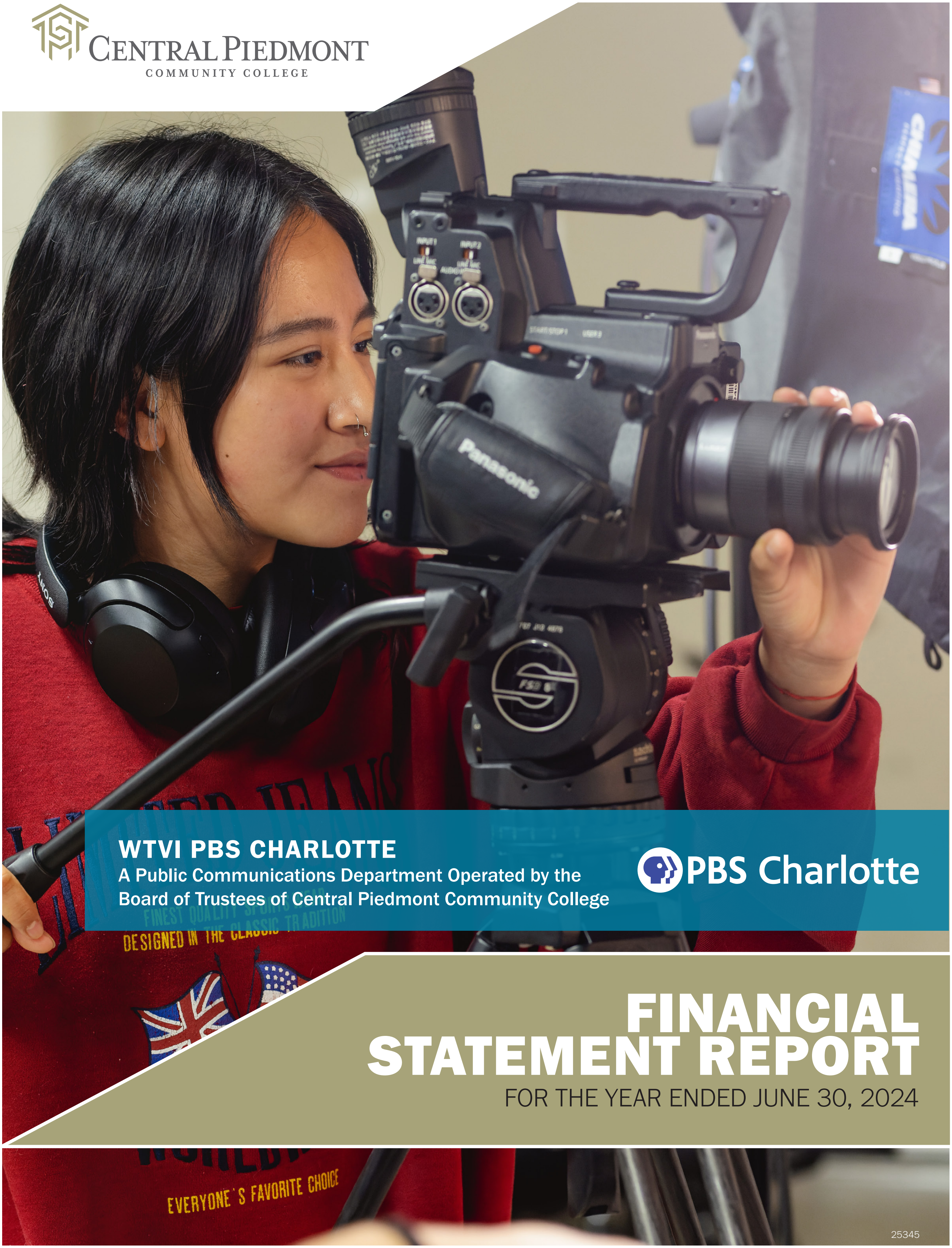
CENTRAL PIEDMONT
COMMUNITY COLLEGE



WTVI PBS CHARLOTTE

A Public Communications Department Operated by the Board of Trustees of Central Piedmont Community College

PBS Charlotte

FINANCIAL STATEMENT REPORT

FOR THE YEAR ENDED JUNE 30, 2024

25345

WTVI-PBS Charlotte

(A Public Communications Department Operated by the Board of Trustees of Central Piedmont Community College)

FINANCIAL STATEMENTS AND ACCOMPANYING INFORMATION

As of and for the Years Ended June 30, 2024 and 2023

And Report of Independent Auditor

WTVI-PBS Charlotte
(A Public Communications Department Operated by the Board of Trustees of Central Piedmont Community College)

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Report of Independent Auditor

To the Board of Trustees, Central Piedmont Community College
WTVI-PBS Charlotte, a Public Communications Department of
Central Piedmont Community College
Charlotte, North Carolina

Opinions

We have audited the accompanying financial statements of WTVI-PBS Charlotte, a Public Communications Department of Central Piedmont Community College (the "Station") and the discretely presented component unit, WTVI Foundation, Inc. (the "Foundation"), as of and for the years ended June 30, 2024 and 2023, and the related notes to the financial statements, which collectively comprise the Station's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Station and the Foundation as of June 30, 2024 and 2023, and the changes in their financial position and their cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

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 the Station and the Foundation and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audits. We believe the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Emphasis of Matter

As discussed in Note 1, the financial statements of the Station and the Foundation are intended to present the net position, changes in financial position, and the cash flows of only that portion of Central Piedmont Community College that is attributable to the transactions of the Station and the Foundation. The financial statements do not purport to, and do not, present fairly the net position of the Central Piedmont Community College as of June 30, 2024 and 2023, the changes in its financial position, or its cash flows for the years then ended in conformity with accounting principles generally accepted in the United States of America. Our opinions are not modified with respect to this matter.

Responsibilities of Management for the Financial Statements

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

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

Auditor’s Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor’s report that includes our opinions. 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.

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

- Exercise professional judgment and maintain professional skepticism throughout the audits.
- 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 audits 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 and the Foundation's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Station’s and the Foundation'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 audits, significant audit findings, and certain internal control related matters that we identified during the audits.

Other Matters

Report on 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 management’s discussion and analysis in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management’s responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audits were conducted for the purpose of forming opinions on the basic financial statements that collectively comprise the Station's basic financial statements. The accompanying information, listed in the table of contents, is presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audits of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Cherry Bekaert LLP

Charlotte, North Carolina
December 16, 2024

INTRODUCTION

The following discussion and analysis provides an overview of the financial position and activities of WTVI-PBS Charlotte (the "Station") for the years ended June 30, 2024, 2023, and 2022. This discussion has been prepared by management and should be read in conjunction with the financial statements and accompanying notes to the financial statements which follow this section.

The Station operates as a non-commercial, viewer-supported broadcast department regulated by the Federal Communications Commission, operating under licensure to the Board of Trustees of Central Piedmont Community College (the "College"). The College is a component unit of the State of North Carolina and an integral part of the State's *Annual Comprehensive Financial Report*. The Station's over-the-air broadcast area encompasses Mecklenburg and 12 surrounding counties, including two in South Carolina, for a reach of 1.3 million households. The Station is an affiliated member of the nationwide network of public television stations known as the Public Broadcasting Service.

The College is a comprehensive public two-year college serving approximately 44,000 community residents annually and has approximately 2,000 full and part-time employees in eight locations including six campuses in the Charlotte-Mecklenburg region of North Carolina. The College offers a broad range of college transfer, associate, and technical degree programs. The College offers nearly 300 degree, diploma, and certification programs, customized corporate training, market-focused continuing education, and special interest classes.

2024 Highlights

The Station's continued strategic cash management has yielded positive cash flow from its operations for ten straight years. The Station's positive cash flow from operations was $54,194; $439,275;, and $58,991, for the years ended June 30, 2024, 2023, and 2022, respectively. For the year ended June 30, 2024, the Station had a positive cash balance for the fourth consecutive year since the College acquired the Station on July 3, 2012.

For the eighth consecutive year, the Station exceeded $1 million in contribution revenue and the number of individual donors increased by over 600 reaching a total of over 12,500 donors. The continued rise in number of donors indicates a growing commitment from the local community in support of the Station.

During the year ended June 30, 2024, the Station experienced a decrease in revenues and an increase in expenses. The decrease in revenues was largely due to the decrease in program underwriting and tower lease income.

2024 Highlights (continued)

The increase in expenses was primarily attributable to an increase in salaries and public broadcasting station dues. The Station's operating revenues were $5,562,062; $5,633,076; and $5,469,555 for the years ended June 30, 2024, 2023, and 2022, respectively. The Station's operating expenses were $5,314,739; $4,766,366; and $5,045,219 for the years ended June 30, 2024, 2023, and 2022, respectively. The Station's operating income was $247,323; $866,710; and $424,336 for the years ended June 30, 2024, 2023, and 2022, respectively.

Throughout the year, over 25,000 parents and caregivers accessed free digital educational resources from WTVI.PBSLearningMedia.org, which are tied to both North and South Carolina educational standards. An average of 144,000 PBS Kids users per month utilized our interactive, entertaining, and educational content. PBS Charlotte also began a new outreach initiative, Creative Coders, where preschoolers at Hidden Valley Elementary School were taught how to code. We also distributed over 3,000 books to students in need.

Other highlights during the year included the Station's signature local series, Carolina Impact, earning the nation's best news and public affairs award at the annual Public Media Awards. The Station also brought home another regional Emmy Award for its latest living history documentary. The Station served preschool aged children in two Title I schools with a brand-new literacy program, Story Stars. The team taught in the schools each week, impacting a total of 160 students.

SUMMARIZED FINANCIAL STATEMENTS

Statements of Net Position

Assets and Deferred Outflows of Resources

A summary of the Station's assets and deferred outflows of resources as of June 30, 2024, 2023, and 2022 is shown in the table below:

	2024	2023	2022
Assets:			
Current	$ 2,475,591	$ 2,162,934	$ 1,336,380
Capital assets, net	1,127,473	1,338,816	1,511,977
Non-capital assets	897,036	1,087,152	932,380
Total Assets	4,500,100	4,588,902	3,780,737
Deferred outflows of resources related to pensions	612,827	566,952	299,298
Deferred outflows of resources related to other postemployment benefits	270,209	223,175	261,392
Total Deferred Outflows of Resources	883,036	790,127	560,690
Total Assets and Deferred Outflows of Resources	$ 5,383,136	$ 5,379,029	$ 4,341,427

Assets and Deferred Outflows of Resources (continued)

The increase in current assets is due to an increase in the Station's cash balance. The Station's cash amounted to $2,134,552; $1,770,093; and $1,051,615 as of June 30, 2024, 2023, and 2022, respectively. The Station's cash balance is in the same bank account as the College but tracked separately using fund accounting. The decrease in capital assets, net is due to depreciation expense of $211,343. The decrease in noncapital assets is due to the collection of lease receivable balances during the current year.

Liabilities, Deferred Inflows of Resources, and Net Position

A summary of the Station's liabilities, deferred inflows of resources, and net position as of June 30, 2024, 2023, and 2022 is shown in the table below:

	2024	2023	2022
Liabilities:			
Current	$ 93,211	$ 47,612	$ 42,594
Noncurrent	2,463,560	2,231,250	2,087,414
Total Liabilities	2,556,771	2,278,862	2,130,008
Deferred inflows of resources related to pensions	88,362	106,090	490,257
Deferred inflows of resources related to other postemployment benefits	497,069	741,934	605,302
Deferred inflows related to leases	948,563	1,233,725	1,020,001
Total Deferred Inflows of Resources	1,533,994	2,081,749	2,115,560
Net Position:			
Investment in capital assets	1,127,473	1,338,816	1,511,977
Restricted net position - expendable	-	9,808	10,038
Unrestricted deficit	164,898	(330,206)	(1,426,156)
Total Net Position	1,292,371	1,018,418	95,859
Total Liabilities, Deferred Inflows of Resources, and Net Position	$ 5,383,136	$ 5,379,029	$ 4,341,427

Noncurrent liabilities increased due to an increase in the net pension and OPEB liabilities.

