

**MORGAN STATE UNIVERSITY
WEAA-FM**

**Financial Statements and Supplemental Information
Together with Report of Independent Public Accountants**

For the Years Ended June 30, 2023 and 2022

**MORGAN STATE UNIVERSITY
WEAA-FM**

**Financial Statements and Supplemental Information
Together with Report of Independent Public Accountants**

JUNE 30, 2023 AND 2022

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REPORT OF INDEPENDENT PUBLIC ACCOUNTANTS ON THE AUDIT OF THE FINANCIAL STATEMENTS

To the Board of Regents
Morgan State University

Opinion

We have audited the accompanying balance sheets of WEAA-FM (the Station), a program of Morgan State University, as of June 30, 2023 and 2022, and the related statements of revenues, expenses, and change in net position and cash flows for the years then ended, and the related notes to the financial statements.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Station as of June 30, 2023 and 2022, 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.

Basis for Opinion

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

Other Matter

As discussed in Note 1, the financial statements of the Station are intended to present the financial position, the changes in net position and cash flows of only that portion of the financial reporting segment of Morgan State University (the University) that is attributable to the transactions of the Station. They do not purport to, and do not, present fairly the financial position, changes in financial position and cash flows of the University as of and for the years ended June 30, 2023 and 2022.

Responsibilities of Management for the Financial Statements

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

In performing an audit in accordance with GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Station's internal controls. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management



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about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audits of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audits were conducted for the purpose of forming an opinion on the financial statements that collectively comprise the Station's basic financial statements. The supplemental schedules of non-Federal support are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The schedules of non-Federal support are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedules of non-Federal support are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Owings Mills, Maryland
December 6, 2023

SB & Company, LLC

MORGAN STATE UNIVERSITY
WEAA-FM

Management's Discussion and Analysis
For the Years Ended June 30, 2023 and 2022

Overview of the Station

WEAA-FM (the Station) is the National Public Radio (NPR) affiliated public radio station of Morgan State University (the University) and is an educational component of the University's School of Global Journalism and Communication. The Station serves as a learning lab to educate and prepare students for careers in broadcast journalism, media management and program marketing. It also provides listeners across the University's campus and throughout the Baltimore metropolitan area with music, news and public affairs programming that is largely created by a staff of broadcast professionals, and undergraduate graduate students.

Operating since 1977, the Station operates free from commercial influence in a 24-hour, seven-day-a-week format that attracts continual support from members, underwriters, grant-makers and the University.

Overview of the Financial Statements

The following discussion provides an overview of the Station's financial performance for the years ended June 30, 2023 and 2022, with 2021 for comparative purposes. This analysis should be read in conjunction with the Station's basic financial statements and the notes to the basic financial statements.

The three primary financial statements of the Station presented are the balance sheet, the statement of revenues, expenses, and change in net position, and the statement of cash flows. These statements are prepared in conformity with accounting principles generally accepted in the United States of America. The management's discussion and analysis (MD&A) provides an overview of the financial position and activities of the Station for the fiscal years ended June 30, 2023 and 2022, with 2021 for comparative purposes, and should be read in conjunction with financial statements and notes thereto. This overview is required by the Governmental Accounting Standards Board (GASB) by a primary government or component but is not required for the Station; however, management has elected to provide one. The MD&A, financial statements, and notes thereto, are the responsibility of the Station's management.

The notes to the financial statements provide required disclosures and other information that are essential to full understanding of the material data provided in the statements. The notes present information about the Station's accounting policies, significant account balances and activities, obligations and subsequent events, if any, and can be found beginning on page 12 of this report. The information contained in the basic financial statements of the Station is incorporated within the University's Annual Financial Statements.

MORGAN STATE UNIVERSITY
WEAA-FM

Management's Discussion and Analysis
For the Years Ended June 30, 2023 and 2022

Balance Sheets

The Balance Sheet presents the financial position of the Station as of the end of the fiscal year and includes all assets and liabilities of the Station. Assets and liabilities are presented as either current or noncurrent to provide an indication of their anticipated liquidation.

