Greater Dayton Public Television, Inc.

Financial Statements with
June 30, 2023 and 2022 and
Independent Auditors' Report

GREATER DAYTON PUBLIC TELEVISION, INC.
June 30, 2023 and 2022

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Independent Auditors' Report

To the Board of Trustees
Greater Dayton Public Television, Inc.
Dayton, Ohio

Opinion

We have audited the accompanying financial statements of Greater Dayton Public Television, Inc. (a nonprofit organization), which comprise the statements of financial position as of June 30, 2023 and 2022, and the related statements of activities, functional expenses and cash flows for the years then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Greater Dayton Public Television, Inc. as of June 30, 2023 and 2022, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audits in accordance with auditing standards generally accepted in the United States of America. 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 Greater Dayton Public Television, Inc. and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of 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.

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 Greater Dayton Public Television, Inc.'s ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

Auditors' Responsibilities for the Audit of the Financial Statements

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

Independent Auditors' Report
(Continued)

Auditors' Responsibilities for the Audit of the Financial Statements (Continued)

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 Greater Dayton Public Television, Inc.'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 Greater Dayton Public Television, Inc.'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.

Barnes, Dennig & Co., Ltd.

December 21, 2023
Cincinnati, Ohio

GREATER DAYTON PUBLIC TELEVISION, INC.

Statements of Financial Position
June 30, 2023 and 2022

	2023	2022
Assets		
Cash	$ 245,681	$ 957,522
Accounts receivable, net	198,285	170,617
Contributions receivable, net	294,777	303,303
Due from related parties	68,236	-
Prepaid expense	79,486	129,027
Investments	1,928,043	1,778,740
Prepaid rent	659	75,338
Right of use assets - operating	817,553	-
Property and equipment, net	3,920,889	4,068,832
Beneficial interest in perpetual trusts	39,222	40,599
Total assets	$ 7,592,831	$ 7,523,978
Liabilities and Net Assets		
Liabilities		
Accounts payable	$ 155,010	$ 202,497
Accrued expenses	356,564	355,819
Due to related parties	7,500	189,469
Deferred support and revenue	11,000	47,000
Lease liabilities - operating	790,529	-
Total liabilities	1,320,603	794,785
Net Assets		
Without donor restrictions	6,171,531	6,688,594
With donor restrictions	100,697	40,599
Total net assets	6,272,228	6,729,193
Total liabilities and net assets	$ 7,592,831	$ 7,523,978

The accompanying notes are an integral part of these financial statements

GREATER DAYTON PUBLIC TELEVISION, INC.

Statement of Activities
Year Ended June 30, 2023

	Without Donor Restrictions	With Donor Restrictions	Total
Support and revenue			
Support:			
Corporation for Public Broadcasting:			
Community Service Grant and Interconnect reimbursement	$ 1,066,069	$ -	$ 1,066,069
State of Ohio:			
Operating Subsidy	213,181	-	213,181
Educational Subsidy	260,784	-	260,784
Capital Subsidy	175,000	-	175,000
In-kind donations	415,551	-	415,551
Montgomery County	48,376	-	48,376
Total support	2,178,961	-	2,178,961
Revenue:			
Memberships and other contributions	2,085,778	57,975	2,143,753
Donated services	51,567	-	51,567
Acquired program underwriting	374,795	-	374,795
Contract production services	26,875	-	26,875
Educational services	367,442	3,500	370,942
Rental income	540,476	-	540,476
Investment return, net	142,280	-	142,280
Promotion and miscellaneous	9,073	-	9,073
Change in value of trust	-	(1,377)	(1,377)
Total revenue	3,598,286	60,098	3,658,384
Total support and revenue	5,777,247	60,098	5,837,345
Expenses			
Program	4,247,287	-	4,247,287
Fundraising	899,860	-	899,860
Administrative	1,147,163	-	1,147,163
Total expenses	6,294,310	-	6,294,310
Change in net assets	(517,063)	60,098	(456,965)
Net assets, beginning of year	6,688,594	40,599	6,729,193
Net assets, end of year	$ 6,171,531	$ 100,697	$ 6,272,228

GREATER DAYTON PUBLIC TELEVISION, INC.