The decrease in net position – investment in capital assets is due to the decrease in capital assets, net, which decreased due to current year depreciation expense.

During the fiscal year ended June 30, 2022, the Station implemented Governmental Accounting Standards Board ("GASB") Statement 87, *Leases*. Under this statement, the Station recognized a lease receivable and a deferred inflow of resources for all leases in which they are the lessor.

Liabilities, Deferred Inflows of Resources, and Net Position (continued)

The Station implemented GASB Statement No. 68*, Accounting and Financial Reporting for Pensions* and GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions* during the years ended June 30, 2015 and 2018, respectively. The cumulative impact of the implementation and subsequent annual activity on unrestricted net position at June 30, 2024, 2023, and 2022 totaled $2,042,384; $2,169,224; and $2,496,953, respectively.

Statements of Revenues, Expenses, and Changes in Net Position

The Station's total net position for the year ended June 30, 2024 increased by $273,953, compared to an increase of $922,559 and $833,395 for the years ended June 30, 2023 and 2022, respectively. The decrease from the prior year is primarily attributable to the decrease in underwriting revenue and tower lease income as well as an increase in salaries and employee benefits.

The summarized statement of revenues, expenses, and changes in net position for the years ended June 30, 2024, 2023, and 2022 is shown in the table below:

	2024	2023	2022
Operating Revenues:			
Grants and contributions	$ 2,827,116	$ 2,729,221	$ 2,525,255
Donated indirect administrative support, services, and facilities	1,972,266	1,902,972	1,942,486
Program underwriting and production	358,529	422,432	482,804
Federal Communications Commission repack	-	-	133,519
Other revenues	404,151	578,451	385,491
Total Operating Revenues	5,562,062	5,633,076	5,469,555
Operating Expenses:			
Salaries, employee benefits, and professional services	1,794,883	1,484,631	1,675,025
Public broadcasting station dues	1,139,572	1,004,051	1,024,455
Donated indirect administrative support, services, and facilities	1,972,266	1,902,972	1,942,486
Other expenses	408,018	374,712	403,253
Total Operating Expenses	5,314,739	4,766,366	5,045,219
Net operating income	247,323	866,710	424,336
Nonoperating revenues (expenses)	26,630	55,849	409,059
Change in net position	$ 273,953	$ 922,559	$ 833,395

FINANCIAL STATEMENTS

The Station's financial statements are prepared on an accrual basis in accordance with accounting principles generally accepted in the United States of America promulgated by the Governmental Accounting Standards Board. See Note 1 to the financial statements for a summary of the Station's significant accounting policies.

ORGANIZATION AND ECONOMIC FACTORS THAT WILL AFFECT THE FUTURE

During the year ended June 30, 2024, membership contributions surpassed prior year levels and the number of individuals donating to the Station increased approximately 5.4%. The Station continues to build its involvement within the viewing community.

Future operating strategies are discussed in Note 12 – *Concentration risk and future operations*.

REQUEST FOR INFORMATION

This report provides an overview of the Station's finances for those with an interest in this area. For questions concerning any of the information in this report or requests for additional information, contact the Vice President for Finance and Facilities Operations, Central Piedmont Community College, Central Campus – Disher Building, Room 200, P.O. Box 35009, Charlotte, NC 28235.

WTVI-PBS Charlotte

(A Public Communications Department Operated by the Board of Trustees of Central Piedmont Community College)

STATEMENTS OF NET POSITION

JUNE 30, 2024 and 2023

	2024			2023		
	WTVI-TV Station	WTVI Foundation	Total	WTVI-TV Station	WTVI Foundation	Total
ASSETS						
Current Assets:						
Cash and cash equivalents	$ 2,134,552	$ 74,790	$ 2,209,342	1,760,041	$ 50,662	1,810,703
Restricted cash and cash equivalents	-	-	-	10,052	-	10,052
Receivables, Net:						
Program underwriting	-	7,122	7,122	-	5,981	5,981
Rental receivable	410	-	410	2,344	-	2,344
Production services	94,406	-	94,406	87,571	-	87,571
Leases receivable	169,290	-	169,290	245,945	-	245,945
Other	22,515	-	22,515	4,307	-	4,307
Other current assets	54,418	48,383	102,801	52,674	396	53,070
Total Current Assets	2,475,591	130,295	2,605,886	2,162,934	57,039	2,219,973
Noncurrent Assets:						
Leases receivable	897,036	-	897,036	1,087,152	-	1,087,152
Capital assets	3,126,672	-	3,126,672	3,126,672	-	3,126,672
Less accumulated depreciation	(1,999,199)	-	(1,999,199)	(1,787,856)	-	(1,787,856)
Total Noncurrent Assets	2,024,509	-	2,024,509	2,425,968	-	2,425,968
Total Assets	4,500,100	130,295	4,630,395	4,588,902	57,039	4,645,941
Deferred Outflows of Resources:						
Deferred outflows related to pensions	612,827	-	612,827	566,952	-	566,952
Deferred outflows related to other postemployment benefits	270,209	-	270,209	223,175	-	223,175
Total Deferred Outflows of Resources	883,036	-	883,036	790,127	-	790,127
LIABILITIES						
Current Liabilities:						
Accounts payable and accrued expenses	48,120	65,169	113,289	14,533	2,454	16,987
Current portion of compensated absences	4,935	-	4,935	14,144	-	14,144
Unearned revenue	12,356	8,250	20,606	14,535	-	14,535
Taxes payable	27,800	-	27,800	4,400	-	4,400
Total Current Liabilities	93,211	73,419	166,630	47,612	2,454	50,066
Noncurrent Liabilities:						
Compensated absences	123,571	-	123,571	119,923	-	119,923
Net pension liability	983,014	-	983,014	884,303	-	884,303
Net other postemployment benefits liability	1,356,975	-	1,356,975	1,227,024	-	1,227,024
Total Noncurrent Liabilities	2,463,560	-	2,463,560	2,231,250	-	2,231,250
Total Liabilities	2,556,771	73,419	2,630,190	2,278,862	2,454	2,281,316
Deferred Inflows of Resources:						
Deferred inflows related to pensions	88,362	-	88,362	106,090	-	106,090
Deferred inflows related to other postemployment benefits	497,069	-	497,069	741,934	-	741,934
Deferred inflows related to leases	948,563	-	948,563	1,233,725	-	1,233,725
Total Deferred Inflows of Resources	1,533,994	-	1,533,994	2,081,749	-	2,081,749
NET POSITION						
Investment in capital assets	1,127,473	-	1,127,473	1,338,816	-	1,338,816
Restricted - expendable	-	-	-	9,808	-	9,808
Unrestricted net position (deficit)	164,898	56,876	221,774	(330,206)	54,585	(275,621)
Total Net Position	$ 1,292,371	$ 56,876	$ 1,349,247	1,018,418	54,585	$ 1,073,003

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

WTVI-PBS Charlotte

(A Public Communications Department Operated by the Board of Trustees of Central Piedmont Community College)

STATEMENTS OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION

FOR THE YEARS ENDED JUNE 30, 2024 and 2023

	2024			2023		
	WTVI-TV Station	WTVI Foundation	Total	WTVI-TV Station	WTVI Foundation	Total
Operating Revenues						
Community services and other grants	$ 1,271,349	$ -	$ 1,271,349	$ 1,120,284	$ -	$ 1,120,284
Contributions	1,555,767	2,045,468	3,601,235	1,608,937	1,992,315	3,601,252
Donated indirect administrative support, services, and facilities	1,972,266	-	1,972,266	1,902,972	-	1,902,972
Program underwriting	300,000	57,008	357,008	409,588	117,980	527,568
Production	58,529	-	58,529	12,844	-	12,844
Tower lease income	264,343	-	264,343	372,355	-	372,355
Public/Education/Governmental access channels revenue	124,808	-	124,808	139,206	-	139,206
Other	15,000	-	15,000	66,890	-	66,890
Total operating revenues	5,562,062	2,102,476	7,664,538	5,633,076	2,110,295	7,743,371
Operating Expenses						
Salaries and employee benefits	1,560,770	-	1,560,770	1,244,866	-	1,244,866
Professional services	234,113	444,277	678,390	239,765	376,604	616,369
Public broadcasting station dues	1,139,572	-	1,139,572	1,004,051	-	1,004,051
Supplies, postage, and shipping	34,818	53,167	87,985	32,078	61,239	93,317
Telephone, utilities, and general insurance	26	-	26	956	-	956
Advertising, general printing, and graphics	2,087	3,127	5,214	1,434	2,579	4,013
Equipment rental and maintenance	11,377	1,377	12,754	18,210	-	18,210
Travel, conferences, and meetings	18,044	(1,165)	16,879	8,425	2,441	10,866
Dues and fees	55,417	38,851	94,268	31,954	33,998	65,952
Miscellaneous	74,906	4,784	79,690	108,564	5,529	114,093
Contribution to related party	-	1,555,767	1,555,767	-	1,608,937	1,608,937
Depreciation expense	211,343	-	211,343	173,091	-	173,091
Donated indirect administrative support, services, and facilities	1,972,266	-	1,972,266	1,902,972	-	1,902,972
Total operating expenses	5,314,739	2,100,185	7,414,924	4,766,366	2,091,327	6,857,693
Operating income	247,323	2,291	249,614	866,710	18,968	885,678
Nonoperating Revenues (Expenses)						
Net investment return	684	-	684	418	-	418
Interest earned on leases	45,576	-	45,576	45,089	-	45,089
Change in provision for income tax	(23,400)	-	(23,400)	-	-	-
Other nonoperating revenue	3,770	-	3,770	10,342	-	10,342
Total nonoperating revenues (expenses)	26,630	-	26,630	55,849	-	55,849
Change in net position	273,953	2,291	276,244	922,559	18,968	941,527
Net position, beginning of the year	1,018,418	54,585	1,073,003	95,859	35,617	131,476
Net position, end of the year	$ 1,292,371	$ 56,876	$ 1,349,247	$ 1,018,418	$ 54,585	$ 1,073,003

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

WTVI-PBS Charlotte

(A Public Communications Department Operated by the Board of Trustees of Central Piedmont Community College)

STATEMENTS OF CASH FLOWS

FOR THE YEARS ENDED JUNE 30, 2024 and 2023

	2024			2023		
	WTVI-TV Station	WTVI Foundation	Total	WTVI-TV Station	WTVI Foundation	Total
Cash flows from operating activities						
Cash received from membership contributions, grants, corporate support, and others	$ 3,286,328	$ 2,109,585	$ 5,395,913	$ 3,405,506	$ 2,117,650	$ 5,523,156
Other operating cash receipts	-	-	-	66,890	-	66,890
Cash paid to employees	(1,691,260)	-	(1,691,260)	(1,565,381)	-	(1,565,381)
Cash paid to suppliers for goods and services	(1,523,517)	(2,085,457)	(3,608,974)	(1,393,595)	(2,108,782)	(3,502,377)
Net tax payments	(17,357)	-	(17,357)	(74,145)	-	(74,145)
Net cash provided by operating activities	54,194	24,128	78,322	439,275	8,868	448,143
Cash flow from capital and related financing activities						
Proceeds from lease arrangements	307,722	-	307,722	278,785	-	278,785
Net cash used by capital and related financing activities	307,722	-	307,722	278,785	-	278,785
Cash flow from noncapital financing activities						
Other nonoperating cash receipts	1,859	-	1,859	-	-	-
Net cash used by noncapital financing activities	1,859	-	1,859	-	-	-
Cash flows from investing activities						
Net investment return	684	-	684	418	-	418
Net change in cash and cash equivalents	364,459	24,128	388,587	718,478	8,868	727,346
Cash and cash equivalents, beginning of year	1,770,093	50,662	1,820,755	1,051,615	41,794	1,093,409
Cash and cash equivalents, end of year	$ 2,134,552	$ 74,790	$ 2,209,342	$ 1,770,093	$ 50,662	$ 1,820,755