The difference between total assets and total liabilities equals net position. The net position is an indicator of the current financial condition of the Station. A summary of assets, liabilities, and net position as of June 30, 2023, 2022, and 2021, is as follows:

	2023	2022	2021
Assets			
Current assets	<u>\$ 541,441</u>	<u>\$ 474,464</u>	<u>\$ 668,855</u>
Liabilities			
Current liabilities	<u>477,928</u>	<u>423,854</u>	<u>596,480</u>
Non-current liabilities	<u>63,513</u>	<u>50,610</u>	<u>53,840</u>
Total Liabilities	<u>541,441</u>	<u>474,464</u>	<u>650,320</u>
Net Position			
Unrestricted	<u>-</u>	<u>-</u>	<u>18,535</u>
Total Net Position	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 18,535</u>

Fiscal Year 2023 compared to Fiscal Year 2022

- Current assets and total liabilities as of the fiscal year ended 2023 increased by \$66,977 or 14.1% primarily due to an increase in cash from University appropriations to support an increase in liabilities.

Fiscal Year 2022 compared to Fiscal Year 2021

- Current assets as of the fiscal year ended 2022 decreased by \$194,389 or 29.1% primarily due to the reduction in cash as unearned grant revenue was utilized.
- Total liabilities in the fiscal year ended 2022 decreased by \$175,854 or 27.0% due to reduction in unearned grant revenue.

MORGAN STATE UNIVERSITY
WEAA-FM

Management's Discussion and Analysis
For the Years Ended June 30, 2023 and 2022

Statement of Revenues, Expenses and Change in Net Position

The statement of revenues, expenses, and change in net position presents the Station's results of operations. The statement distinguishes revenues and expenses between operating and non-operating categories and provides a view of the Station's operating margin. A summary of revenues, expenses, and change in net position for the years ended June 30, 2023, 2022, and 2021, is as follows:

	<u>2023</u>	<u>2022</u>	<u>2021</u>
Operating Income			
Operating revenues	\$ 800,736	\$ 617,657	\$ 558,275
Operating expenses	<u>2,133,991</u>	<u>1,772,057</u>	<u>1,640,469</u>
Operating Loss	<u>(1,333,255)</u>	<u>(1,154,400)</u>	<u>(1,082,194)</u>
Non-operating Revenues			
Appropriations from Morgan State University	648,237	609,063	681,062
Donated facilities and administrative support from Morgan State University	<u>685,018</u>	<u>526,802</u>	<u>401,777</u>
Total Non-operating Revenues	<u>1,333,255</u>	<u>1,135,865</u>	<u>1,082,839</u>
Total Change in Net Position	-	(18,535)	645
Net position, beginning of year	-	18,535	17,890
Net Position, End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 18,535</u>

Fiscal Year 2023 compared to Fiscal Year 2022

- Total operating revenues for fiscal year 2023 increased by \$183,079 or 29.6% from fiscal year 2022 due to increased efforts to expand underwriting partnerships.
- Total operating expenses in fiscal year 2023 increased by \$361,934 or 20.4% from fiscal year 2022 due to significant investments in personnel through cost-of-living increases and new programming hosts.
- Non-operating revenues increased by \$197,390 or 17.4% for fiscal year 2023 due to increased appropriations and administrative support from the University.

Fiscal Year 2022 compared to Fiscal Year 2021

- Total operating revenues for fiscal year 2022 increased by \$59,379 or 10.6% from fiscal year 2021 due to reopening of the University campus and renewed efforts in membership and underwriting.
- Total operating expenses in fiscal year 2022 increased by \$131,585 or 8.0% due a full year of salaries for personnel hired in fiscal year 2021 and the purchase of non-capitalized equipment.
- Non-operating revenues increased by \$53,026 or 4.9% for fiscal year 2022 due to State of Maryland cost of living and merit increase in fiscal year 2022.

MORGAN STATE UNIVERSITY
WEAA-FM

Management's Discussion and Analysis
For the Years Ended June 30, 2023 and 2022

Statement of Cash Flows

The statement of cash flows provides information about the Station's receipts and disbursement of cash during the year. This statement also assists users in assessing the Station's ability to generate net cash flows, its ability to meet its obligations as they come due, and its need for external financing. A summary of cash flows for the years ended June 30, 2023, 2022, and 2021, is as follows:

	2023	2022	2021
Cash Flows From:			
Operating activities	\$ (581,260)	\$ (873,036)	\$ (474,507)
Noncapital financing activities	648,237	696,709	681,062
Net Change in Cash	66,977	(176,327)	206,555
Cash, beginning of year	474,464	650,791	444,236
Cash, End of Year	\$ 541,441	\$ 474,464	\$ 650,791

Summary and Economic Outlook

In fiscal year 2023, the Station's revenues and expenses increased compared to fiscal year 2022. This coincides with the Station's mission to continue to invest in programming that benefit the mission of the University to support the students, employees, and local community with their programming needs aligning with the University's strategic plan (https://issuu.com/morganstateu/docs/msu_strategic_plan_2022-2032_final?fr=sNzZjMDI5MDk3ODE).