Statement of Activities
Year Ended June 30, 2022

	Without Donor Restrictions	With Donor Restrictions	Total
Support and revenue			
Support:			
Corporation for Public Broadcasting:			
Community Service Grant and Interconnect reimbursement	$ 1,099,128	$ -	$ 1,099,128
State of Ohio:			
Operating Subsidy	213,180	-	213,180
Educational Subsidy	260,784	-	260,784
In-kind donations	458,375	-	458,375
Montgomery County	42,009	-	42,009
Total support	2,073,476	-	2,073,476
Revenue:			
Memberships and other contributions	2,048,626	-	2,048,626
Donated services	30,050	-	30,050
Acquired program underwriting	463,991	-	463,991
Auction and special events	20,580	-	20,580
Contract production services	18,865	-	18,865
Educational services	208,495	-	208,495
Rental income	530,601	-	530,601
Investment return, net	(281,725)	-	(281,725)
Promotion and miscellaneous	338,085	-	338,085
Change in value of trust	-	(2,247)	(2,247)
Total revenue	3,377,568	(2,247)	3,375,321
Net assets released from restrictions	520,576	(520,576)	-
Total support and revenue	5,971,620	(522,823)	5,448,797
Expenses			
Program	4,062,447	-	4,062,447
Fundraising	847,449	-	847,449
Administrative	1,190,987	-	1,190,987
Total expenses	6,100,883	-	6,100,883
Change in net assets	(129,263)	(522,823)	(652,086)
Net assets, beginning of year	6,817,857	563,422	7,381,279
Net assets, end of year	$ 6,688,594	$ 40,599	$ 6,729,193

The accompanying notes are an integral part of these financial statements

GREATER DAYTON PUBLIC TELEVISION, INC.

Statement of Functional Expenses
Year Ended June 30, 2023

	Technical	Programming	Education Services	Production	Promotions	Total Program	Marketing	Member Services	Auctions and Special Events	Total Fundraising	Administrative	Total Expenses
Salaries	$ 352,334	$ 187,936	$ 189,317	$ 430,120	$ 123,848	$ 1,283,555	$ 102,340	$ 332,049	$ -	$ 434,389	$ 466,882	$ 2,184,826
Program acquisitions	-	677,323	-	-	-	677,323	-	1,196	-	1,196	-	678,519
In-kind donations	415,551	-	-	-	-	415,551	51,567	-	-	51,567	-	467,118
Benefits	74,033	31,187	11,739	79,082	19,726	215,767	18,863	53,398	177	72,438	118,814	407,019
Depreciation	326,783	2,883	3,829	43,704	214	377,413	-	-	-	-	42,041	419,454
Professional fees	1,000	18,197	56,165	10,042	12,284	97,688	28	2,224	1,535	3,787	121,957	223,432
Repair and maintenance	229,974	-	35	43,750	-	273,759	-	-	-	-	77,272	351,031
Educational fees	-	-	261,676	-	-	261,676	-	-	-	-	-	261,676
Memberships	-	200,591	380	6,089	-	207,060	-	-	-	-	36,666	243,726
Utilities	85,512	-	-	13,634	-	99,146	-	-	-	-	93,446	192,592
Postage and shipping	352	29	31	1	36,770	37,183	-	191,439	-	191,439	344	228,966
Rent	74,666	-	-	505	-	75,171	-	-	-	-	89,272	164,443
Production fees	-	-	36,155	30,284	-	66,439	48	2,500	-	2,548	-	68,987
Promotional incentives	-	-	-	-	-	-	35	69,900	(150)	69,785	-	69,785
Insurance	-	-	-	-	-	-	-	-	-	-	62,980	62,980
Commissions	-	-	-	-	-	-	32,500	22,883	-	55,383	-	55,383
Printing	50	-	388	65	38,325	38,828	240	5,658	-	5,898	60	44,786
Supplies	(192)	167	49,074	16,701	183	65,933	1,465	1,659	259	3,383	10,775	80,091
Travel and training	17,238	3,158	6,204	4,336	8,066	39,002	3,207	952	-	4,159	11,442	54,603
Miscellaneous	650	-	1,939	5,591	41	8,221	247	(1,009)	-	(762)	14,683	22,142
Receptions	-	-	875	202	291	1,368	-	4,650	-	4,650	529	6,547
Advertising	-	-	135	1,205	4,864	6,204	-	-	-	-	-	6,204
	$ 1,577,951	$ 1,121,471	$ 617,942	$ 685,311	$ 244,612	$ 4,247,287	$ 210,540	$ 687,499	$ 1,821	$ 899,860	$ 1,147,163	$ 6,294,310

The accompanying notes are an integral part of these financial statements

GREATER DAYTON PUBLIC TELEVISION, INC.