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

WTVI-PBS Charlotte

(A Public Communications Department Operated by the Board of Trustees of Central Piedmont Community College)

STATEMENTS OF CASH FLOWS (CONTINUED)

FOR THE YEARS ENDED JUNE 30, 2024 and 2023

	2024			2023		
	WTVI-TV Station	WTVI Foundation	Total	WTVI-TV Station	WTVI Foundation	Total
Reconciliation of operating income to net cash provided by operating activities:						
Operating income	$ 247,323	$ 2,291	$ 249,614	$ 866,710	$ 18,968	$ 885,678
Adjustments to reconcile operating income to net cash provided by operating activities:						
Depreciation expense	211,343	-	211,343	173,091	-	173,091
Change in allowance for doubtful accounts	3,995	-	3,995	1,495	-	1,495
Lease revenue, amortized deferred inflow for leases	(263,176)	-	(263,176)	(258,682)	-	(258,682)
Pension and other postemployment benefits expense	167,338	-	167,338	(49,189)	-	(49,189)
Noncash, operating contributions charged to revenue	(1,972,266)	-	(1,972,266)	(1,902,972)	-	(1,902,972)
Noncash, operating contributions charged to expense	1,972,266	-	1,972,266	1,902,972	-	1,902,972
Changes in operating assets, liabilities and deferred outflows:						
Receivables	(27,104)	(1,141)	(28,245)	(2,700)	7,355	4,655
Other current assets	(1,744)	(47,987)	(49,731)	(23,585)	2,589	(20,996)
Accounts payable and accrued expenses	33,587	62,715	96,302	1,282	(20,044)	(18,762)
Compensated absences	(5,561)	-	(5,561)	(3,195)	-	(3,195)
Unearned revenue	(2,179)	8,250	6,071	2,179	-	2,179
Deferred Outflows - contributions after the measurement date	(292,271)	-	(292,271)	(268,131)	-	(268,131)
Liability for taxes	(17,357)	-	(17,357)	-	-	-
Net cash provided by operating activities	$ 54,194	$ 24,128	$ 78,322	$ 439,275	$ 8,868	$ 448,143
Noncash investing, capital, and financing activities						
Loss on disposal of capital assets	$ -	$ -	$ -	$ 70	$ -	$ 70
Loss on early termination of lease	$ 1,859	$ -	$ 1,859	$ -	$ -	$ -
Decrease in net OPEB liability due to noncapital contributions	$ (1,911)	$ -	$ (1,911)	$ (10,411)	$ -	$ (10,411)

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

Note 1—Nature of operations and summary of significant accounting policies

Organization and Purpose – WTVI-PBS Charlotte (the "Station" or "WTVI"), a department of Central Piedmont Community College (the "College"), is a non-commercial, viewer-supported broadcast entity regulated by the Federal Communications Commission ("FCC"), operating under licensure to the Board of Trustees of the College. The College is a component unit of the State of North Carolina and an integral part of the State's *Annual Comprehensive Financial Report*.

The Station's broadcasting operations are subject to the FCC's jurisdiction under the Communications Act of 1934, as amended. The FCC rules, among other things, govern the term, renewal, and transfer of television broadcasting licenses and limit concentrations of broadcasting control inconsistent with public interest. Federal law also regulates the quantity of underwriting within children's programs. Television broadcasting licenses are subject to renewal by the FCC.

From time to time, the FCC revises existing regulations and policies in ways that could affect the Station's broadcasting operations. In addition, Congress periodically considers and adopts amendments to the governing communications legislation. The Station cannot predict what regulations or legislation may be proposed or finally enacted, or what effect, if any, such regulations or legislation could have on its operations.

The accompanying financial statements include the activity of the WTVI Foundation, Inc. (the "Foundation"), a nonprofit corporation incorporated in May 2012 but inactive until the year ended June 30, 2013. The Foundation performs various fundraising activities for the Station and is a discretely presented component unit. The combined entity is referred to as WTVI.

Reporting Entity – The financial reporting entity, as defined by Governmental Accounting Standards Board ("GASB") Statement No. 34, *Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments*, consists of the primary government and its component units. Component units are legally separate organizations from which the primary government is financially accountable, and other organizations for which the nature and significance of their relationship with the primary government are such that exclusion could cause the financial statements to be misleading or incomplete. The accompanying financial statements present only the portion of the College's funds that are attributable to the transactions of the Station. As discussed above, the accompanying financial statements include the activity of the Foundation. The Foundation performs various fundraising activities for the Station and is considered a discrete component unit.

Basis of Accounting – WTVI follows the accrual basis of accounting, as prescribed by generally accepted governmental accounting principles. Under this method, revenues are recognized in the accounting period in which they are earned and become measurable. Expenses are recognized when the liability is incurred, if measurable.

Note 1—Nature of operations and summary of significant accounting policies (continued)

Basis of Presentation – WTVI is only engaged in business type activities and, therefore, only the financial statements required for enterprise funds are required to be presented. WTVI's financial statements are presented using the economic resources measurement focus and the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America ("U.S. GAAP").

Revenue and Expense Recognition – Revenues are recognized when earned and expenses are recognized when incurred. Underwriting contributions are recognized as revenue upon receipt or accrual based on pledged intent as evidenced by underwriting contracts in the accounting period in which the program supported by the underwriting is broadcast. Revenues from grants are recognized when substantially all the conditions stipulated by the grantor have been met. The Station classifies its revenues and expenses as operating and nonoperating in the accompanying statements of revenues, expenses, and changes in net position. Operating revenues generally result from providing services and producing and delivering goods in connection with the Station's principal ongoing operations. Operating revenues include activities that have characteristics of exchange transactions. Operating expenses are all expense transactions incurred other than those related to capital and noncapital financing or investing activities.

All of WTVI's revenues and expenses, except for those receipts and payments listed under the section titled nonoperating revenues, are classified as operating activities in the statements of revenues, expenses, and changes in net position.

Cash and Cash Equivalents – The amounts presented as cash and cash equivalents in the accompanying financial statements represent WTVI's portion of the College's pooled cash deposits that are held by the College. The Station deposits are legally held in the College's name and not in a separate demand account in WTVI's name. The WTVI Foundation's deposits are held in the Foundation's name in a separate demand account. Further information over the nature of these deposits is disclosed in Note 4.

Receivables – Receivables include production services, underwriting, tower rental, grant, and other receivables and are stated net of an allowance for doubtful accounts. Management's determination of the allowance for doubtful accounts is based on a case by case analysis including current relations with customers and current and anticipated economic conditions. Accounts receivable are written-off when, in the opinion of management, such receivables are deemed to be uncollectible. At June 30, 2024 and 2023, receivables are net of an allowance of $- and $3,995, respectively. While management uses the best information available to make such evaluations, future adjustments to the allowance may be necessary if conditions differ substantially from the assumptions used in making the evaluations.

Note 1—Nature of operations and summary of significant accounting policies (continued)

Capital Assets – Capital assets are stated at cost at date of acquisition or acquisition value at date of donation in the case of gifts. Donated capital assets acquired prior to July 1, 2015 are stated at fair value as of the date of donation. WTVI capitalizes assets that have a value or cost of $5,000 or greater at the date of acquisition and an estimated useful life of more than one year. Depreciation is computed using the straight-line method over the estimated useful lives of the assets, generally 2 to 30 years for both data processing and other equipment.

Deferred Outflows/Inflows of Resources – In addition to assets, the statements of net position reports a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net assets that applies to a future period(s) and so will not be recognized as an outflow of resources (expense) until then.

In addition to liabilities, the statements of net position reports a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net assets that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until then.

Deferred outflows and inflows of resources relate to the pension plan and other postemployment benefit plans as discussed in Notes 7 and 8, respectively. Deferred inflows related to leases are further discussed in Note 9.

Net Position – Net position is classified as follows:

> *Net Investment in Capital Assets* – This represents WTVI's total investment in capital assets net of accumulated depreciation.
>
> *Restricted Net Position* – Nonexpendable – Nonexpendable restricted net position includes endowments and similar type assets whose use is limited by donors or other outside sources, and, as a condition of the gift, the principal is to be maintained in perpetuity. WTVI had no Restricted Net Position – Nonexpendable as of June 30, 2024 and 2023.
>
> *Restricted Net Position* – Expendable – Expendable restricted net position includes resources for which WTVI is legally or contractually obligated to spend in accordance with restrictions imposed by external parties.
>
> *Unrestricted Net Position (Deficit)* – Unrestricted net position (deficit) includes resources derived from contributions, program underwriting, production revenue, and tower rental income.

Restricted and unrestricted resources are tracked using a fund accounting system and are spent in accordance with established fund authorities. Fund authorities provide rules for the fund activity and are separately established for restricted and unrestricted activities. When both restricted and unrestricted funds are available for expenditure, the decision for funding is transactional based within the departmental management system in place at WTVI.

Note 1—Nature of operations and summary of significant accounting policies (continued)

Donated Indirect Administrative Support, Services, and Facilities – Donated indirect administrative support, services, and facilities are recorded as both revenue and expense in the accompanying statements of revenues, expenses, and changes in net position. These donated indirect administrative support, services, and facilities consist principally of donated facilities and services from Mecklenburg County and allocated institutional indirect administrative support incurred by various divisions of the College for which WTVI receives benefits. Donated indirect administrative support from the College is allocated directly to general supporting services. Donated services and facilities from Mecklenburg County are allocated between program services and supporting services based on the square footage of each department.

Income Taxes – The Foundation is exempt from federal and state income taxes on revenue earned from its tax-exempt purpose under Section 501(c)(3) of the U.S. Internal Revenue Code ("IRC"). WTVI is liable for federal and state income tax on unrelated business income.

WTVI's policy is to record a liability for any tax position taken that is beneficial to WTVI, including any related interest and penalties, when it is more likely than not the position taken by management with respect to a transaction or class of transactions will be overturned by a taxing authority upon examination.

Unearned Revenue – Income from grants and tower rental received in advance are recognized over the periods to which the grant and rental expenses relate and eligibility requirements are met.

Compensated Absences – Employees earn vacation leave at the rate of 15 to 25 days per year depending on length of service and can accrue a maximum of 30 unused days to be carried forward to the following year. Unused vacation days are payable upon termination at the rates of pay then in effect only up to a 30 day maximum. Employees accumulate sick leave at the rate of one day per month and can accrue an unlimited number of days. Sick leave can be taken for personal illness or illness of a member of the immediate family. Sick leave is lost upon termination or resignation. Because WTVI has no financial obligation for the accumulated sick leave, no accrual for sick leave is made.

In addition to the vacation leave described above, compensated absences include the accumulated unused portion of the special annual leave bonuses awarded by the North Carolina General Assembly. The bonus leave balance on June 30 is retained by employees and transferred into the next calendar year. It is not subject to the limitation on annual leave carried forward described above and is not subject to conversion to sick leave.

