WCSU-FM
GREENE COUNTY
REGULAR AUDIT
FOR THE YEARS ENDED JUNE 30, 2021 AND 2020

OHIO AUDITOR OF STATE
KEITH FABER

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Board of Trustees
WCSU-FM, Central State University Radio Station
1400 Brush Row Road
Wilberforce, Ohio 45384

We have reviewed the *Independent Auditor's Report* of the WCSU-FM, Central State University Radio Station, Greene County, prepared by Crowe LLP, for the audit period July 1, 2020 through June 30, 2021. Based upon this review, we have accepted these reports in lieu of the audit required by Section 117.11, Revised Code. The Auditor of State did not audit the accompanying financial statements and, accordingly, we are unable to express, and do not express an opinion on them.

Our review was made in reference to the applicable sections of legislative criteria, as reflected by the Ohio Constitution, and the Revised Code, policies, procedures and guidelines of the Auditor of State, regulations and grant requirements. The Central State University is responsible for compliance with these laws and regulations.

Keith Faber
Auditor of State
Columbus, Ohio

June 30, 2022

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WCSU-FM
(A PUBLIC TELECOMMUNICATIONS ENTITY
OPERATED BY CENTRAL STATE UNIVERSITY)
Wilberforce, Ohio

FINANCIAL STATEMENTS
June 30, 2021 and 2020

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WCSU-FM
Wilberforce, Ohio

FINANCIAL STATEMENTS
June 30, 2021 and 2020

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INDEPENDENT AUDITOR'S REPORT

Management and the Board of Trustees
Central State University
Wilberforce, Ohio

Report on the Financial Statements

We have audited the accompanying financial statements of WCSU-FM, Central State University Radio Station (the "Station"), as of and for the year ended June 30, 2021 and 2020, and the related notes to the financial statements, which collectively comprise the Station's financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

(Continued)

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Station as of June 30, 2021 and 2020, and the changes in its financial position and its cash flows thereof for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matters

As discussed in Note 1, the financial statements of the Station are intended to present the financial position, the changes in financial position and cash flows, of only that portion of the activities of Central State University that is attributable to the transactions of the Station. They do not purport to, and do not, present fairly the financial position of Central State University as of June 30, 2021 and 2020, and the changes in its financial position and its cash flows, for the years then ended in accordance with accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to this matter.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis ("MD&A") on pages 3 to 5, the Schedule of the Station's Proportionate Share of the Net Pension Liability, the Schedule of the Station's Pension Contributions, the Schedule of the Station's Proportionate Share of the Net OPEB Liability, and the Schedule of the Station's OPEB Contributions on pages 24 through 27 be presented to supplement the financial statements. Such information, although not a part of the financial statements, is required by Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the financial statements, and other knowledge we obtained during our audit of the financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards,* we have also issued our report dated June 1, 2022 on our consideration of the Station's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Station's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Station's internal control over financial reporting and compliance.

Crowe LLP

Crowe LLP

Columbus, Ohio
June 1, 2022

The purpose of the annual report is to provide readers with financial information about the activities and financial condition of WCSU-FM (the "Station"), which is owned and operated by Central State University (the "University"). The report consists of three financial statements that provide information on the radio station: the statement of net position, the statement of revenue, expenses, and changes in net position, and the statement of cash flows. These statements begin on page 6 and should be read in conjunction with the notes to the financial statements. The following summary and management's discussion of the results are intended to provide the readers with an overview of the financial statements.

The Statement of Net Position

The statement of net position includes all assets and liabilities using the accrual basis of accounting, which is similar to the accounting method used by most private sector institutions. Net position - the difference between assets plus deferred outflows and liabilities plus deferred inflows - is one way to measure the financial activities of the Station. Unrestricted net position increased by $323,683 during fiscal year 2021 and increased by $175,374 during fiscal year 2020 due to increased revenue from the Corporation for Public Broadcasting and decreased expenses.

Investment in capital assets decreased by $39,315 during 2021 and increased by $16,607 during 2020, due to depreciation exceeding additions. Total net position increased by $323,683 and increased by $175,374 during fiscal years 2021 and 2020, respectively.

Total assets increased by $214,890 during 2021 and increased by $80,502 during 2020. The increase in 2021 is primarily attributable to increase in cash held by the Station of $235,449 and an increase in net OPEB asset of $18,756, offset by a decrease in capital assets held by the Station of $39,315. The increase in 2020 is primarily attributable to increase in cash held by the Station of $63,895, together with an increase in capital assets held by the Station of $16,607.