Statement of Functional Expenses
Year Ended June 30, 2022

	Technical	Programming	Education Services	Production	Promotions	Total Program	Marketing	Member Services	Auctions and Special Events	Total Fundraising	Administrative	Total Expenses
Salaries	$ 329,738	$ 144,086	$ 106,992	$ 413,951	$ 129,809	$ 1,124,576	$ 91,745	$ 337,553	$ -	$ 429,298	$ 460,722	$ 2,014,596
Program acquisitions	-	794,762	-	-	-	794,762	-	1,935	-	1,935	-	796,697
In-kind donations	458,375	-	-	-	-	458,375	30,050	-	-	30,050	-	488,425
Benefits	62,522	33,270	9,147	86,455	23,360	214,754	19,816	62,142	933	82,891	125,538	423,183
Depreciation	316,086	2,789	3,704	42,273	207	365,059	-	-	-	-	40,664	405,723
Professional fees	12,000	89,151	1,200	9,541	10,320	122,212	-	625	-	625	127,364	250,201
Repair and maintenance	116,416	-	78	42,993	-	159,487	-	-	-	-	98,435	257,922
Educational fees	-	-	257,375	-	-	257,375	-	-	-	-	-	257,375
Memberships	85	200,466	631	1,740	40	202,962	-	201		201	38,442	241,605
Utilities	66,958	-	-	14,018	-	80,976	-	-	-	-	105,917	186,893
Postage and shipping	829	15	60	289	35,332	36,525	2	137,291	31	137,324	523	174,372
Rent	74,447	-	-	-	-	74,447	-	-	-	-	80,662	155,109
Production fees	-	-	16,168	71,944	-	88,112	400	-	400	800	-	88,912
Promotional incentives	-	-	-	19	-	19	13	74,531	2,679	77,223	-	77,242
Insurance	-	-	-	-	-	-	-	-	-	-	68,475	68,475
Commissions	-	-	-	-	-	-	40,000	24,053	-	64,053	-	64,053
Printing	-	-	-	6,217	31,710	37,927	-	4,812	1,006	5,818	742	44,487
Supplies	69	16	11,699	6,963	539	19,286	85	940	351	1,376	10,681	31,343
Travel and training	754	473	1,896	2,176	3,542	8,841	148	2,455	87	2,690	14,341	25,872
Miscellaneous	205	38	864	5,068	-	6,175	1,423	187	1,603	3,213	13,222	22,610
Receptions	-	-	397	2,220	382	2,999	-	624	9,256	9,880	5,259	18,138
Advertising	-	-	970	1,089	5,519	7,578	72	-	-	72	-	7,650
	$ 1,438,484	$ 1,265,066	$ 411,181	$ 706,956	$ 240,760	$ 4,062,447	$ 183,754	$ 647,349	$ 16,346	$ 847,449	$ 1,190,987	$ 6,100,883

The accompanying notes are an integral part of these financial statements

GREATER DAYTON PUBLIC TELEVISION, INC.

Statements of Cash Flows
Years Ended June 30, 2023 and 2022

	2023	2022
Cash flows from operating activities		
Change in net assets	$ (456,965)	$ (652,086)
Adjustments to reconcile change in net assets to net cash from operating activities:		
Depreciation	419,454	405,723
Net realized and unrealized (gains) losses on investments	(93,867)	330,035
Change in value of trust	1,377	2,247
Noncash lease expense	(27,024)	-
Contributions received for capital projects	(57,975)	-
Changes in:		
Accounts and contributions receivable, net	(19,142)	3,559
Prepaid expense and rent	124,220	46,940
Accounts payable and accrued expenses	70,739	(126,364)
Due from (to) related parties	(250,205)	476,891
Deferred support and revenue	(36,000)	20,700
Net cash provided by (used in) operating activities	(325,388)	507,645
Cash flows from investing activities		
Purchase of property and equipment	(388,992)	(416,371)
Purchase of investments	(445,475)	(362,686)
Proceeds from sale of investments	390,039	308,789
Net cash used in investing activities	(444,428)	(470,268)
Cash flows from financing activities		
Contributions received for capital purchases	57,975	-
Net cash provided by financing activities	57,975	-
Net change in cash	(711,841)	37,377
Cash, beginning of year	957,522	920,145
Cash, end of year	$ 245,681	$ 957,522
Supplemental information		
Noncash investing and financing transactions:		
Property and equipment purchase in accounts payable	$ -	$ 117,481

The accompanying notes are an integral part of these financial statements

GREATER DAYTON PUBLIC TELEVISION, INC.

Notes to Financial Statements

NOTE 1 NATURE OF ACTIVITIES AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Operations

Greater Dayton Public Television, Inc. (GDPT or the Organization) is a tax-exempt corporation under Section 501(c)(3) of the Internal Revenue Code. The Organization owns and operates a noncommercial broadcasting station in the State of Ohio, specifically WPTD Channel 16 in Dayton. The Organization receives support primarily from the viewing public and private and government grants.

Financial Statement Presentation

The financial statements have been prepared on the accrual basis of accounting in accordance with generally accepted accounting principles (GAAP). The Organization is required to report information regarding its financial position and activities according to two classes of net assets: net assets without donor restrictions, which are available for use in general operations and not subject to donor restrictions; and net assets with donor restrictions, which are either temporary in nature, such as those that will be met by the passage of time or other events specified by the donor, or are perpetual in nature, where the donor stipulates that resources be maintained in perpetuity.