Note 2—Capital assets

A summary of changes in the capital assets is as follows for the years ended June 30, 2024 and 2023:

	Balance June 30, 2023	Increases	Decreases	Balance June 30, 2024
Data processing equipment	$ 2,836,714	$ -	$ -	$ 2,836,714
Other equipment	289,958	-	-	289,958
Total Capital Assets	3,126,672	-	-	3,126,672
Less accumulated depreciation for:				
Data processing equipment	1,686,119	190,327	-	1,876,446
Other equipment	101,737	21,016	-	122,753
Total Accumulated Depreciation	1,787,856	211,343	-	1,999,199
Total Capital Assets, Net	$ 1,338,816	$ (211,343)	$ -	$ 1,127,473

	Balance June 30, 2022	Increases	Decreases	Balance June 30, 2023
Data processing equipment	$ 2,849,960	$ -	$ 13,246	$ 2,836,714
Other equipment	289,958	-	-	289,958
Total Capital Assets	3,139,918	-	13,246	3,126,672
Less accumulated depreciation for:				
Data processing equipment	1,551,468	147,827	13,176	1,686,119
Other equipment	76,473	25,264	-	101,737
Total Accumulated Depreciation	1,627,941	173,091	13,176	1,787,856
Total Capital Assets, Net	$ 1,511,977	$ (173,091)	$ 70	$ 1,338,816

Note 3—Unrelated business taxes

WTVI's tax amount recognized is subject to estimate and management judgment with respect to the likely outcome of each uncertain tax position. The amount that is ultimately sustained for an individual uncertain tax position or for all uncertain tax positions in the aggregate could differ from the amount recognized. A reconciliation of the beginning and ending amount of unrecognized tax obligation is as follows for the years ended June 30, 2024 and 2023:

	2024	2023
Beginning of year	$ 4,400	$ 4,400
Change in current year tax provision	23,400	-
End of year	$ 27,800	$ 4,400

Note 4—Deposits and investments

All funds of WTVI are deposited in College board-designated official depositories and are required to be collateralized in accordance with *North Carolina General Statute* 115D-58.7. Official depositories may be established with any bank or savings and loan association whose principal office is located in North Carolina. Also, the College may establish time deposit accounts, money market accounts, and certificates of deposit. WTVI's cash balance is commingled with the College's cash. As of June 30, 2024 and 2023, WTVI has a cash balance of $2,134,552 and $1,770,093, respectively. The balance as of June 30, 2024 and 2023 includes restricted cash balances of $- and $10,052, respectively, for which WTVI is legally or contractually obligated to spend in accordance with restrictions imposed by external parties.

The North Carolina Administrative Code (20 NCAC 7) requires all depositories to collateralize public deposits in excess of federal depository insurance coverage by using one of two methods, dedicated or pooled. Under the dedicated method, a separate escrow account is established by each depository in the name of each local governmental unit and the responsibility of monitoring collateralization rests with the local unit. Under the pooling method, each depository establishes an escrow account in the name of the State Treasurer to secure all of its public deposits. This method shifts the monitoring responsibility from the local unit to the State Treasurer.

Custodial credit risk is the risk that in the event of a bank failure, the College's deposits may not be returned. As of June 30, 2024 and 2023, the College's bank balance in excess of federal depository insurance coverage was covered under the pooling method.

Note 5— Long-term liabilities

Long-term liability activity for the years ended June 30, 2024 and 2023 were as follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
June 30, 2024					
Compensated absences	$ 134,067	$ 88,052	$ 93,613	$ 128,506	$ 4,935
Net pension liability	884,303	98,711	-	983,014	-
Net other postemployment benefits liability	1,227,024	129,951	-	1,356,975	-
	$ 2,245,394	$ 316,714	$ 93,613	$ 2,468,495	$ 4,935

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
June 30, 2023					
Compensated absences	$ 137,262	$ 93,723	$ 96,918	$ 134,067	$ 14,144
Net pension liability	248,448	635,855	-	884,303	-
Net other postemployment benefits liability	1,714,291	-	487,267	1,227,024	-
	$ 2,100,001	$ 729,578	$ 584,185	$ 2,245,394	$ 14,144

Note 6—Net position

The unrestricted net position (deficit) of $164,898 and ($330,206), at June 30, 2024 and 2023, respectively, have been significantly affected by transactions that resulted in the recognition of deferred outflows of resources, deferred inflows of resources, and long-term liabilities. A summary of the balances reported within unrestricted net position relating to the reporting of net pension liability and net other postemployment benefits ("OPEB") liability, and the related deferred outflows of resources and deferred inflows of resources is presented as follows:

	2024	2023
Net Pension Liability and Related Deferred Outflows of Resources and Deferred Inflows of Resources	$ (458,549)	$ (423,441)
Net OPEB Liability and Related Deferred Outflows of Resources and Deferred Inflows of Resources	(1,583,835)	(1,745,783)
Effect on Unrestricted Net Position	(2,042,384)	(2,169,224)
Total Unrestricted Net Position Before Recognition of Deferred Outflows of Resources, Deferred Inflows of Resources, and Related Long-Term Liabilities	2,207,282	1,839,018
Total Unrestricted Net Deficit	$ 164,898	$ (330,206)

See Notes 7 and 8 for detailed information regarding the amortization of the deferred outflows of resources and deferred inflows of resources relating to pensions and OPEB, respectively.

Note 7—Pension plans

Defined Benefit Plan

All employees of WTVI are College employees, thus all employees are able to participate in the pension plan offered by the College.

Plan Administration: The State of North Carolina administers the Teachers' and State Employees' Retirement System ("TSERS") plan. This plan is a cost-sharing, multiple-employer, defined benefit pension plan established by the State to provide pension benefits for general employees and law enforcement officers ("LEOs") of the State, general employees and LEOs of its component units, and employees of Local Education Agencies ("LEAs") and charter schools not in the reporting entity. Membership is comprised of employees of the State (State agencies and institutions), universities, community colleges, and certain proprietary component units along with the LEAs and charter schools that elect to join the Retirement System. Benefit provisions are established by General Statute 135-5 and may be amended only by the North Carolina General Assembly.

Note 7—Pension plans (continued)

Benefits Provided: TSERS provides retirement and survivor benefits. Retirement benefits are determined as 1.82% of the member's average final compensation times the member's years of creditable service. A member's average final compensation is calculated as the average of a member's four highest consecutive years of compensation. General employee plan members are eligible to retire with unreduced retirement benefits at age 65 with five years of membership service, at age 60 with 25 years of creditable service, or at any age with 30 years of creditable service. General employee plan members are eligible to retire with reduced retirement benefits at age 50 with 20 years of creditable service or at age 60 with five years of membership service. Survivor benefits are available to eligible beneficiaries of general members who die while in active service or within 180 days of their last day of service and who also have either completed 20 years of creditable service regardless of age or have completed five years of service and have reached age 60. Eligible beneficiaries may elect to receive a monthly Survivor's Alternate Benefit for life in lieu of the return of the member's contributions that is generally available to beneficiaries of deceased members. The plan does not provide for automatic postretirement benefit increases.

Contributions: Contribution provisions are established by General Statute 135-8 and may be amended only by the North Carolina General Assembly. Plan members are required to contribute 6% of their annual pay. The contribution rate for employers is set each year by the North Carolina General Assembly in the Appropriations Act and may not be less than the contribution rate required of plan members. The TSERS Board of Trustees establishes a funding policy from where an accrued liability rate and a normal contribution rate are developed by the consulting actuary. The sum of those two rates developed under the funding policy is the actuarially determined contribution rate ("ADC"). The TSERS Board of Trustees may further adopt a contribution rate policy that is higher than the ADC known as the required employer contribution to be recommended to the North Carolina General Assembly. WTVI's contractually-required contribution rate was 17.63% and 17.38% of covered payroll for the years ended June 30, 2024 and 2023, respectively. WTVI's contributions to the pension plan were $204,208 and $189,177 and employee contributions were $69,498 and $65,309 for the years ended June 30, 2024 and 2023, respectively.

WTVI, or the College, on WTVI's behalf, made 100% of its annual required contributions for the years ended June 30, 2024 and 2023.

The TSERS plan's financial information, including all information about the plan's assets, deferred outflows of resources, liabilities, deferred inflows of resources, and fiduciary net position, is included in the State of North Carolina's fiscal year 2023 *Annual Comprehensive Financial Report*. An electronic version of this report is available on the North Carolina Office of the State Controller's website at https://www.osc.nc.gov/ or by calling the State Controller's Financial Reporting Section at (919) 707-0500.

Note 7—Pension plans (continued)

TSERS Basis of Accounting: The financial statements of the TSERS plan are prepared using the accrual basis of accounting. Plan member contributions are recognized in the period in which the contributions are due. Employer contributions are recognized when due and the employer has a legal requirement to provide the contributions. Benefits and refunds are recognized when due and payable in accordance with the terms of each plan. For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the TSERS plan, and additions to/deductions from the TSERS plan's fiduciary net position have been determined on the same basis as they are reported by TSERS.

Methods Used to Value TSERS Investment: Pursuant to *North Carolina General Statutes*, the State Treasurer is the custodian and administrator of the retirement systems. The State Treasurer maintains various investment portfolios in its External Investment Pool. TSERS and other pension plans of the State of North Carolina participate in the Long-Term Investment, the Fixed Income Investment, Equity Investment, Real Estate Investment, Alternative Investment, Opportunistic Fixed Income Investment, and Inflation Sensitive Investment Portfolios. The Fixed Income Asset Class includes the Long-Term Investment and Fixed Income Investment Portfolios. The Global Equity Asset Class includes the Equity Investment Portfolio. The investment balance of each pension trust fund represents its share of the fair value of the net position of the various portfolios within the External Investment Pool. Detailed descriptions of the methods and significant assumptions regarding investments of the State Treasurer are provided in the 2023 *Annual Comprehensive Financial Report*.

Net Pension Liability: At June 30, 2024 and 2023, WTVI reported a liability of $983,014 and $884,303, respectively, for its proportionate share of the collective net pension liability. The net pension liability was measured as of June 30, 2023 and 2022. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2022 and 2021, and update procedures were used to roll forward the total pension liability to June 30, 2023 and 2022. WTVI's proportion of the net pension liability was based on an allocated percentage of the present value of future salaries for the College relative to the projected present value of future salaries for all participating employers, actuarially-determined. WTVI's proportions were .00616% and .00646% as of June 30, 2023 and 2022, respectively, which was a decrease of .00031% and an decrease of .00067% from its proportion measured as of June 30, 2022 and 2021, respectively.

Actuarial Assumptions: The following table presents the actuarial assumptions used to determine the total pension liability for the TSERS plan at the actuarial valuation date:

Valuation date	**December 31, 2022**	**December 31, 2021**
Inflation	2.50%	2.50%
Salary increases*	3.25%-8.05%	3.25%-8.05%
Investment rate of return**	6.50%	6.50%

* Salary increases include 3.25% inflation and productivity factor.
** Investment rate of return includes inflation assumption and is net of pension plan investment expense.

Note 7—Pension plans (continued)

TSERS currently uses mortality tables that vary by age, gender, employee group (i.e., teacher, general, law enforcement officer) and health status (i.e., disabled and not disabled). The current mortality rates are based on published tables and based on studies that cover significant portions of the U.S. public plan population. The mortality rates also contain a provision to reflect future mortality improvements.

The actuarial assumptions used in the December 31, 2022 and 2021 valuations were based on the results of an actuarial experience review for the period January 1, 2015 through December 31, 2019. Future ad hoc cost of living adjustment ("COLA") amounts are not considered to be substantively automatic and are, therefore, not included in the measurement. The projected long-term investment returns and inflation assumptions are developed through review of current and historical capital markets data, sell-side investment research, consultant whitepapers, and historical performance of investment strategies. Fixed income return projections reflect current yields across the U.S. Treasury yield curve and market expectations of forward yields projected and interpolated for multiple tenors and over multiple year horizons. Global public equity return projections are established through analysis of the equity risk premium and the fixed income return projections. Other asset categories and strategies' return projections reflect the foregoing and historical data analysis. These projections are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation.