In fiscal year 2022, the Station's revenues and expenses increased compared to fiscal year 2021. This coincides with the reopening of the University campus in September 2021 and the resumption of activities.

In fiscal year 2021, the Station's revenues and expenses increased compared to fiscal year 2020. Although the worldwide pandemic continued in fiscal year 2021, the Station's operations were more active than fiscal year 2020.

During 2023, the Station has implemented new procedures to significantly increase underwriting income with outreach to more local community organizations that align with the University's strategic goals.

MORGAN STATE UNIVERSITY
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Management's Discussion and Analysis
For the Years Ended June 30, 2023 and 2022

Summary and Economic Outlook (continued)

The Station has updated the strategic mission and vision to respond to the community and University campus needs. The Station has created programming that addresses growing community concerns, such as "Suicide Prevention" and "Missing People Report". The listening audience vocally addressed the racial disparity in reporting in the mainstream media as it pertains to the two above topics. The Station responded with on-air features and can confirm that two missing young people were located based on the repeated broadcasting, and the website support from the station's website. The Station was also credited with a life saved due to a person with suicidal thoughts seeking help.

In addition, the Station also addressed the needs for the local community to give and receive food at times vastly different from the normal "holiday giving" that has become the norm. The Station started a new promotion, "Halfway to Thanksgiving" to collect food and other donated household supplies six months prior to Thanksgiving when donations tend to peak. The result was a collection of over 3000 pounds of food distributed to three different community outreach partners that focus feeding the underserved.

With the continued guaranteed support from the University, the Station remains a growing and vital asset to the community and continually researches programming opportunities to strengthen the base of the listening audience. By utilizing a research consortium, the Station receives statistical data that provides listener feedback and demographic information that leads to specifically responding to community needs, to spreading awareness, and to support the growing audience interests.

MORGAN STATE UNIVERSITY
WEAA-FM

Balance Sheets
As of June 30, 2023 and 2022

	<u>2023</u>	<u>2022</u>
ASSETS		
Current Assets		
Cash	<u>\$ 541,441</u>	<u>\$ 474,464</u>
LIABILITIES AND NET POSITION		
Current Liabilities		
Accrued payroll	\$ 88,042	\$ 42,922
Accrued vacation	37,669	18,479
Unearned grant revenue	350,569	342,963
Unearned revenue	<u>1,648</u>	<u>19,490</u>
Total Current Liabilities	477,928	423,854
Non-Current Liabilities		
Accrued vacation, net of current portion	<u>63,513</u>	<u>50,610</u>
Total Liabilities	541,441	474,464
Total Net Position	<u>-</u>	<u>-</u>
Total Liabilities and Net Position	<u>\$ 541,441</u>	<u>\$ 474,464</u>

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

MORGAN STATE UNIVERSITY
WEAA-FM

Statements of Revenues, Expenses and Change in Net Position
For the Years Ended June 30, 2023 and 2022

	<u>2023</u>	<u>2022</u>
Operating Revenues		
Subscription and membership income	\$ 169,439	\$ 230,979
Underwriting income	245,326	114,691
Grants	381,607	252,593
In-kind contributions	4,364	19,394
Total Operating Revenues	<u>800,736</u>	<u>617,657</u>
Operating Expenses		
Program services:		
Programming and production	689,578	455,624
Broadcasting	271,349	382,292
Program information	146,645	224,660
Total program services	<u>1,107,572</u>	<u>1,062,576</u>
Management and general	656,754	383,125
Fundraising and membership development	369,665	326,356
Total Operating Expenses	<u>2,133,991</u>	<u>1,772,057</u>
Operating Loss	<u>(1,333,255)</u>	<u>(1,154,400)</u>
Non-Operating Revenues		
Appropriations from Morgan State University	648,237	609,063
Donated facilities and administrative support from		
Morgan State University	685,018	526,802
Total Non-Operating Revenues	<u>1,333,255</u>	<u>1,135,865</u>
Change in Net Position	-	(18,535)
Net position, beginning of year	-	18,535
Net Position, End of Year	<u>\$ -</u>	<u>\$ -</u>