Fair Value Measurements

GAAP has established a three-level hierarchy for fair value measurements based on the transparency of valuation inputs as of the measurement date. The hierarchy is based on the lowest level of input that is significant to the fair value measurement. The three levels are defined as follows: Level 1 inputs are unadjusted quoted prices for identical assets in active markets; Level 2 inputs are observable quoted prices for similar assets in active markets; Level 3 inputs are unobservable and reflect management's best estimate of what market participants would use as fair value.

Cash

The Organization considers bank deposits and all highly liquid investments with original maturities of three months or less to be cash. The Organization maintains its cash in bank deposit accounts which, at times, exceed federally insured limits. The Organization has not experienced any losses in such accounts and believes it is not exposed to any significant credit risk.

Investments and Investment Return

Investments in equity securities having a readily determinable fair value and all debt securities are carried at fair value. Other investments are valued at the lower of cost or fair value. Investment return includes dividends, interest and realized and unrealized gains and losses on investments.

Investment return that is initially restricted by donor stipulation and for which the restriction will be satisfied in the same year is included in net assets without donor restrictions. Other investment return is reflected in the statements of activities as with or without donor restrictions based upon the existence and nature of any donor or legally imposed restrictions.

NOTE 1 NATURE OF ACTIVITIES AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Accounts Receivable

Accounts receivable represent uncollateralized obligations due from various organizations. Accounts receivable are carried at original invoice amount less an estimate made for doubtful receivables based on a review of all outstanding amounts. Management determines the allowance for doubtful accounts by evaluating each individual organization's receivable and considering their current credit worthiness, past experience and current economic conditions. Accounts have been adjusted for all known and expected uncollectible amounts. Recoveries of amounts previously written off are recorded when received. There was no provision for uncollectible accounts at June 30, 2023 and 2022. Accounts receivable as of June 30, 2021 was $174,377.

Property and Equipment

Building and equipment are recorded at cost or, in the case of donated assets, at their estimated fair value at date of receipt. Depreciation is computed by the straight-line method over the estimated useful lives of the respective assets. The Organization reviews its long-lived assets for impairment if changes in circumstances indicate that the carrying amount may not be recoverable. Management believes there has been no impairment in the carrying value of the Organization's long-lived assets.

In accordance with GAAP, the Organization assesses the recoverability of the carrying amount of property and equipment if certain events or changes occur, such as a significant decrease in market value of the assets or a significant change in operating conditions. Based on its most recent analysis, the Organization believes no impairments existed at June 30, 2023 and 2022.

Leases

The Organization determines if an arrangement is a lease at inception. Right of use (ROU) assets represent the Organization’s right to use an underlying asset for the lease term and lease liabilities represent its obligation to make lease payments arising from the lease. Operating lease ROU assets and liabilities are recognized at the commencement date based on the present value of lease payments over the lease term. The Organization uses rates implicit in the lease, if readily available. For leases that do not provide an implicit rate, a risk-free rate based on information available at commencement date is used in determining the present value of lease payments. The Organization’s lease terms may include options to extend or terminate the lease when it is reasonably certain that it will exercise that option. Lease expense for lease payments is recognized on a straight-line basis over the lease term.

The Organization accounts for lease and non-lease components as a single lease component. There may be variability in future lease payments as the amount of the non-lease component is typically revised from one period to the next. These variable lease payments are recognized in operating expenses in the period in which the obligation for those payments was incurred. The Organization’s lease agreements do not contain any material residual value guarantees or material restrictive covenants.

NOTE 1 NATURE OF ACTIVITIES AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Leases (Continued)

The Organization made an accounting policy election that payments under agreements with an initial term of 12 months or less will not be included on the statement of financial position but will be recognized in the statement of activities on a straight-line basis over the term of the agreement. The Organization has elected to apply the short-term lease exception on all classes of underlying assets.

Broadcast Licenses

The Organization has two non-commercial broadcast license agreements with the Federal Communications Commission. The license agreements provide the Organization the right to broadcast televised programs in the Dayton and Oxford, Ohio, areas and were awarded to the Organization at no cost.

Contributions

Gifts of cash and other assets received without donor stipulations are reported as revenue and net assets without donor restrictions. Gifts received with a donor stipulation that limits their use are reported as revenue and net assets with donor restrictions. When a donor stipulated time restriction ends or purpose restriction is accomplished, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statement of activities as net assets released from restrictions. Gifts having donor stipulations which are satisfied in the period the gift is received are reported as revenue and net assets without donor restrictions.

Gifts of long-lived assets with explicit restrictions that specify how the assets are to be used and gifts of cash or other assets that must be used to acquire long-lived assets are reported as restricted support. Absent explicit donor stipulations about how long-lived assets must be maintained, the Organization reports expirations of donor restrictions when the donated or acquired long-lived assets are placed in service.