Total liabilities decreased by $206,039 in 2021 and decreased by $241,773 in 2020. The decrease in 2021 was primarily attributed to decreases in net pension liability of $107,710, in accordance with GASB 68, and OPEB liability of $181,031 in accordance with GASB 75, offset by an increase in accounts payable of $27,076 and an increase in deferred revenue of $55,626. The decrease in 2020 was primarily attributed to decreases in net pension liability of $164,001, in accordance with GASB 68, and OPEB liability of $17,399 in accordance with GASB 75, together with a decrease in accounts payable of $22,643 and a decrease in deferred revenue of $37,730.

	2021	2020	2019
Assets			
Current assets	$ 648,081	$ 412,632	$ 348,737
Net OPEB asset	18,756	-	-
Capital assets - net of depreciation	109,261	148,576	131,969
Total assets	776,098	561,208	480,706
Deferred outflows of resources	50,311	110,152	153,595
Liabilities			
Current liabilities	237,598	154,896	215,269
Net pension/OPEB liability	160,249	448,990	630,390
Total liabilities	397,847	603,886	845,659
Deferred inflows of resources	181,521	144,116	40,658
Net position			
Investment in capital assets	109,261	148,576	131,969
Unrestricted	137,780	(225,218)	(383,985)
Total net position	$ 247,041	$ (76,642)	$ (252,016)

(Continued)

Statement of Revenue, Expenses, and Changes in Net Position

The statement of revenue, expenses, and changes in net position presents the operating results of the Station.

	2021	2020	2019
Operating revenue			
Corporation for Public Broadcasting	$ 313,615	$ 290,306	$ 102,963
State Network Commission and private grants	26,945	24,441	30,644
Contributions	7,530	4,259	6,860
Contributed services	97,005	96,203	105,250
Non-operating revenue			
Net investment income	35,967	10,778	13,217
University support	345,222	507,507	657,856
Total revenue	826,284	933,494	916,790
Operating expenses			
Program services			
Programming and production	123,409	233,874	469,916
Broadcasting and engineering	97,005	96,203	105,250
Program information and promotion	17,630	33,411	67,131
Support services			
Management and general	264,557	394,632	594,371
Total operating expenses	502,601	758,120	1,236,668
Increase (decrease) in net position	323,683	175,374	(319,878)
Net position - beginning of year	(76,642)	(252,016)	67,862
Net position - end of year	$ 247,041	$ (76,642)	$ (252,016)

Operating revenue increased by $29,886 or 7.20 percent during fiscal year 2021; Corporation for Public Broadcasting (CPB) increased by $23,309 (8.03 percent), State Network Commission increased by $2,504 (10.25 percent), contributions increased by $3,271 (76.80 percent) and contributed services increased by $802 (0.83 percent).

Operating revenue decreased by $169,492 or 69.98 percent during fiscal year 2020; Corporation for Public Broadcasting (CPB) increased by $187,343 (181.95 percent), State Network Commission decreased by $6,203 (20.24 percent), contributions decreased by $2,601 (37.92 percent) and contributed services increased by $9,047 (8.60 percent).

(Continued)

Statement of Cash Flows

The statement of cash flows provides information about cash receipts and cash payments during the year. Cash consists of the Station's share of University and Foundation pooled cash and investments.

	2021	2020	2019
Cash used in operating activities	$ 44,241	$ (109,973)	$ (210,980)
Cash provided by noncapital financing activities	155,241	219,012	227,742
Cash used in capital and related financing activities	-	(55,922)	-
Cash flows from investing activities	35,967	10,778	13,217
Increase in cash	235,449	63,895	29,979
Cash - beginning of year	412,632	348,737	318,758
Cash - end of year	$ 648,081	$ 412,632	$ 348,737

The Station generated $44,241 in operating activities in 2021 and consumed $109,973 in operating activities in 2020. The primary operating cash receipts consist of grants and contracts of $403,716 and $281,276 for 2021 and 2020, respectively. Cash outlays include payments for wages and to vendors of $359,475 and $391,249 for 2021 and 2020, respectively. The primary noncapital financing activities consist of support from the University.