Best estimates of arithmetic real rates of return for each major asset class included in the pension plan's target asset allocation as of June 30, 2023 and 2022 (the measurement date) are summarized in the following table:

	Long-Term Expected Real Rate of Return	
Asset Class	**2023**	**2022**
Fixed Income	0.90%	1.10%
Global Equity	6.50%	6.50%
Real Estate	5.90%	5.90%
Alternatives	8.20%	7.50%
Opportunistic Fixed Income	5.00%	5.00%
Inflation Sensitive	2.70%	2.70%

The information in the preceding table is based on 30-year expectations developed with an investment consulting firm as part of a study completed in early 2022, and is part of the asset, liability, and investment policy of the North Carolina Retirement Systems. The long-term nominal rates of return underlying the real rates of return are arithmetic annualized figures. The real rates of return are calculated from nominal rates by multiplicatively subtracting a long-term inflation assumption of 2.25% for the years ended June 30, 2023 and 2022. Return projections do not include any excess return expectations over benchmark averages. All rates of return and inflation are annualized. The long-term expected real rate of return for the Bond Index Investment Pool as of June 30, 2023 and 2022 was 0.78%.

Note 7—Pension plans (continued)

Discount Rate: The discount rate used to measure the total pension liability was 6.50% for the December 31, 2022 and 2021 valuation. This discount rate is in line with the long-term nominal expected return on pension plan investments. The calculation of the net pension liability is a present value calculation of the future net pension payments. These net pension payments assume that contributions from plan members will be made at the current statutory contribution rate and that contributions from employers will be made at the contractually required rates, actuarially determined. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of the current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the Net Pension Liability to Changes in the Discount Rate: The following presents the net pension liability of the plan at June 30, 2023 calculated using the discount rate of 6.50%, as well as what the net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower (5.50%) or 1 percentage point higher (7.50%) than the current rate:

	Net Pension Liability		
Year	1% Decrease (5.50%)	Current Discount Rate (6.50%)	1% Increase (7.50%)
2024	$ 1,761,709	$ 983,014	$ 419,391

The following presents the net pension liability of the plan at June 30, 2022 calculated using the discount rate of 6.50%, as well as what the net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower (5.50%) or 1 percentage point higher (7.50%) than the current rate:

	Net Pension Liability		
Year	1% Decrease (5.50%)	Current Discount Rate (6.50%)	1% Increase (7.50%)
2023	$ 1,696,018	$ 884,303	$ 351,122

Note 7—Pension plans (continued)

Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions: For the years ended June 30, 2024 and 2023, WTVI recognized pension expenses of $242,182 and $175,230, respectively. At June 30, 2024 and 2023, WTVI reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources		Deferred Inflows of Resources	
	2024	2023	2024	2023
Difference between actual and expected experience	$ 83,699	$ 3,974	$ 17,042	$ 23,530
Changes of assumptions	36,056	71,997	-	-
Net difference between projected and actual earnings on pension plan investments	285,930	299,717	-	-
Change in proportion and differences between agency's contributions and proportionate share of contributions	-	-	71,320	82,560
Contributions subsequent to the measurement date	207,142	191,264	-	-
Total	$ 612,827	$ 566,952	$ 88,362	$ 106,090

The amount of $207,142 reported as deferred outflows of resources related to contributions subsequent to the measurement date will be included as a reduction of the net pension liability in the fiscal year ended June 30, 2025. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to TSERS will be recognized as pension expense as follows:

Year Ended June 30:	Amount
2025	$ 97,116
2026	52,374
2027	157,254
2028	10,579
Total	$ 317,323

The Required Supplementary Information related to the pension plan, including Schedule of the Proportionate Net Pension Liability, Schedule of Contributions to the TSERS plan, and the Notes to Required Supplementary Information, can be found in the College's financial statements.

Deferred Compensation and Supplemental Retirement Income Plans

The College offers deferred compensation and supplemental retirement income plans, including an IRC Section 457, IRC Section 457 with Roth options, an IRC section 401(k), an IRC Section 401(k) with Roth options, an IRC Section 403(b) plan, and an IRC Section 403(b) plan with Roth options. The financial information of these plans is included in the financial statements of the College.

Note 8—Other postemployment benefits

All employees of WTVI are College employees, thus all employees are able to participate in the other postemployment benefit plans offered by the College.

The College participates in two postemployment benefit plans, the Retiree Health Benefit Fund and the Disability Income Plan of North Carolina, that are administered by the State of North Carolina as pension and other employee benefit trust funds. Each plan's financial information, including all information about the plans' assets, deferred outflows of resources, liabilities, deferred inflows of resources, and fiduciary net position, is included in the State of North Carolina's fiscal year 2023 *Annual Comprehensive Financial Report*. An electronic version of this report is available on the North Carolina Office of the State Controller's website at https://www.osc.nc.gov/ or by calling the State Controller's Financial Reporting Section at (919) 707-0500.

A. Summary of Significant Accounting Policies and Plan Asset Matters

Basis of Accounting: The financial statements of these plans were prepared using the accrual basis of accounting. Employer contributions are recognized when due and the employer has made a formal commitment to provide the contributions. Benefits are recognized when due and payable in accordance with the terms of each plan. For purposes of measuring the net OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense, information about the fiduciary net position of each plan, and additions to/deductions from each plans' fiduciary net position have been determined on the same basis as they are reported by the plans.

Methods Used to Value Plan Investments: Pursuant to *North Carolina General Statutes*, the State Treasurer is the custodian and administrator of the other postemployment benefits funds. The State Treasurer maintains various investment portfolios in its External Investment Pool. The Retiree Health Benefit Fund participates in the External Investment Pool. The Disability Income Plan of North Carolina is invested in the Short-Term Investment Portfolio of the External Investment Pool and the Bond Index External Investment Pool. The investment balance of each other employee benefit trust fund represents its share of the fair value of the net position of the various portfolios within the pool. Detailed descriptions of the methods and significant assumptions regarding investments of the State Treasurer are provided in the 2023 *Annual Comprehensive Financial Report.*

B. Plan Descriptions

Health Benefits – *Plan Administration*: The State of North Carolina administers the North Carolina State Health Plan for Teachers and State Employees, referred to as the State Health Plan (the "Plan"), a healthcare plan exclusively for the benefit of employees of the State, the University of North Carolina System, community colleges, and certain other component units. In addition, Local Education Agencies ("LEAs"), charter schools, and some select local governments that are not part of the State's financial reporting entity also participate. Health benefit programs and premium rates are determined by the State Treasurer upon approval of the Plan Board of Trustees.

Note 8—Other postemployment benefits (continued)

The Retiree Health Benefit Fund ("RHBF") has been established by Chapter 135-7, Article 1 of the General Statutes as a fund to provide health benefits to retired and disabled employees and their applicable beneficiaries. RHBF is a cost-sharing, multiple-employer, defined benefit healthcare plan, exclusively for the benefit of eligible former employees of the State, the University of North Carolina System, and community colleges. In addition, LEAs, charter schools, and some select local governments that are not part of the State's financial reporting entity also participate.

By statute, RHBF is administered by the Board of Trustees of the Teachers' and State Employees' Retirement System ("TSERS"). RHBF is supported by a percent of payroll contribution from participating employing units. Each year the percentage is set in legislation, as are the maximum per retiree contributions from RHBF to the Plan. The State Treasurer, with the approval of the Plan Board of Trustees, then sets the employer contributions (subject to the legislative cap) and the premiums to be paid by retirees, as well as the health benefits to be provided through the Plan.

Benefits Provided: Plan benefits received by retired employees and disabled employees from RHBF are OPEB. The healthcare benefits for retired and disabled employees who are not eligible for Medicare are the same as for active employees as described in Note 11. The plan options change when the former employees become eligible for Medicare. The benefits provided include medical and pharmacy coverage for employees and their dependents. Non-Medicare eligible members have two self-funded options administered by the State Health Plan while Medicare members have three options, including one self-funded option and two fully-insured Medicare Advantage/Prescription Drug Plan options. Self-funded medical and pharmacy claims costs are shared between the covered member and the State Health Plan. If the self-funded plan is elected by a Medicare eligible member, the coverage is secondary to Medicare. Fully-insured claims include cost sharing from covered members with the remaining balance paid by the fully-insured carrier.

Those former employees who are eligible to receive medical benefits from RHBF are long-term disability beneficiaries of the Disability Income Plan of North Carolina and retirees of TSERS, the Consolidated Judicial Retirement System ("CJRS"), the Legislative Retirement System ("LRS"), the University Employees' Optional Retirement Program ("ORP"), and a small number of local governments, with five or more years of contributory membership service in their retirement system prior to disability or retirement, with the following exceptions: for employees first hired on or after October 1, 2006, and members of the North Carolina General Assembly first taking office on or after February 1, 2007, future coverage as retired employees and retired members of the North Carolina General Assembly is subject to the requirement that the future retiree have 20 or more years of retirement service credit in order to receive coverage on a noncontributory basis. Employees first hired on or after October 1, 2006 and members of the North Carolina General Assembly first taking office on or after February 1, 2007 with 10 but less than 20 years of retirement service credit are eligible for coverage on a partially contributory basis. For such future retirees, the State will pay 50% of the State Health Plan's total noncontributory premium. Employees first hired on or after October 1, 2006 and members of the North Carolina General Assembly first taking office on or after February 1, 2007 with five but less than 10 years of retirement service credit are eligible for coverage on a fully contributory basis.

Note 8—Other postemployment benefits (continued)

Section 35.21 (c) and (d) of Session Law 2017-57 repealed retiree medical benefits for employees first hired on or after January 1, 2021. The legislation amended Chapter 135, Article 3B of the General Statutes to require that retirees must earn contributory retirement service in the TSERS (or in an allowed local system unit), the CJRS, or the LRS prior to January 1, 2021, and not withdraw that service, in order to be eligible for retiree medical benefits under the amended law. Consequently, members first hired on and after January 1, 2021 will not be eligible to receive retiree medical benefits.

RHBF's benefit and contribution provisions are established by Chapter 135-7, Article 1, and Chapter 135, Article 3B of the General Statutes and may be amended only by the North Carolina General Assembly. RHBF does not provide for automatic post-retirement benefit increases.

Contributions: Contribution rates to RHBF, which are intended to finance benefits and administrative expenses on a pay-as-you-go basis, are determined by the North Carolina General Assembly in the Appropriations Act. WTVI's contractually-required contribution rate was 7.14% and 6.89% of covered payroll for the years ended June 30, 2024 and 2023, respectively. WTVI's contributions to the RHBF were $82,703 and $74,996 for the years ended June 30, 2024 and 2023, respectively. WTVI assumes no liability for retiree health care benefits provided by the programs other than its required contribution.

In fiscal year 2022, the Plan transferred $180.51 million to RHBF as a result of cost savings to the Plan over a span of six years. For financial reporting purposes, the transfer was recognized as a non-employer contributing entity contribution. The contribution was allocated among the RHBF employers and recorded as noncapital contributions. For the fiscal year ended June 30, 2024, WTVI recognized noncapital contributions for RHBF of $1,911.

WTVI, or the College, on WTVI's behalf, made 100% of its annual required contributions for the years ended June 30, 2024 and 2023.

Disability Income – *Plan Administration:* As discussed in Note 11, short-term and long-term disability benefits are provided through the Disability Income Plan of North Carolina ("DIPNC"), a cost-sharing, multiple-employer defined benefit plan, to the eligible members of TSERS which includes employees of the State, the University of North Carolina system, community colleges, certain participating component units, LEAs which are not part of the State's reporting entity, and the University Employees' ORP. By statute, DIPNC is administered by the Department of State Treasurer and the Board of Trustees of TSERS.