Unconditional promises to give expected to be collected within one year are reported at their net realizable value. Unconditional gifts expected to be collected in future years are reported at the present value of estimated future cash flows. Contributions receivable as of June 30, 2023 and 2022 are expected to be collected within one year. At June 30, 2023 and 2022, the provision for uncollectible contributions receivable was $52,020 and $53,810, respectively.

Conditional promises to give depend on the occurrence of a specified future and uncertain event to bind the potential donor and are recognized as assets and revenues when the conditions are substantially met and the gift becomes unconditional.

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 telecommunications entities. 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), (1983) Supplement. In any event, each grant must be expended within two years of the initial grant authorization.

NOTE 1 NATURE OF ACTIVITIES AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Community Service Grants (Continued)

The grants are reported on the accompanying financial statements as unrestricted operating funds; however, certain guidelines must be satisfied in connection with application for and use of the grants to maintain eligibility and compliance requirements. These guidelines pertain to the use of grant funds, record keeping, audits, financial reporting and licensee status with the Federal Communications Commission.

Government Grants

Support funded by state grants is recognized as the Organization performs the contracted services or incurs outlays eligible for reimbursement under the grant agreement. Grant activities and outlays are subject to audit and acceptance by the granting agency and, as a result of such audit, adjustments could be required.

During 2022, the Organization received a grant in which the funding agency's promise to give is conditioned upon the Organization incurring certain qualifying expenses and meeting certain milestones under the agreement. At June 30, 2023 and 2022, the Organization had available award balances (conditional promises to give) on the conditional grant of $305,761 and $395,904, respectively. This award balance will be recognized as revenue as the conditions are met throughout the grant's termination date of September 2024.

Revenue Recognition

The Organization identifies a contract with a customer for revenue recognition when there is approval and commitment from both parties, the rights of the parties and payment terms are identified, the contract has commercial substance and the collectability of consideration is probable. The Organization evaluates each contract to determine the number of distinct performance obligations in the contract, which requires the use of judgment. To determine the proper revenue recognition method, the Organization evaluates whether two or more contracts should be combined and accounted for as one single contract and whether the combined or single contract should be accounted for as single or more than one performance obligation.

Underwriting Revenues

Revenue from contracts with customers is recognized from program underwriting. These contracts consist of performance obligations to broadcast underwriting announcements during televised programming and are reported at the amount that reflects the consideration to which the Organization expects to be entitled to in exchange for providing services. Each televised announcement is determined to be a distinct performance obligation. The transaction price is stated in the contracts and is known at the time of contract inception. The Organization determines the transaction price based on standard charges for goods and services provided. Underwriting revenue is recognized at a point in time when the announcements are televised. At times, the Organization will enter into a trade agreement with a business in which underwriting announcements are provided in exchange for tickets, gift cards or media sponsorships. Noncash trade agreements for underwriting are recoded at fair value. Customers are billed for underwriting spots at the time the underwriting agreement is signed, and payment is due monthly throughout the underwriting period. Contract liabilities (deferred revenue) associated with underwriting revenues was $11,000 and $47,000 as of June 30, 2023 and 2022, respectively.

NOTE 1 NATURE OF ACTIVITIES AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Revenue Recognition (Continued)

Membership Revenues

Revenue from memberships are in part contributions and in part exchange transactions. The exchange transaction portion of membership revenues is subject to the guidance in the Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC) Section 606, *Revenue from Contracts with Customers* and the contribution portion of membership revenue is subject to the guidance in FASB ASC 958-605, *Not-for-Profit Entities: Revenue Recognition*. The Organization determines the fair value of goods and services provided to members as the exchange portion. The residual portion of revenue from memberships are contributions. Management's determination of fair value of the exchange transaction portion of membership revenue requires significant judgement. The Organization's primary performance obligation for the exchange portion of the memberships is to provide a one-time access code to PBS Passport, a streaming product that is not controlled by the Organization, to members who contribute more than $60 per year. In accordance with ASC 606-10-55-38, the Organization is considered to be an agent in the transaction as the entity is merely arranging for the goods or services to be provided to the customer, rather than providing the specified goods or services itself. For the year ended June 30, 2023 and 2022, exchange transaction revenue recognized was approximately $484,500 and $387,000, respectively. The Organization recognizes revenue from the exchange transaction portion of membership revenues at the point in time the one-time access code is transferred to its members. Set pricing is used for memberships with payments either being received in advance of receiving the benefits or billed monthly for sustaining memberships. There are no contract liabilities (deferred revenue) associated with membership revenues as of June 30, 2023 and 2022.

Donated Goods and Services

The Organization records donated goods and services that meet the criteria for recognition as contributions at fair value on the date of donation. A substantial number of volunteers have made significant contributions of time to the Organization's policy-making, program and support functions. The value of this contributed time does not meet the criteria for recognition under existing accounting standards and, accordingly, is not reflected in the accompanying financial statements.

