -
2024-26	\$ 1,617,858	\$ -	\$ -	\$ 1,617,858	\$ -

As described in note 1, subsequent to year end, funding for the CPB for fiscal years 2026 and 2027 was rescinded and the CPB was dissolved effective October 1, 2025. As a result, the Station does not expect to receive additional CSGs or other funding from the CPB going forward. The loss of this funding source could have a substantial impact on future revenues and operating results.

(7) Risks and Uncertainties:

The Station invests in uninsured and unregistered investments, held and managed by Florida Gulf Coast University Foundation, Inc. Investment securities are exposed to various risks such as interest rate, market, and credit risks. Due to the level of risk associated with certain investment securities, it is at least reasonably possible that changes in the values of investment securities will occur in the near term and those changes could materially affect the carrying values reported in the statements of net position.

(8) Restrictions on Net Position:

Investment income, including unrealized appreciation and depreciation, is allocated to the unrestricted account if there are no donor restrictions. If there are specific donor restrictions or criteria, investment income, including unrealized appreciation and depreciation, is allocated to the restricted expendable account on a pro rata basis based on the nonexpendable balance. In accordance with state law, and absent any donor restrictions, these funds are then available for expenditure when the specific donor criteria are met. Included in restricted expendable net position at June 30, 2025, are contributions totaling \$1,238,055 and restricted cash from grants of \$117,069. Included in restricted expendable net position at June 30, 2024, are contributions totaling \$1,238,055 and restricted cash from grants of \$184,145. The restricted nonexpendable net position at June 30, 2025 and 2024, contains the endowment balances of \$3,128,824.

SUPPLEMENTAL INFORMATION

WGCU-TV
A PUBLIC TELECOMMUNICATIONS ENTITY OPERATED BY
FLORIDA GULF COAST UNIVERSITY
STATEMENTS OF REVENUES, EXPENSES,
AND CHANGES IN NET POSITION
FOR THE YEARS ENDED JUNE 30, 2025 AND 2024

	<u>2025</u>	<u>2024</u>
Operating revenues		
Community service grants donated by the Corporation for Public Broadcasting	\$ 1,357,681	\$ 1,184,119
Other Corporation for Public Broadcasting grants	84,116	38,906
Community service grants donated by the Department of Education, State of Florida	370,400	370,400
Other grants	130,000	50,500
Appropriations from Florida Gulf Coast University	448,615	450,251
Underwriting support	436,936	378,826
Membership income	2,308,149	2,134,565
Non-recurring estate gifts	62,626	62,491
Strategic campaign revenues	279,000	612,000
Donated facilities and administrative support from Florida Gulf Coast University	1,265,515	1,111,465
In-kind contributions	94,399	52,483
Production services	20,410	11,602
Broadband channel and tower income	231,707	217,971
Other income	145,430	98,142
Total operating revenues	<u>7,234,984</u>	<u>6,773,721</u>
Operating expenses		
Programming and production	3,601,966	2,744,253
Broadcasting	909,220	911,511
Program information and promotion	419,354	377,066
Management and general	1,064,195	934,965
Fundraising and membership development	1,048,900	999,772
Underwriting and grant solicitation	381,902	382,027
Total operating expenses	<u>7,425,537</u>	<u>6,349,594</u>
Operating income(loss)	<u>(190,553)</u>	<u>424,127</u>
Non-operating revenues		
Investment return, net	1,105,812	1,114,737
Contributions to permanent endowments	-	3,000,000
Total nonoperating revenues	<u>1,105,812</u>	<u>4,114,737</u>
Change in net position	<u>915,259</u>	<u>4,538,864</u>
Net position, beginning of year	15,283,482	10,744,618
Net position, end of year	<u><u>\$ 16,198,741</u></u>	<u><u>\$ 15,283,482</u></u>

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

EXHIBIT II

WGCU-FM
A PUBLIC TELECOMMUNICATIONS ENTITY OPERATED BY
FLORIDA GULF COAST UNIVERSITY
STATEMENTS OF REVENUES, EXPENSES,
AND CHANGES IN NET POSITION
FOR THE YEARS ENDED JUNE 30, 2025 AND 2024