Economic Factors that Will Affect the Future

WCSU is expanding its activities with new programming for the campus community and Greater Dayton and Greene county communities. The addition of the Dayton Campus satellite studio and other studio digital technology has enabled the University to increase its virtual footprint. In addition, the Division of Institutional Advancement has partnered with WCSU to launch "CSU Talks" a program that discusses key University and community issues. These new activities and investments have strengthened WCSU's ability to reach a diverse audience and align itself with the Universities growth plans. These key investments in WCSU has provided more experiential learning opportunities for our students as it prepares to be a major communication outlet for the University.

WCSU-FM
STATEMENTS OF NET POSITION
June 30, 2021 and 2020

	2021	2020
Assets		
Current assets		
Cash held by the University	$ 435,468	$ 232,735
Cash held by the Foundation	212,613	179,897
Total current assets	648,081	412,632
Net OPEB asset	18,756	-
Capital assets - net	109,261	148,576
Total assets	776,098	561,208
Deferred outflows of resources		
Pension	14,037	29,078
OPEB	36,274	81,074
Total deferred outflows of resources	50,311	110,152
Liabilities and net position		
Current liabilities		
Unearned revenue	171,210	115,584
Accounts payable	66,388	39,312
Total current liabilities	237,598	154,896
Non-current liabilities		
Net pension liability	160,249	267,959
Net OPEB liability	-	181,031
Total non-current liabilities	160,249	448,990
Total liabilities	397,847	603,886
Deferred inflows of resources		
Pension	124,215	118,342
OPEB	57,306	25,774
Total deferred inflows of resources	181,521	144,116
Net position		
Unrestricted	137,780	(225,218)
Investment in capital assets	109,261	148,576
Total net position	$ 247,041	$ (76,642)

See accompanying notes to financial statements.

WCSU-FM
STATEMENTS OF REVENUE, EXPENSES, AND CHANGES IN NET POSITION
Years ended June 30, 2021 and 2020

	2021	2020
Support and revenue		
Corporation for Public Broadcasting	$ 313,615	$ 290,306
State Network Commission	26,945	24,441
Contributions	7,530	4,259
Contributed services	97,005	96,203
Total support and revenue	445,095	415,209
Expenses		
Program services		
Programming and production	123,409	233,874
Broadcasting and engineering	97,005	96,203
Program information and promotion	17,630	33,411
Support services		
Management and general	264,557	394,632
Total expenses	502,601	758,120
Operating loss	(57,506)	(342,911)
Non-operating revenue		
Net investment income	35,967	10,778
University support	345,222	507,507
Total non-operating revenue	381,189	518,285
Increase/(decrease) in net position	323,683	175,374
Net position - beginning of year	(76,642)	(252,016)
Net position - end of year	$ 247,041	$ (76,642)

See accompanying notes to financial statements.

WCSU-FM
STATEMENTS OF CASH FLOWS
Years ended June 30, 2021 and 2020

	2021	2020
Cash flows from operating activities		
Proceeds from grants and contracts	$ 403,716	$ 281,276
Payments to employees	(256,525)	(257,007)
Payments to vendors	(102,950)	(134,242)
Net cash provided (used) in operating activities	44,241	(109,973)
Cash flows from noncapital financing activities		
University support	155,241	219,012
Cash flows from capital and related financing activities		
Purchase of capital assets	-	(55,922)
Cash flows from investing activities		
Interest on investments	35,967	10,778
Increase in cash	235,449	63,895
Cash - beginning of year	412,632	348,737
Cash - end of year	$ 648,081	$ 412,632
Reconciliation of operating loss to net cash from operating activities		
Operating loss	$ (57,506)	$ (342,911)
Adjustments to reconcile operating loss to net cash from operating activities:		
Depreciation and amortization	39,315	39,315
Donated facilities and administrative support from University	189,981	288,495
Changes in assets and liabilities:		
Accounts payable	27,076	(22,643)
Pension deferred inflows/outflows	20,914	221,066
OPEB deferred inflows/outflows	76,332	(74,165)
Net pension liability	(107,710)	(164,001)
Net OPEB asset/liability	(199,787)	(17,399)
Unearned revenue	55,626	(37,730)
Net cash used in operating activities	$ 44,241	$ (109,973)

See accompanying notes to financial statements.

NOTE 1 - SIGNIFICANT ACCOUNTING POLICIES

Organization: WCSU-FM (the “Station”) is a radio station owned and operated by Central State University (the “University”), a state-supported, public university. WCSU-FM is located on the campus of the University in Wilberforce, Ohio.