Income Taxes

The Organization is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code and a similar provision of Ohio law. However, it is subject to federal income tax on any unrelated business taxable income.

The Organization's IRS Form 990 is subject to review and examination by federal and state authorities. The Organization believes it has appropriate support for any tax positions taken, and therefore, does not have any uncertain income tax positions that are material to the financial statements.

NOTE 1 NATURE OF ACTIVITIES AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Functional Allocation of Expenses

The costs of supporting the various programs and other activities have been summarized on a functional basis on the statements of functional expenses. Certain costs have been allocated among the program, management and general, and fundraising categories based on the specific identification and other methods. The most significant allocations are salaries and related expenses, which are allocated based upon time spent by Organization personnel, and occupancy and depreciation, which are allocated based on utilization.

Use of Estimates

The preparation of financial statements requires management to make estimates and assumptions that affect the reported amounts of assets, liabilities, revenues and expenses and the disclosure of contingent assets and liabilities in the financial statements and accompanying notes. Actual results could differ from those estimates.

Effect of Adopting New Accounting Standard

In February 2016, the FASB issued ASU 2016-02, *Leases* which created Accounting Standards Codification (ASC) 842. This ASU requires organizations that lease assets to recognize on the statement of financial position the assets and liabilities for the rights and obligations created by those leases. The Organization has adopted ASC 842 on July 1, 2022. Accordingly, the Organization recorded operating lease right-of-use (ROU) assets of $815,572 and operating lease liabilities of $816,011 as of July 1, 2022. The standard had an impact on the Organization’s statement of financial position but did not have an impact on its statement of activities, nor statement of cash flows. The most significant impact was the recognition of ROU assets and lease liabilities for operating leases, while its accounting for finance leases remained substantially unchanged.

Recently Issued Accounting Standard

In June 2016, the FASB issued ASU 2016-13, *Financial Instruments-Credit Losses*. The standard requires a financial asset (including trade receivables) measured at amortized cost basis to be presented at the net amount expected to be collected. Thus, the statement of activities will reflect the measurement of credit losses for newly-recognized financial assets as well as the increases or decreases of expected credit losses that have taken place during the period. This standard will be effective for the fiscal year ending June 30, 2024. The Organization is currently in the process of evaluating the impact of adoption of this ASU on the financial statements.

Subsequent Events

The Organization has evaluated subsequent events through December 21, 2023, which is the date the financial statements were available to be issued.

NOTE 2 LIQUIDITY AND AVAILABILITY

Financial assets available for general expenditure, that is, without donor or other restrictions limiting their use, within one year of June 30, are as follows:

	2023	2022
Cash	$ 245,681	$ 957,522
Accounts receivable, net	198,285	170,617
Contributions receivable, net	294,777	303,303
Due from related parties	68,236	-
Investments	1,928,043	1,778,740
Beneficial interest in perpetual trusts	39,222	40,599
Total financial assets	2,774,244	3,250,781
Less: board-designated endowment funds	(1,719,543)	(1,577,707)
Less: beneficial interest in perpetual trusts	(39,222)	(40,599)
Less: net assets restricted for capital projects	(57,975)	-
Financial assets available for general expenditures within one year	$ 957,504	$ 1,632,475

The Organization's endowment funds consist of a board-designated quasi-endowment. As described in Note 13, the Organization's board-designated endowment has a spending rate as approved by the Board of Trustees annually, typically not to exceed 4 percent available within the next 12 months. Although the Organization does not intend to spend from its board-designated endowment other than amounts appropriated for general expenditure as part of its annual budget approval and appropriation process, amounts from its board-designated endowment could be made available if necessary.

As part of the Organization's liquidity management, it has a policy to structure its financial assets to be available as its general expenditures, liabilities, and other obligations come due. In addition, the Organization invests cash in excess of daily requirements in short-term investments. To help manage unanticipated liquidity needs, the Organization has committed lines of credit as described in Note 6.

NOTE 3 INVESTMENTS AT FAIR VALUE

Investments are summarized as follows:

	2023	2022
Level 1		
Equity mutual funds	$ 865,097	$ 819,038
Fixed income mutual funds	246,933	194,552
Alternative investment mutual funds	9,752	9,134
Level 2		
Funds held at Dayton Foundation	789,496	728,085
Money market funds	16,765	27,931
	$ 1,928,043	$ 1,778,740

Equity, Fixed Income and Alternative Investments Mutual Funds

Fair value of equity, fixed income and alternative investments mutual funds is estimated by reference to quoted market prices available in an active market. Equity and fixed income mutual funds are categorized as using Level 1 inputs.

Funds Held at Dayton Foundation

Fair value for funds held at the Dayton Foundation are valued as a proportionate interest of the fair value of the underlying funds. The underlying funds are primarily assets which can be valued using observable inputs and are categorized as using Level 2 inputs.