	<u>2025</u>	<u>2024</u>
Operating revenues		
Community service grants donated by the Corporation for Public Broadcasting	\$ 260,177	\$ 224,669
Community service grants donated by the Department of Education, State of Florida	100,000	100,000
Other grants	-	40,349
Appropriations from Florida Gulf Coast University	296,770	296,300
Underwriting support	626,049	719,828
Membership income	1,666,744	1,479,601
Non-recurring estate gifts	194,248	946,795
Strategic campaign revenues	627,156	661,570
Donated facilities and administrative support from Florida Gulf Coast University	814,674	780,986
In-kind contributions	41,490	80,142
Production services	3,389	3,872
Other income	3,599	4,590
Total operating revenues	<u>4,634,296</u>	<u>5,338,702</u>
Operating expenses		
Programming and production	2,369,144	2,083,874
Broadcasting	365,105	394,705
Program information and promotion	146,883	252,762
Management and general	471,887	431,168
Fundraising and membership development	587,545	540,361
Underwriting and grant solicitation	476,063	495,734
Total operating expenses	<u>4,416,627</u>	<u>4,198,604</u>
Operating income	<u>217,669</u>	<u>1,140,098</u>
Non-operating revenues		
Investment return, net	168,377	69,659
Change in net position	<u>386,046</u>	<u>1,209,757</u>
Net position, beginning of year	2,868,779	1,659,022
Net position, end of year	<u><u>\$ 3,254,825</u></u>	<u><u>\$ 2,868,779</u></u>

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

WGCU PUBLIC MEDIA
A PUBLIC TELECOMMUNICATIONS ENTITY OPERATED BY
FLORIDA GULF COAST UNIVERSITY
STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED JUNE 30, 2025
(With Summarized Comparative Totals for the Year Ended June 30, 2024)

	Program Services				Supporting Services				2025 Total Expenses	2024 Total Expenses
	Programming and Production	Broadcasting	Program Information and Promotion	Total	Management and General	Fundraising and Membership Development	Underwriting and Grant Solicitation	Total		
Salaries, payroll taxes and employee benefits	\$ 2,546,964	\$ 667,780	\$ 220,207	\$ 3,434,951	\$ 736,664	\$ 654,900	\$ 470,670	\$ 1,862,234	\$ 5,297,185	\$ 4,691,510
Commissions to advertising agencies	-	-	-	-	-	-	143,945	143,945	143,945	146,020
Professional services	137,565	68,626	9,795	215,986	84,816	95,450	3,175	183,441	399,427	351,213
Office supplies	8,650	73	4,617	13,340	4,308	4,180	42	8,530	21,870	21,212
Operating and other supplies	62,069	3,920	6,344	72,333	-	39,122	-	39,122	111,455	38,464
Telephone	-	47,254	-	47,254	30,977	43,204	-	74,181	121,435	120,377
Postage	-	2	-	2	48	111,294	119	111,461	111,463	86,009
Advertising	10,802	-	153,425	164,227	260	-	-	260	164,487	189,540
Rental and maintenance of equipment	275	56,953	-	57,228	-	-	-	-	57,228	49,243
Program acquisitions	1,745,181	-	-	1,745,181	-	-	-	-	1,745,181	1,542,720
Program production costs	-	-	-	-	-	-	-	-	-	445
Printing and publications	683	-	15,015	15,698	3,412	9,906	445	13,763	29,461	16,827
Travel and training	17,045	6,347	129	23,521	25,923	7,150	5,506	38,579	62,100	51,032
Freight	6,703	373	1,739	8,815	-	-	-	-	8,815	1,510
Premiums	-	-	-	-	-	50,307	-	50,307	50,307	88,724
Direct mail	-	-	-	-	-	126,167	-	126,167	126,167	80,988
Computer fees and supplies	28,219	48,073	8,250	84,542	4,938	41,036	4,840	50,814	135,356	92,843
Subscriptions and dues	90,250	-	-	90,250	60,653	7,371	-	68,024	158,274	119,310
Ratings and research	81,638	-	-	81,638	450	-	10,000	10,450	92,088	108,069
Meetings and events	32,229	37	26,377	58,643	8,107	45,164	943	54,214	112,857	72,498
Utilities	-	7,959	-	7,959	-	-	-	-	7,959	4,805
Station maintenance	1,293	47	-	1,340	-	-	-	-	1,340	69,380
Overhead charges	23,689	-	6,415	30,104	207,162	88,159	-	295,321	325,425	261,511
Depreciation	188,357	62,373	22,151	272,881	72,792	55,302	30,572	158,666	431,547	415,973
Facility rental	368	35,258	-	35,626	-	-	-	-	35,626	24,558
Donated facilities and administrative support from Florida Gulf Coast University	989,130	269,250	88,572	1,346,952	295,572	257,733	179,932	733,237	2,080,189	1,892,451
Bad debt expense	-	-	3,201	3,201	-	-	7,776	7,776	10,977	10,966
	<u>\$ 5,971,110</u>	<u>\$ 1,274,325</u>	<u>\$ 566,237</u>	<u>\$ 7,811,672</u>	<u>\$ 1,536,082</u>	<u>\$ 1,636,445</u>	<u>\$ 857,965</u>	<u>\$ 4,030,492</u>	<u>\$ 11,842,164</u>	<u>\$ 10,548,198</u>

The accompanying notes to financial statements are an integral part of this statement.