Basis of Presentation: WCSU-FM reports as a “business-type activity,” as defined by GASB Statement No. 35. Business-type activities are those that are financed in whole or in part by fees charged to external parties for goods or services.

The financial statements of the Station have been prepared on the accrual basis of accounting whereby revenue is recognized when earned and expenses are recorded when the related liability has been incurred. These statements are intended to present the financial position, the changes in financial position and cash flows, of only that portion of the activities of Central State University that is attributable to the transactions of the Station. They do not purport to, and do not, present fairly the financial position of Central State University as of June 30, 2021 and 2020, and the changes in its financial position and its cash flows, for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Net Position Classifications: In accordance with GASB Statement No. 35 guidelines, WCSU-FM’s resources are classified into the following two net position categories:

Investment in capital assets: Capitalized physical assets net of accumulated depreciation.

Unrestricted: Resources that are not subject to externally imposed stipulations. Unrestricted resources may be designated for specific purposes by action of management, Board of Trustees, or may otherwise be limited by contractual agreements with outside parties. Substantially all unrestricted resources are designated for Station programs, initiatives, and capital projects.

Operating Versus Non-operating Revenue and Expenses: WCSU-FM defines operating activities as reported on the statement of revenue, expenses, and changes in net position as those that generally result from exchange transactions such as payments received for providing goods or services and payments made for goods or services received.

Income Taxes: Under Internal Revenue Code Section 501(c)(3), the operations of WCSU-FM are exempt from income taxes as part of the overall operations of the University as a political subdivision of the State of Ohio.

Cash Held by the University: The financial records for WCSU-FM are maintained as a part of the operations of the University. Separate fund account activities are maintained to account for the operations of WCSU-FM. Consequently, funds deposited on account for WCSU-FM are reflected in the financial statements as cash held by the University.

Cash Held by the Foundation: WCSU-FM maintains a balance with the Central State University Foundation for the purpose of receiving contributions donated used in support of the radio station. The Foundation cash accounts are maintained as a pool and the funds deposited on account for WCSU-FM are reflected in the financial statements as cash held by the Foundation.

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NOTE 1 - SIGNIFICANT ACCOUNTING POLICIES (Continued)

Capital Assets: Capital assets are recorded at cost or, if acquired by gift, at acquisition value at the date of the gift. The University capitalizes all assets with a useful life greater than one year and a value in excess of $5,000. When capital assets are sold or otherwise disposed of, the net carrying value of such assets is removed from the accounts and the net investment in capital assets component of net position is adjusted as appropriate. Capital assets, are depreciated on the straight-line method over their estimated useful lives, ranging from 5 to 15 years.

Unearned Revenue: Unearned revenue represents grant monies received from grants and contract sponsors that have not been earned.

Deferred Outflows and Inflows of Resources: Deferred outflows of resources represent the consumption of resources that are applicable to a future reporting period, but do not require further exchange of goods or services. Deferred inflows of resources represent the acquisition of resources that are applicable to a future resource period. Deferred outflows of resources in the Station's financial statements consist of differences between projections and actual experience, changes in assumptions and changes in proportionate share in the OPERS pension and OPEB plans as well as contributions subsequent to the measurement date of the plan and differences between projected and actual investment earnings on the pension plan. Deferred inflows of resources in the Station's financial statements consist of differences between projections and the actual experience in the OPERS pension and OPEB plans and difference in expected and actual investment earnings on the OPEB plan.

Pensions: For purposes of measuring the net pension liability, deferred outflows/inflows of resources, and pension expense, information about the fiduciary net position of the Ohio Public Employees Retirement System (OPERS) and additions to/deductions from OPERS' fiduciary net position has been determined on the same basis as reported by the pension system. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. The pension system reports investments at fair value.

Other Postemployment Benefit Costs: For purposes of measuring the net other postemployment benefits (OPEB) liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense, information about the fiduciary net position of the OPERS pension plan and additions to/deductions from OPERS' fiduciary net position have been determined on the same basis as they are reported by the pension system. For this purpose, benefit payments are recognized when due and payable in accordance with the benefit terms. The pension system reports investments at fair value.

Functional Allocation of Expenses: The costs of providing program and support services have been reported on a functional basis in the statement of revenue, expenses, and changes in net position. Indirect costs have been allocated between the various programs and support services based on estimates, as determined by management. Although the methods of allocation used are considered reasonable, other methods could be used that would produce a different amount.