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

MORGAN STATE UNIVERSITY
WEAA-FM

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

	2023	2022
Cash Flows From Operating Activities		
Subscription and membership income	\$ 169,439	\$ 230,979
Underwriting income	246,974	135,773
Grants	410,029	1,729
Payments to employees	(1,154,038)	(995,122)
Payments to suppliers and contractors	(253,664)	(246,395)
Net Cash from Operating Activities	(581,260)	(873,036)
 Cash Flows from Noncapital Financing Activities		
Appropriations from Morgan State University	648,237	696,709
 Net change in cash	66,977	(176,327)
Cash, beginning of year	474,464	650,791
Cash, End of Year	\$ 541,441	\$ 474,464
 Reconciliation of Operating Loss to Net Cash from Operating Activities		
Operating Loss	\$ (1,333,255)	\$ (1,154,400)
Donated facilities and administrative support from Morgan State University	685,018	526,802
Bad debt (recovery) expense	-	(87,646)
Effect of changes in non-cash operating assets and liabilities:		
Accounts receivable	-	1,592
Pledges receivable	-	14,743
Grant receivable	-	1,729
Accounts payable and accrued expenses	-	(20,858)
Accrued payroll	45,120	(15,133)
Accrued vacation	32,093	5,813
Unearned grant revenue	7,606	(165,168)
Unearned revenue	(17,842)	19,490
Net Cash from Operating Activities	\$ (581,260)	\$ (873,036)

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

MORGAN STATE UNIVERSITY
WEAA-FM

Notes to the Financial Statements
June 30, 2023 and 2022

1. DESCRIPTION OF ORGANIZATION

WEAA-FM (the Station) is a National Public Radio (NPR) Station licensed and owned by Morgan State University (the University). The Station, which broadcasts in stereo on a frequency of 88.9 MHz, began operating on January 10, 1977, and serves the Baltimore/Washington Metropolitan area. Both the University and the Station are governed by a Board of Regents appointed by the State of Maryland.

The financial activity of the Station is included in the financial statements of the University. These accompanying financial statements of the Station present only that portion of the business-type activities of the University that is attributable to the transactions of the Station. They do not represent the financial position, changes in financial position, or cash flows of the University.

Relationship with the University

Administrative support from the University consists of allocated financial costs and certain other expenses incurred by the University on behalf of the Station and are reported as operating revenues and expenses in accordance with valuation guidelines prescribed by the Corporation for Public Broadcasting. Revenue and expenses for administrative support totaling \$531,175 and \$416,333, was reported for the fiscal years ended June 30, 2023 and 2022, respectively. This allocation from the University is not necessarily representative of the Station's cost as if it were a stand-alone entity and could significantly change in the future.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting

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

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 disclosures of contingent assets and liabilities as of the date of the financial statements and reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Accrued Vacation

Compensated absences are accrued at year-end for financial statement purposes. The liability and expense incurred are recorded at year-end as accrued vacation in the balance sheets and as a component of the appropriate functional category of expense in the statements of revenues, expenses, and change in net position.

Notes to the Financial Statements
June 30, 2023 and 2022

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Unearned Revenue

Unearned grant revenues represent funds received from granting agencies before the year-end that have not been expended as of the end of the year.

Unearned revenues are funds collected for underwriting sales before the year-end for radio spots that run after the year-end.

Classification of Revenues and Expenses

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

(1) Operating

Operating revenues and expenses include activities that have the characteristics of exchange transactions such as subscription and membership income, underwriting income, grants income, and other income and operating expenses include program and support expenses.

(2) Non-operating

Non-operating revenues include activities that have the characteristics of non-exchange transactions, such as appropriations from Morgan State University and donated facilities and services.

Grant Revenues

Grant revenues are recognized as expenditures are incurred. Any unexpended grant funds are recorded as unearned grant revenues in the accompanying balance sheets.