Money Market Funds

Fair value for money market funds is estimated using the net asset value ("NAV") of shares held at year end. Money market funds are categorized as using Level 2 inputs.

NOTE 4 BENEFICIAL INTEREST IN PERPETUAL TRUSTS AT FAIR VALUE

The Organization is the beneficiary of trusts held and administered by an independent trustee. Under the terms of the trusts, the Organization has an irrevocable right to receive a portion of the income earned on the trust assets in perpetuity, but never receives the assets held in trust. The Organization's beneficial interest in perpetual trust is recorded at fair value using level 3 unobservable inputs.

NOTE 4 BENEFICIAL INTEREST IN PERPETUAL TRUSTS AT FAIR VALUE (CONTINUED)

The following table is a reconciliation of all assets measured at fair value on a recurring basis using significant unobservable inputs (Level 3) at June 30:

Balance at June 30, 2021	$ 42,846
Change in value	(2,247)
Balance at June 30, 2022	40,599
Change in value	(1,377)
Balance at June 30, 2023	$ 39,222

NOTE 5 PROPERTY AND EQUIPMENT

Property and equipment consisted of the following at June 30:

	2023	2022
Technical equipment	$ 5,895,310	$ 5,623,800
Tower, antenna, and transmitting equipment	4,783,127	4,783,127
Buildings and improvements	2,156,468	2,156,467
Furniture, fixtures, and office equipment	528,110	528,110
Land and improvements	147,123	147,123
Vehicles	38,611	38,611
Less accumulated depreciation	(9,627,860)	(9,208,406)
	$ 3,920,889	$ 4,068,832

NOTE 6 LINE OF CREDIT

GDPT has a demand line of credit with Merrill Lynch, Bank of America Corporation. The maximum draw available on this credit facility is based on the value of the collateralized investments held at the bank which totaled $930,038 and $849,622 at June 30, 2023 and 2022, respectively. The maximum credit available on this facility totaled $593,570 and $509,511 at June 30, 2023 and 2022, respectively. Interest is charged on amounts borrowed against the line at the one-month BSBY rate, plus 0.95% (6.11% at June 30, 2023). There was no outstanding balance at June 30, 2023 and 2022.

NOTE 7 DEFERRED COMPENSATION AGREEEMENT

GDPT sponsors a nonqualified deferred compensation 457(b) plan available to all senior management personnel. The Plan is funded entirely by employee deferrals. The Plan assets and liabilities as of June 30, 2023 and 2022 are $200,614 and $193,559, respectively, and are included in investments and accrued expenses on the statement of financial position.

NOTE 8 NET ASSETS WITH DONOR RESTRICTIONS

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

	2023	2022
Restricted as to purpose:		
Capital projects	$ 57,975	$ -
Education and training	3,500	-
Beneficial interest in trusts	39,222	40,599
	$ 100,697	$ 40,599

NOTE 9 RETIREMENT PLAN

GDPT sponsors a defined contribution retirement plan under the provisions of Internal Revenue Code Section 403(b) covering substantially all employees. Contributions to the plan during the years ended June 30, 2023 and 2022 were $113,867 and $106,369, respectively.

NOTE 10 IN-KIND DONATIONS AND DONATED SERVICES

In-kind donations for the years ended June 30, 2023 and 2022 were $415,551 and $458,375, respectively. This represents support from the Ohio Broadcast Educational Media Commission (Ohio BEMC). This value is determined by the Ohio BEMC each year and is used for the Organization’s technical program. Donated services for the years ended June 30, 2023 and 2022 were $51,567 and $30,050, respectively. These consist primarily of sponsorships and event tickets donated by various local organizations. GDPT estimates the fair value of the donated services based on information provided by the local organizations, and the Organization uses the donated services for marketing purposes. All in-kind donations and donated services for 2023 and 2022 are without donor restrictions.

NOTE 11 RENTAL INCOME

GDPT leases excess broadband capacity under lease agreements that expire in 2040. Rental income associated with these leases totaling $540,476 and $530,601 were recognized for the years ended June 30, 2023 and 2022, respectively.

Future annual minimum lease receipts at June 30, 2023 are as follows:

2024	$ 514,826
2025	524,870
2026	535,217
2027	545,873
2028	556,849
Thereafter	7,668,703
	$ 10,346,338

NOTE 12 LEASES

The Organization leases office space a under non-cancellable operating lease with the expiration of the current renewal period in March 2027 and options to renew for three additional five-year terms through March 2042. The Organization also leases office equipment under a non-cancellable operating lease that will expire in November 2026. The operating lease liabilities have a weighted-average remaining lease term of 133 months and were calculated using a weighted-average discount rate of 3.12%.

Additionally, the Organization entered into a twenty-year tower lease arrangement set to expire in September 2024 with Raycom National, Inc. calling for a one-time prepayment of $861,000. This prepayment has been recognized as a ROU asset on the statement of financial position with a remaining unamortized balance of $32,288 and $75,338 at June 30, 2023 and 2022, respectively. The Organization has the option to renew this lease for two successive ten-year terms, provided 90 days' prior notice is given to the lessor.