Note 8—Other postemployment benefits (continued)

Benefits Provided: Long-term disability benefits are payable as an OPEB from DIPNC after the conclusion of the short-term disability period or after salary continuation payments cease, whichever is later while the employee is disabled and does not meet the TSERS conditions for unreduced service retirement. An employee is eligible to receive long-term disability benefits provided the following requirements are met: (1) the employee has five or more years of contributing membership service in TSERS or the University Employees' ORP, earned within 96 months prior to becoming disabled or cessation of salary continuation payments, whichever is later; (2) the employee must make application to receive long-term benefits within 180 days after the conclusion of the short-term disability period or after salary continuation payments cease or after monthly payments for workers' compensation cease (excluding monthly payments for permanent partial benefits), whichever is later; (3) the employee must be certified by the Medical Board to be mentally or physically disabled for the further performance of his/her usual occupation; (4) the disability must have been continuous, likely to be permanent, and incurred at the time of active employment; (5) the employee must not be eligible to receive an unreduced retirement benefit from TSERS; and (6) the employee must terminate employment as a permanent, full-time employee. A general employee is eligible to receive an unreduced retirement benefit from TSERS after (1) reaching the age of 65 and completing five years of membership service, or (2) reaching the age of 60 and completing 25 years of creditable service, or (3) completing 30 years of creditable service, at any age.

For employees who had five or more years of membership service as of July 31, 2007, during the first 36 months of the long-term disability period, the monthly long-term disability benefit is equal to 65% of one-twelfth of an employee's annual base rate of compensation last payable to the participant or beneficiary prior to the beginning of the short-term disability period, plus the like percentage of one-twelfth of the annual longevity payment and local supplements to which the participant or beneficiary would be eligible. The monthly benefits are subject to a maximum of $3,900 per month reduced by any primary Social Security disability benefits, by an amount equal to the monthly primary Social Security retirement benefit to which the employee might be entitled should the employee be at least age 62 and by monthly payments for workers' compensation to which the participant or beneficiary may be entitled, but the benefits payable shall be no less than $10 a month. After the first 36 months of the long-term disability, the long-term benefit is calculated in the same manner as described above except the monthly benefit is reduced by an amount equal to a monthly primary Social Security disability benefit to which the participant or beneficiary might be entitled had Social Security disability benefits been awarded. When an employee qualifies for an unreduced service retirement allowance from TSERS, the benefits payable from DIPNC will cease, and the employee will commence retirement under TSERS or the University Employees' ORP.

For employees who had less than five years of membership service as of July 31, 2007, and meet the requirements for long-term disability on or after August 1, 2007, benefits are calculated in the same manner as described above except that after the first 36 months of the long-term disability, no further long-term disability benefits are payable unless the employee has been approved and is in receipt of primary Social Security benefits.

Note 8—Other postemployment benefits (continued)

Benefit and contribution provisions are established by Chapter 135, Article 6, of the General Statutes and may be amended only by the North Carolina General Assembly. The plan does not provide for automatic post-retirement benefit increases.

Contributions: Although DIPNC operates on a calendar year, disability income benefits are funded by actuarially determined employer contributions that are established in the Appropriations Act by the North Carolina General Assembly and coincide with the State's fiscal year. WTVI's contractually-required contribution rate was 0.11% and 0.10% of covered payroll for the years ended June 30, 2024 and 2023, respectively. WTVI's contributions to DIPNC were $1,274 and $1,088 for the years ended June 30, 2024 and 2023, respectively. WTVI assumes no liability for long-term disability benefits under the Plan other than its contribution.

WTVI, or the College, on WTVI's behalf, made 100% of its annual required contributions for the years ended June 30, 2024 and 2023.

C. Net OPEB Liability

Retiree Health Benefit Fund: At June 30, 2024 and 2023, WTVI reported a liability of $1,355,493 and $1,225,349 respectively, for its proportionate share of the collective net OPEB liability for RHBF. The net OPEB liability was measured as of June 30, 2023 and 2022. The total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of December 31, 2022 and 2021, and update procedures were used to roll forward the total OPEB liability to June 30, 2023 and 2022. WTVI's proportion of the net OPEB liability was based on an allocated percentage of the present value of future salaries for the College relative to the present value of future salaries for all participating employers, actuarially-determined. WTVI's proportion was 0.00545% and 0.00577%, as of June 30, 2024 and 2023, respectively, which was an decrease of .00032% and a decrease of .00044% from its proportion measured as of June 30, 2022 and 2021, respectively.

Disability Income Plan of North Carolina: At June 30, 2024 and 2023, WTVI reported a liability of $1,482 and $1,675, respectively, for its proportionate share of the collective net OPEB liability for DIPNC. The net OPEB liability was measured as of June 30, 2023 and 2022. The total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of December 31, 2022 and 2021, and update procedures were used to roll forward the total OPEB liability to June 30, 2023 and 2022. WTVI's proportion of the net OPEB liability was based on a projection of the present value of future salaries for the College relative to the projected present value of future salaries for all participating employers, actuarially-determined. As of June 30, 2024, WTVI's proportion was .00537%, which was a decrease of .00026% from its proportion measured as of June 30, 2023, which was .00563%.

Note 8—Other postemployment benefits (continued)

Actuarial Assumptions: The total OPEB liabilities for RHBF and DIPNC were determined by actuarial valuations as of December 31, 2022 and 2021, using the following actuarial assumptions, applied to all periods included in the measurement, unless otherwise specified. The total OPEB liabilities were then rolled forward to June 30, 2023 and 2022 utilizing update procedures incorporating the actuarial assumptions.

	Retiree Health Benefit Fund	
Valuation Date	**December 31, 2022**	**December 31, 2021**
Inflation	2.50%	2.50%
Salary Increases*	3.25%-8.05%	3.25%-8.05%
Investment Rate of Return**	6.50%	6.50%
Healthcare Cost Trend Rate - Medical	6.50% grading down to 5.00% by 2029	6.00% grading down to 5.00% by 2027
Healthcare Cost Trend Rate - Prescription Drug	10.00% grading down to 5.00% by 2033	9.50% grading down to 5.00% by 2031
Healthcare Cost Trend Rate - Prescription Drug Rebates	7.00% grading down to 5.00% by 2033	N/A
Healthcare Cost Trend Rate - Medicare Advantage	0.00% through 2025, 5.00% thereafter	0.00% through 2025, 5.00% thereafter
Healthcare Cost Trend Rate - Administrative	3.00%	3.00%

* Salary increases include 3.25% inflation and productivity factor.
** Investment rate of return is net of OPEB plan investment expense, including inflation.
N/A - Not Applicable

	Disability Income Plan of N.C.	
Valuation Date	**December 31, 2022**	**December 31, 2021**
Inflation	2.50%	2.50%
Salary Increases*	3.25%-8.05%	3.25%-8.05%
Investment Rate of Return**	3.00%	3.00%
Healthcare Cost Trend Rate - Medical***	N/A	N/A
Healthcare Cost Trend Rate - Prescription Drug***	N/A	N/A
Healthcare Cost Trend Rate - Prescription Drug Rebates***	N/A	N/A
Healthcare Cost Trend Rate - Medicare Advantage***	N/A	N/A
Healthcare Cost Trend Rate - Administrative***	N/A	N/A

* Salary increases include 3.25% inflation and productivity factor.
** Investment rate of return is net of OPEB plan investment expense, including inflation.
*** Eliminated employer reimbursements from the Plan (which included State Health Plan premiums) effective July 1, 2019
N/A - Not Applicable

Note 8—Other postemployment benefits (continued)

The OPEB plans currently use mortality tables that vary by age, gender, employee group (i.e., teacher, other educational employee, general employee, or law enforcement officer) and health status (i.e., disabled or not disabled). The current mortality rates are based on published tables and studies that cover significant portions of the U.S. public plan population. The healthy mortality rates also contain a provision to reflect future mortality improvements.

The projected long-term investment returns and inflation assumptions are developed through a review of current and historical capital markets data, sell-side investment research, consultant whitepapers, and historical performance of investment strategies. Fixed income return projections reflect current yields across the U.S. Treasury yield curve and market expectations of forward yields projected and interpolated for multiple tenors and over multiple year horizons. Global public equity return projections are established through analysis of the equity risk premium and the fixed income return projections. Other asset categories and strategies' return projections reflect the foregoing and historical data analysis. These projections are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. DIPNC is primarily invested in the Bond Index Investment Pool as of June 30, 2023 and 2022.

Best estimates of real rates of return for each major asset class included in RHBF's target asset allocation as of June 30, 2023 and 2022 (the measurement date) are summarized in the following table:

	Long-Term Expected Real Rate of Return	
Asset Class	2023	2022
Fixed Income	0.90%	1.10%
Global Equity	6.50%	6.50%
Real Estate	5.90%	5.90%
Alternatives	8.20%	7.50%
Opportunistic Fixed Income	5.00%	5.00%
Inflation Sensitive	2.70%	2.70%

The information in the preceding table is based on 30-year expectations developed with an investment consulting firm as part of a study conducted in early 2022 and is part of the asset, liability, and investment policy of the North Carolina Retirement Systems. The long-term nominal rates of return underlying the real rates of return are arithmetic annualized figures. The real rates of return are calculated from nominal rates by multiplicatively subtracting a long-term inflation assumption of 2.25% for the years ended June 30, 2023 and 2022. Return projections do not include any excess return expectations over benchmark averages. All rates of return and inflation are annualized. The long-term expected real rate of return for the Bond Index Investment Pool as of June 30, 2023 and 2022 was 0.78%.

Note 8—Other postemployment benefits (continued)

Actuarial valuations of the plans involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. The results of the valuations fluctuate from year to year as actual experience differs from assumptions. This includes demographic experiences (i.e., mortality and retirement) that differ from expected. This also includes financial experiences (i.e., member medical costs and contributions) that vary from expected trends. Actuarially determined amounts are subject to continual revision as actual results are compared to past expectations and new estimates are made about the future.

The actuarial assumptions used for RHBF are consistent with those used to value the pension benefits of TSERS where appropriate. These assumptions are based on the most recent pension valuations available. The discount rate used for RHBF reflects a pay-as-you-go approach.

Projections of benefits for financial reporting purposes of the plans are based on the substantive plan (the plan as understood by the employer and plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The RHBF is funded solely by employer contributions and benefits are dependent on membership requirements.

The actuarial methods and assumptions used for DIPNC include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations. Prior to July 1, 2019, employers received a reimbursement from DIPNC for employer costs, including the employer's share of the State Health Plan premiums, incurred during the second six months of the first year of a member's short-term disability coverage. With the elimination of the reimbursement to employers, State Health Plan premiums are no longer reimbursed by DIPNC for the benefits that were effective on or after July 1, 2019.

The actuarial assumptions used in the December 31, 2022 and 2021 valuations were generally based on the results of an actuarial experience study prepared as of December 31, 2019, as amended for updates to certain assumptions (such as the long-term investment return, medical claims, and medical trend rate assumptions) implemented based on annual reviews that have occurred since that experience study.

Discount Rate: The discount rate used to measure the total OPEB liability for RHBF as of June 30, 2023 and 2022 was 3.65% and 3.54%, respectively. The projection of cash flows used to determine the discount rate assumed that contributions from employers will be made at the current statutorily determined contribution rate. Based on the above assumptions, the plan's fiduciary net position was not projected to be available to make projected future benefit payments of current plan members. As a result, a municipal bond rate of 3.65% and 3.54% at June 30, 2024 and 2023, respectively, was used as the discount rate used to measure the total OPEB liability. The 3.65% rate at June 30, 2024 is based on the Bond Buyer 20-year General Obligation Index as of June 30, 2023.