Donated Facilities and Administrative Support

The University provides certain facilities and administrative support to the Station. Donated facilities and administrative support represent the Station's allocated amounts of institutional support and donated facilities and is recorded as revenues and expenses in the statements of revenues, expenses, and changes in net position. Institutional support is based on the Station's pro-rata share of the University's total salaries, wages, and administrative expenses. Donated facilities are the Station's pro-rata share of the University's total plant expenses along with calculated occupancy costs permitted by the Corporation for Public Broadcasting. For the years ended June 30, 2023 and 2022, the Station's allocated amounts of donated facilities and administrative support were calculated based on amounts stated in the University's audited financial statements.

Notes to the Financial Statements
June 30, 2023 and 2022

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Appropriations from Morgan State University

The appropriation from the University represents support from the University for salaries and operating expenses not provided through other resources. It represents the difference between cash received from operating activities, excluding grants, and total direct expenses of the Station paid for by the University.

Risk Management

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

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

Subsequent Events

The Station's management evaluated subsequent events and transactions through December 6, 2023, the date the financial statements were available for issue, and have determined that no material subsequent events have occurred that would affect the information presented in the accompanying financial statements or require additional disclosure.

3. CASH

As of June 30, 2023 and 2022, the Station had cash on deposit in an internal pooled cash account with the Maryland State Treasurer (the Treasurer) in the amount of \$541,441 and \$474,464, respectively. The Treasurer has statutory responsibility for the State's cash management activities. The Treasurer maintains these and other State agency funds on a pooled basis in accordance with State statutes. As of June 30, 2023 and 2022, the Station's amount due from the Treasurer was less than 1% of total deposits with the Treasurer. For additional information on cash risk, see the State of Maryland Comprehensive Annual Financial Report for the year ended June 30, 2023 and 2022.

MORGAN STATE UNIVERSITY
WEAA-FM

Notes to the Financial Statements
June 30, 2023 and 2022

4. NON-CURRENT LIABILITIES

Changes in non-current liabilities consisted of the following for the year ended June 30, 2023:

	Balance as of June 30, 2022	Additions	Reductions	Balance as of June 30, 2023	Amount Due Within One Year
Accrued vacation	<u>\$ 69,089</u>	<u>\$ 68,313</u>	<u>\$ 36,220</u>	<u>\$ 101,182</u>	<u>\$ 37,669</u>

Changes in non-current liabilities consisted of the following for the year ended June 30, 2022:

	Balance as of June 30, 2021	Additions	Reductions	Balance as of June 30, 2022	Amount Due Within One Year
Accrued vacation	<u>\$ 63,276</u>	<u>\$ 23,986</u>	<u>\$ 18,173</u>	<u>\$ 69,089</u>	<u>\$ 18,479</u>

5. RETIREMENT PLANS

Eligible employees who perform services for the Station and employees of the State are covered under the retirement plans of the State Retirement and Pension System of Maryland (the System) and are also entitled to certain healthcare benefits upon retirement. The Station's only liability for retirement and post-employment benefits is its required annual contribution to the University, which in turn was paid in full to the State of Maryland prior to year-end. The System is considered part of the State's financial reporting entity and is not considered a part of the Station's reporting entity. The System prepares a separate Annual Comprehensive Financial Report, which can be obtained from the Retirement and Pension System of Maryland at 120 East Baltimore Street, Baltimore, Maryland 21202.

6. COMMITMENTS AND CONTINGENCIES

Grant expenses are subject to audit by the grantor, and to the extent an audit determines any expenses were disallowed, the amount is subject to refund to the grantor. Management does not believe any refund, if required as of June 30, 2023 and 2022, would be material to the financial statements as a whole.

SUPPLEMENTAL INFORMATION

MORGAN STATE UNIVERSITY
WEAA-FM

Schedules of Non-Federal Support
For the Years Ended June 30, 2023 and 2022

	<u>2023</u>	<u>2022</u>
Operating Revenues	\$ 419,129	\$ 365,064
Non-Operating Revenues		
Appropriations from Morgan State University	<u>648,237</u>	<u>609,063</u>
Total Direct Non-Federal Financial Support	1,067,366	974,127
 Indirect Non-Federal Financial Support	 <u>685,018</u>	 <u>526,802</u>
Total Non-Federal Financial Support	<u>\$ 1,752,384</u>	<u>\$ 1,500,929</u>