Operating lease expense for the Organization was $97,733 and operating lease cash flows for the Organization was $54,683 for the year ended June 30, 2023.

Future minimum lease payments as of June 30, 2023 were:

2024	$ 54,396
2025	54,396
2026	54,396
2027	52,310
2028	50,820
Thereafter	802,725
Less discount applied	(278,514)
	$ 790,529

Leases for the Year Ended June 30, 2022

GDPT entered into a long-term operating lease with the City of Dayton in 1987 for administrative and operating facilities. Lease terms require minimum annual rental payments through June 30, 2023. The Organization has the option of extending the lease for five successive five-year terms with annual rental payments increasing with each five-year term. Minimum future rental payments at June 30, 2022 is $50,820 for 2023. GDPT also leases office equipment under noncancelable operating leases that expire in 2027.

Future annual minimum lease payments as of June 30, 2022 were:

2023	$ 33,500
2024	33,500
2025	33,500
2026	33,500
2027	24,827
	$ 158,827

NOTE 13 ENDOWMENT

The Organization’s endowment consists of a board-designated endowment fund established to support general operations. As required by generally accepted accounting principles, net assets associated with endowment funds are classified and reported based on the existence or absence of donor-imposed restrictions.

Changes in the endowment net assets for the years ended June 30 are as follows:

	Board Designated
Endowment net assets - 6/30/21	$ 1,858,989
Investment return, net	(281,725)
Contributions	443
Endowment net assets - 6/30/22	1,577,707
Investment return, net	142,280
Appropriations for expenditure	(444)
Endowment net assets - 6/30/23	$ 1,719,543

Investment Policy

The primary objective of the investment policy is to provide for preservation of capital with an emphasis on long-term growth without undue exposure to risk. The return objective is to achieve a total return, net of fees, in excess of spending and inflation greater than the consumer price index plus 4%. To satisfy its long-term rate-of-return objectives, the Organization relies on a total return strategy in which investment returns are achieved through both capital appreciation (realized and unrealized) and current yield (interest and dividends). The Organization targets a diversified asset allocation that places a greater emphasis on equity-based investments to achieve its long-term return objectives within prudent risk constraints.

Spending Policy

The spending rate is approved by the Board of Trustees annually, typically not to exceed 4 percent, and is available for general expenditures within the next 12 months.

NOTE 14 SIGNIFICANT CONCENTRATIONS

The Corporation for Public Broadcasting (CPB) is a major source of funding for the Organization. The Organization received $1,066,069 and $1,099,128 from CPB, representing approximately 18% and 20% of total revenue and support for June 30, 2023 and 2022, respectively.

NOTE 15 RELATED PARTY TRANSACTIONS

Public Media Connect and Affiliates (PMC) is the sole member of the Organization, Greater Cincinnati Television Educational Foundation (CET) and Southwestern Ohio Instructional Technology Association (SOITA).

The Organization has an employee sharing arrangement with CET which provides for the allocation of salaries and benefits between the Organization and CET. For the years ended June 30, 2023 and 2022, $225,554 and $364,764 was the net amount paid by CET for salaries and benefits on behalf of the Organization, respectively. The net amount due to CET for these allocations as of June 30, 2023 and 2022 was $197 and $189,469, respectively, and is included in due to related party on the statement of financial position. The allocation of costs is based upon management's estimate of resources used.

Additionally, the Organization will occasionally transfer funds to or receive funds from PMC to cover certain operating expenses. During June 30, 2023 and 2022, PMC transferred $71,181 and $-0- to the Organization, respectively. These amounts are included in memberships and other contributions on the statement of activities. As of June 30, 2023 and 2022, PMC owed the Organization $68,236 and $-0-, respectively, and is included in due from related party on the statement of financial position..

Additionally, the Organization passes through a portion of its State of Ohio Educational Subsidy to SOITA and will occasionally be reimbursed by SOITA for shared expenses. The net amount due to SOITA as of June 30, 2023 and 2022 was $7,303 and $-0-, respectively, and is included in due to related party on the statement of financial position.

NOTE 16 RISKS AND UNCERTAINTIES

The Organization's investments consist of common stocks, U.S Government and fixed income securities and mutual funds. Investment securities are exposed to various risks, such as credit, market and interest rate. Due to the level of uncertainty related to changes in interest rates, market volatility and credit risks, it is at least reasonably possible that changes in these risks could materially affect the fair value of the investments reported in the statement of financial position at June 30, 2023. However, the diversification of the Organization's investments among various asset classes should mitigate the impact of any adverse changes on any one asset class. Investments are managed by the Board of Trustees with advice and assistance from investment professionals.