Note 8—Other postemployment benefits (continued)

The discount rate used to measure the total OPEB liability for DIPNC was 3.00% and 3.08% as of June 30, 2023 and 2022, respectively. The projection of cash flows used to determine the discount rate assumed that contributions from plan members would be made at the current contribution rate and that contributions from employers would be made at statutorily required rates, actuarially determined. Based on those assumptions, the plan's fiduciary net position was not projected to be available to make all projected future benefit payments of the current plan members. In order to develop the blended discount rate of 3.00%, 3.00% was used during the period that the plan was projected to have a fiduciary net position, and a municipal bond rate of 3.65% was used during the period that the plan was projected to have no fiduciary net position. The 3.65% rate is based on the Bond Buyer 20-year General Obligation Index as of June 30, 2023.

Sensitivity of the Net OPEB Liability to Changes in the Discount Rate: The following presents WTVI's proportionate share of the net OPEB liability of the plans, as well as what the plans' net OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower or 1 percentage point higher than the current discount rate:

	Net OPEB Liability- RHBF		
Year	**1% Decrease (2.65%)**	**Current Discount Rate (3.65%)**	**1% Increase (4.65%)**
2024	$ 1,714,353	$ 1,355,493	$ 1,240,550

	Net OPEB Liability- DIPNC		
Year	**1% Decrease (2.00%)**	**Current Discount Rate (3.00%)**	**1% Increase (4.00%)**
2024	$ 1,716	$ 1,482	$ 1,133

	Net OPEB Liability- RHBF		
Year	**1% Decrease (2.54%)**	**Current Discount Rate (3.54%)**	**1% Increase (4.54%)**
2023	$ 1,613,505	$ 1,225,349	$ 1,170,818

	Net OPEB Asset- DIPNC		
Year	**1% Decrease (2.08%)**	**Current Discount Rate (3.08%)**	**1% Increase (4.08%)**
2023	$ 2,063	$ 1,675	$ 1,287

Note 8—Other postemployment benefits (continued)

Sensitivity of the Net OPEB Liability to Changes in the Healthcare Cost Trend Rates: The following presents the net OPEB liability of the plans, as well as what the plans' net OPEB liability would be if it were calculated using healthcare cost trend rates that are 1 percentage point lower or 1 percentage point higher than the current healthcare cost trend rates:

	2024	
1% Decrease (Medical - 4.00% - 5.50%, Pharmacy - 4.00% - 9.00%, Pharmacy Rebate - 4.00% - 6.00%, Med. Advantage - 0.00% - 4.00%, Administrative - 2.00%)	**Current Healthcare Cost Trend Rates (Medical - 5.00% - 6.50%, Pharmacy - 5.00% - 10.00%, Pharmacy Rebate- 5.00% - 7.00%, Med. Advantage - 0.00% - 5.00%, Administrative - 3.00%)**	**1% Increase (Medical - 6.00% - 7.50%, Pharmacy - 6.00% - 11.00%, Pharmacy Rebate- 6.00% - 8.00%, Med. Advantage - 0.00% - 6.00% Administrative - 4.00%)**
$ 1,200,911	$ 1,355,493	$ 1,781,750

Effective with the actuarial valuation as of December 31, 2022, the liability for the State's potential reimbursement of costs incurred by employers was removed because the reimbursement by DIPNC was eliminated for disabilities occurring on or after July 1, 2019. Thus sensitivity to changes in the healthcare cost trend rates is not applicable for DIPNC.

	2023	
1% Decrease (Medical - 4.00% - 5.00%, Pharmacy - 4.00% - 8.50%, Med. Advantage - 4.00%, Administrative - 2.00%)	**Current Healthcare Cost Trend Rates (Medical - 5.00% - 6.00%, Pharmacy - 5.00% - 9.50%, Med. Advantage - 5.00%, Administrative - 3.00%)**	**1% Increase (Medical - 6.00% - 7.00%, Pharmacy - 6.00% - 10.50%, Med. Advantage - 6.00% Administrative - 4.00%)**
$ 1,127,591	$ 1,225,349	$ 1,682,964

OPEB Expense - For the fiscal year ended June 30, 2024 and 2023, WTVI recognized OPEB expense as follows:

OPEB Plan	2024	2023
RHBF	$ (76,978)	$ (226,595)
DIPNC	2,137	2,516
Total OPEB Expense	$ (74,841)	$ (224,079)

Note 8—Other postemployment benefits (continued)

Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB: At June 30, 2024 and 2023, WTVI reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

Employer Balances of Deferred Outflows of Resources Related to OPEB- RHBF

	2024	2023
Difference Between Actual and Expected Experience	$ 15,680	$ 12,309
Changes of Assumptions	154,254	101,504
Net Difference Between Projected and Actual Earnings on OPEB Plan Investments	11,374	10,978
Change in Proportion and Differences Between Agency's Contributions and Proportionate Share of Contributions	-	17,315
Contributions Subsequent to the Measurement Date	83,891	75,823
Total	$ 265,199	$ 217,929

Employer Balances of Deferred Inflows of Resources Related to OPEB- RHBF

	2024	2023
Difference Between Actual and Expected Experience	$ 1,295	$ 3,435
Changes of Assumptions	352,695	564,884
Change in Proportion and Differences Between Agency's Contributions and Proportionate Share of Contributions	142,045	173,305
Total	$ 496,035	$ 741,624

Employer Balances of Deferred Outflows of Resources Related to OPEB- DIPNC

	2024	2023
Difference Between Actual and Expected Experience	$ 1,225	$ 1,738
Changes of Assumptions	102	100
Net Difference Between Projected and Actual Earnings on OPEB Plan Investments	1,825	1,640
Change in Proportion and Differences Between Agency's Contributions and Proportionate Share of Contributions	566	668
Contributions Subsequent to the Measurement Date	1,292	1,100
Total	$ 5,010	$ 5,246

Employer Balances of Deferred Inflows of Resources Related to OPEB- DIPNC

	2024	2023
Difference Between Actual and Expected Experience	$ 790	$ -
Changes of Assumptions	244	310
Total	$ 1,034	$ 310

Note 8—Other postemployment benefits (continued)

Amounts reported as deferred outflows of resources related to contributions subsequent to the measurement date will be recognized as a reductions of the net OPEB liability related to RHBF and DIPNC in the fiscal year ended June 30, 2025. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Year Ended June 30:	RHBF	DIPNC
2025	$ (131,791)	$ 824
2026	(128,598)	547
2027	(68,819)	745
2028	14,481	341
2029	-	141
Thereafter	-	86
Total	$ (314,727)	$ 2,684

The Required Supplementary Information related to the other postemployment benefit plans, including Schedule of the Proportionate Net OPEB Liability, Schedule of Contributions, and the Notes to Required Supplementary Information, can be found in the College's financial statements.

Note 9—Lease revenue

The Station's leasing arrangements at June 30, 2024 are summarized below (excluding short-term leases):

Classification:	Number of Lease Contracts	Lease Receivable June 30, 2024	Current Portion	Lease Terms [1]	Interest Rate Ranges
Lessor:					
General Infrastructure	5	$ 1,066,326	$ 169,290	16 years	3.25%-6.25%
Total	5	$ 1,066,326	$ 169,290		

[1] The lease terms were calculated using weighted averages based on lease receivable amounts.

Note 9—Lease revenue (continued)

The Station's leasing arrangements at June 30, 2023 are summarized below (excluding short-term leases):

Classification:	Number of Lease Contracts	Lease Receivable June 30, 2023	Current Portion	Lease Terms [1]	Interest Rate Ranges
Lessor:					
General Infrastructure	6	$ 1,333,097	$ 245,945	15 years	3.25%-6.25%
Total	6	$ 1,333,097	$ 245,945		

[1] The lease terms were calculated using weighted averages based on lease receivable amounts.

The Station leases broadcast tower space to external parties. The leases expire at various dates, and some have renewal options. Lease receivables and related deferred inflows of resources are recorded based on the present value of expected receipts over the term of the respective leases. The expected receipts are discounted using the interest rate stated per the lease contract, or the Station's estimated incremental borrowing rate if there is no stated contractual interest rate.

Measurement of the lease receivable excluded the following variable payment amounts: the increase or decrease in payments after the initial measurement of the lease receivable that depend on changes in an index or rate (such as the Consumer Price Index). The Station recognized revenues of $765 during the fiscal year for these changes in variable payments not previously included in the measurement of the lease receivable.

Revenue related to tower space and Instructional Television Fixed Service airtime is included in tower lease income.

Future lease payments to be received related to tower space and Instructional Television Fixed Service airtime as of June 30, 2024 were as follows:

Fiscal Year	Principal	Interest	Total
2025	$ 169,290	$ 37,340	$ 206,630
2026	90,841	33,096	123,937
2027	98,502	29,135	127,637
2028	106,557	24,891	131,448
2029	115,228	20,143	135,371
2030-2034	485,908	35,013	520,921
Total	$ 1,066,326	$ 179,618	$ 1,245,944

In-Kind Rent: Mecklenburg County leases the building and land used for WTVI operations to the College for $1 per year. The lease expires in 2062. For financial reporting purposes, the rental expense of the facilities is recorded at its estimated fair value of $657,360 and $645,150 for the fiscal year ended June 30, 2024 and 2023, respectively, and is offset by an equal amount of support from the County. Leasehold improvements to the land and building are reflected in the statements of net position. The estimated insured value of the operating facility (excluding contents), broadcast towers and land is approximately $6,000,000.

Note 10—Assets transferred to and held by others

The Station has irrevocably transferred title to certain resources which had been donated with a requirement that they be maintained in perpetuity, to the Foundation for the Carolinas (the "FFTC") pursuant to an agreement by which the Station receives the annual investment earnings. The annual distribution may be used to support operations or it may be added to the amount held by FFTC at the Station's discretion. No other amounts are recorded by the Station with respect to these assets. The fair value of the endowed balance as of June 30, 2024 and 2023 were $85,747 and $78,558, respectively.

Note 11—Risk management

WTVI is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. WTVI is covered by the College's insurance policies because it is a department of the College. These exposures to loss are handled via a combination of methods, including participation in state-administered insurance programs, purchase of commercial insurance, and self-retention of certain risks. There have been no significant reductions in insurance coverage from the previous year and settled claims have not exceeded coverage in any of the past three fiscal years.

Employee Benefit Plans

State Health Plan
College employees are provided comprehensive major medical care benefits. Coverage is funded by contributions to the State Health Plan ("Plan"), a discretely presented component unit of the State of North Carolina. The Plan is funded by employer and employee contributions. The Plan has contracted with third parties to process claims. See Note 8, Other postemployment benefits, for additional information regarding retiree health benefits.

Death Benefit Plan of North Carolina
Term life insurance (death benefits) of $25,000 to $50,000 is provided to eligible employees who enroll in the TSERS. This Death Benefit Plan is administered by the State Treasurer and funded via employer contributions. The employer contribution rate was 0.13% for the current fiscal year.

Disability Income Plan
Short-term and long-term disability benefits are provided to College employees through the Disability Income Plan of North Carolina ("DIPNC"), part of the State's Pension and Other Employee Benefit Trust Funds. Short-term benefits are paid by the College for up to 12 months. The Board of Trustees of the DIPNC may extend the short-term disability benefits for up to an additional twelve months. During the extended period of short-term disability benefits, payments are made directly by the DIPNC to the beneficiary. As discussed in Note 8, long-term disability benefits are payable as other postemployment benefits from DIPNC after the conclusion of the short-term disability period or after salary continuation payments cease, whichever is later, for as long as an employee is disabled.

Note 11—Risk management (continued)

Other Risk Management and Insurance Activities

Automobile, Fire, and Other Property Losses
Fire and other property losses are covered by contracts with private insurance companies. The policy limit is $650,000,000 and carries a deductible between $10,000 and $250,000, depending on the incident. There have been no significant reductions in insurance coverage from the previous year and settled claims have not exceeded coverage in any of the past three fiscal years.

State-owned vehicles are covered by liability insurance through a private insurance company and handled by the North Carolina Department of Insurance. The liability limits for losses are $1,000,000 per claim and $10,000,000 per occurrence. The College pays premiums to the North Carolina Department of Insurance for the coverage. Liability insurance for other College-owned vehicles is covered by contracts with private insurance companies.

Public Officers' and Employees' Liability Insurance
The risk of tort claims of up to $1,000,000 per claimant is retained under the authority of the State Tort Claims Act. In addition, the State provides excess public officers' and employees' liability insurance up to $2,000,000 per claim and $10,000,000 in the aggregate per fiscal year via contract with a private insurance company. The North Carolina Community College System Office pays the premium, based on a composite rate, directly to the private insurer.

Employee Dishonesty and Computer Fraud
The College is protected for losses from employee dishonesty and computer fraud for employees paid in whole or in part from state funds. This coverage is with a private insurance company and is handled by the North Carolina Department of Insurance. The North Carolina Community College System Office is charged a premium by the private insurance company. Coverage limit is $5,000,000 per occurrence. The private insurance company pays 90% of each loss less a $100,000 deductible.

Losses from County and Institutional fund paid employees are covered by private insurance. Employee dishonesty coverage carries a deductible of $10,000 with a limit of $1,000,000. Forgery or alteration has a $10,000 deductible with a $500,000 limit.

Statewide Workers' Compensation Program
The State Board of Community Colleges makes the necessary arrangements to carry out the provisions of the Workers' Compensation Act which are applicable to employees whose wages are paid in whole or in part from state funds. The College purchases workers' compensation insurance for employees whose salaries or wages are paid by the Board entirely from county or institutional funds. Additional details on the state-administered risk management programs are disclosed in the State's *Annual Comprehensive Financial Report*, issued by the Office of the State Controller.

Note 11—Risk management (continued)

Other Insurance Held by the College
The College purchased Broadcaster's Liability coverage from a private insurance company to cover (PBS station WTVI that became a part of the College on July 3, 2012) News Media and Multimedia, with a $2,000,000 limit of liability and $5,000 retention amount.

The College purchased Cyber Liability coverage from a private insurance company to cover multimedia liability insurance with a $3,000,000 sub limit liability and a $250,000 retention, Security and Privacy Liability Insurance with a $3,000,000 sub limit liability, Event Management Insurance with a $3,000,000 sub limit liability and a $250,000 retention.

Note 12—Concentration risk and future operations

In fiscal year 2024, WTVI continued its tenth straight year of yielding positive cash flow from operations. Management expects WTVI to have break even financial operating results in future years. This expectation is built on WTVI management's anticipation of future funding from the Corporation of Public Broadcasting, the high level of sustained membership contributions indicating ongoing support from the viewing community, and increased number of foundations and corporations providing financial support for public broadcasting.

Note 13—Related parties

Governance and management of the Station rests with the College. The Station received $1,314,906 and $1,257,822 of the College's management services for the fiscal years ended June 30, 2024 and 2023, respectively, in the form of in-kind support, which is recorded as a revenue and expense. The Station provided underwriting services to the College which was included in the Station's underwriting revenue. The revenue from underwriting services to the College for each of the fiscal years ended June 30, 2024 and 2023 was $300,000 and $409,588, respectively.

Note 14—Subsequent events

WTVI has evaluated subsequent events through December 16, 2024, in connection with the preparation of these financial statements which is the date the financial statements were available to be issued.

Note 15—Audit hours and cost

The audit required approximately 200 audit hours at an approximate cost of $34,000. The cost represents approximately 0.76% of WTVI's total assets and 0.64% of total expenses subject to audit.

ACCOMPANYING INFORMATION

WTVI-PBS Charlotte

(A Public Communications Department
Operated by the Board of Trustees of
Central Piedmont Community College)

STATEMENTS OF NET POSITION (STATION ONLY)

JUNE 30, 2024 and 2023

	2024	2023
ASSETS		
Current Assets:		
Cash and cash equivalents	$ 2,134,552	$ 1,760,041
Restricted cash and cash equivalents	-	10,052
Receivables, Net:		
Rental receivable	410	2,344
Production services	94,406	87,571
Leases receivable	169,290	245,945
Other	22,515	4,307
Other current assets	54,418	52,674
Total Current Assets	2,475,591	2,162,934
Noncurrent Assets:		
Leases receivable	897,036	1,087,152
Capital assets	3,126,672	3,126,672
Less accumulated depreciation	(1,999,199)	(1,787,856)
Total Noncurrent Assets	2,024,509	2,425,968
Total Assets	4,500,100	4,588,902
Deferred Outflows of Resources:		
Deferred outflows related to pensions	612,827	566,952
Deferred outflows related to other postemployment benefits	270,209	223,175
Total Deferred Outflows of Resources	883,036	790,127
LIABILITIES		
Current Liabilities:		
Accounts payable and accrued expenses	48,120	14,533
Current portion of compensated absences	4,935	14,144
Unearned revenue:	12,356	14,535
Taxes payable	27,800	4,400
Total Current Liabilities	93,211	47,612
Noncurrent Liabilities:		
Compensated absences	123,571	119,923
Net pension liability	983,014	884,303
Net other postemployment benefits liability	1,356,975	1,227,024
Total Noncurrent Liabilities	2,463,560	2,231,250
Total Liabilities	2,556,771	2,278,862
Deferred Inflows of Resources:		
Deferred inflows related to pensions	88,362	106,090
Deferred inflows related to other postemployment benefits	497,069	741,934
Deferred inflows related to leases	948,563	1,233,725
Total Deferred Inflows of Resources	1,533,994	2,081,749
NET POSITION		
Investment in capital assets	1,127,473	1,338,816
Restricted - expendable	-	9,808
Unrestricted deficit	164,898	(330,206)
Total Net Position	$ 1,292,371	$ 1,018,418

WTVI-PBS Charlotte

(A Public Communications Department Operated by the Board of Trustees of Central Piedmont Community College)

STATEMENTS OF REVENUE, EXPENSES, AND CHANGES IN NET POSITION (STATION ONLY)

YEARS ENDED JUNE 30, 2024 and 2023

	2024	2023
Operating Revenues		
Community services and other grants	$ 1,271,349	$ 1,120,284
Contributions	1,555,767	1,608,937
Donated indirect administrative support, services, and facilities	1,972,266	1,902,972
Program underwriting	300,000	409,588
Production	58,529	12,844
Tower lease income	264,343	372,355
Public/Education/Governmental access channels revenue	124,808	139,206
Other	15,000	66,890
Total operating revenues	5,562,062	5,633,076
Operating Expenses		
Salaries and employee benefits	1,560,770	1,244,866
Professional services	234,113	239,765
Public broadcasting station dues	1,139,572	1,004,051
Supplies, postage, and shipping	34,818	32,078
Telephone, utilities, and general insurance	26	956
Advertising, general printing, and graphics	2,087	1,434
Equipment rental and maintenance	11,377	18,210
Travel, conferences, and meetings	18,044	8,425
Dues and fees	55,417	31,954
Miscellaneous	74,906	108,564
Depreciation expense	211,343	173,091
Donated indirect administrative support, services, and facilities	1,972,266	1,902,972
Total operating expenses	5,314,739	4,766,366
Operating income	247,323	866,710
Nonoperating Revenue (Expenses)		
Net investment return	684	418
Interest earned on leases	45,576	45,089
Change in provision for income tax	(23,400)	-
Other nonoperating revenue	3,770	10,342
Total nonoperating revenues (expenses)	26,630	55,849
Change in net position	273,953	922,559
Net position, beginning of the year	1,018,418	95,859
Net position, end of the year	$ 1,292,371	1,018,418

WTVI-PBS Charlotte

(A Public Communications Department
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SCHEDULE OF FUNCTIONAL EXPENSE (STATION ONLY)

YEAR ENDED JUNE 30, 2024

	Program Services			Total Program Services	Supporting Services		Total Supporting Services	Total
	Programming	Production	Broadcasting		Fundraising	General		
Salaries and employee benefits	$ 98,821	$ 643,892	$ 257,947	$ 1,000,660	$ 275,519	$ 284,591	$ 560,110	$ 1,560,770
Professional services	78,965	30,952	86,942	196,859	(2,566)	39,820	37,254	234,113
Public broadcasting station dues	1,138,588	-	984	1,139,572	-	-	-	1,139,572
Supplies, postage, and shipping	17,224	(1,374)	6,186	22,036	-	12,782	12,782	34,818
Telephone, utilities, and general insurance	-	-	-	-	-	26	26	26
Advertising, general printing, and graphics	648	-	-	648	1,250	189	1,439	2,087
Equipment rental and maintenance	-	7,011	1,327	8,338	2,739	300	3,039	11,377
Travel, conferences, and meetings	1,867	422	202	2,491	1,217	14,336	15,553	18,044
Dues and fees	-	-	367	367	-	55,050	55,050	55,417
Miscellaneous	4,476	678	7	5,161	688	69,057	69,745	74,906
Depreciation expense	-	44,516	166,827	211,343	-	-	-	211,343
Subtotal	1,340,589	726,097	520,789	2,587,475	278,847	476,151	754,998	3,342,473
Donated indirect admin support, services, and facilities	35,037	369,436	100,839	505,312	59,294	1,407,660	1,466,954	1,972,266
Total Expenses	$ 1,375,626	$ 1,095,533	$ 621,628	$ 3,092,787	$ 338,141	$ 1,883,811	$ 2,221,952	$ 5,314,739

WTVI-PBS Charlotte

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SCHEDULE OF FUNCTIONAL EXPENSE (STATION ONLY)

YEAR ENDED JUNE 30, 2023

	Program Services				Supporting Services			
	Programming	Production	Broadcasting	Total Program Services	Fundraising	General	Total Supporting Services	Total
Salaries and employee benefits	$ 29,465	$ 484,353	$ 225,172	$ 738,990	$ 253,175	$ 252,701	$ 505,876	$ 1,244,866
Professional services	91,884	18,729	85,916	196,529	2,916	40,320	43,236	239,765
Public broadcasting station dues	1,004,051	-	-	1,004,051	-	-	-	1,004,051
Supplies, postage, and shipping	5,824	13,816	8,286	27,926	16	4,136	4,152	32,078
Telephone, utilities, and general insurance	-	-		-	-	956	956	956
Advertising, general printing, and graphics	1,000	-	-	1,000	-	434	434	1,434
Equipment rental and maintenance	-	15,621	680	16,301	4,088	(2,179)	1,909	18,210
Travel, conferences, and meetings	-	1,015	360	1,375	-	7,050	7,050	8,425
Dues and fees	-	-	-	-	-	31,954	31,954	31,954
Miscellaneous	2,820	3,063	36	5,919	5,252	97,393	102,645	108,564
Depreciation expense	-	42,179	130,912	173,091	-	-	-	173,091
Subtotal	1,135,044	578,776	451,362	2,165,182	265,447	432,765	698,212	2,863,394
Donated indirect admin support, services, and facilities	34,386	362,574	98,966	495,926	58,193	1,348,853	1,407,046	1,902,972
Total Expenses	$ 1,169,430	$ 941,350	$ 550,328	$ 2,661,108	$ 323,640	$ 1,781,618	$ 2,105,258	$ 4,766,366