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

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NOTE 2 - CAPITAL ASSETS

Capital assets activity for the years ended June 30, 2021 and 2020 are summarized as follows:

	2021			
	Beginning Balance	Additions	Retirements	Ending Balance
Office equipment	$ 26,982	$ -	$ -	$ 26,982
Building improvements	55,922	-	-	55,922
Telecommunications equipment	628,479	-	-	628,479
Total	711,383	-	-	711,383
Less accumulated depreciation:				
Office equipment	20,040	1,983	-	22,023
Building Improvements	9,320	9,320	-	18,640
Telecommunications equipment	533,447	28,012	-	561,459
Total accumulated depreciation	562,807	39,315	-	602,122
Capital assets - net	$ 148,576	$ (39,315)	$ -	$ 109,261

	2020			
	Beginning Balance	Additions	Retirements	Ending Balance
Office equipment	$ 26,982	$ -	$ -	$ 26,982
Building improvements	-	55,922	-	55,922
Telecommunications equipment	628,479	-	-	628,479
Total	655,461	55,922	-	711,383
Less accumulated depreciation:				
Office equipment	18,057	1,983	-	20,040
Building Improvements	-	9,320	-	9,320
Telecommunications equipment	505,435	28,012	-	533,447
Total accumulated depreciation	523,492	39,315	-	562,807
Capital assets - net	$ 131,969	$ 16,607	$ -	$ 148,576

NOTE 3 - CORPORATION FOR PUBLIC BROADCASTING GRANTS

WCSU-FM receives grant funding from the Corporation for Public Broadcasting (CPB) to assist in the operations of WCSU-FM. The CPB grants consist of a Radio Community Service Grant (CSG), which is unrestricted in its use, and a National Program Production and Acquisition Grant (NPPAG), which is restricted to national programming activities. Recognition of the CPB grant revenue is deemed unearned until expenses are incurred. Any unused grant amounts at the end of the spending period must be returned to the granting agency. WSCU-FM returned unused funds of $15,108 during 2021 while no funds were returned during 2020. There were no amounts due to the CPB at 2021 or 2020.

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NOTE 4 - STATE NETWORK COMMISSION GRANT AND CONTRIBUTED SERVICES

WCSU-FM receives unrestricted radio station funding through E-Tech Ohio (OET). For the years ended June 30, 2021 or 2020, WCSU-FM received cash support of $30,644 and $29,284 WCSU-FM received in-kind contributed services support from OET of $97,005 and $96,203 during 2021 and 2020, respectively.

NOTE 5 - UNIVERSITY SUPPORT ALLOCATION

The operations of WCSU-FM are supported primarily by the general revenue of the University. The University effectively covers all operating costs of WCSU-FM in excess of direct support received through grant awards and contributions attributable to WCSU-FM's operations. The University's support allocation totaled $155,241 and $219,012 in direct support for 2021 and 2020, respectively, and $189,981 and $288,495 in indirect administrative support and donated facilities for 2021 and 2020, respectively.

NOTE 6 - LONG-TERM LIABILITIES

Long-term liability activity for the years ended June 30, 2021 and 2020 is summarized in the table below.

	Beginning Balance	Additions	Reduction	Ending Balance	Current Portion
June 30, 2021					
Net pension liability	$ 267,959	$ -	$ (107,710)	$ 160,249	$ -
Net OPEB liability/(asset)	181,031	-	(199,787)	(18,756)	-
	$ 448,990	$ -	$ (269,986)	$ 179,004	$ -
June 30, 2020					
Net pension liability	$ 431,960	$ -	$ (164,001)	$ 267,959	$ -
Net OPEB liability/(asset)	198,430	-	(17,399)	181,031	-
	$ 630,390	$ -	$ (181,400)	$ 448,990	$ -

(Continued)

NOTE 7 - RETIREMENT PLANS

Station employees are provided with pensions through the Ohio Public Employees Retirement System (OPERS). OPERS is a statewide cost-sharing multiple employer defined benefit pension plan. Authority to establish and amend benefits for OPERS is authorized by Chapters 145 of the Ohio Revised Code. OPERS issues a publicly available financial report. The OPERS report can be obtained at https://www.opers.org/investments/cafr.shtml.

OPERS offers three separate retirement plans: a defined benefit plan, a defined contribution plan, and a combined plan.

OPERS Defined Benefit Plan pays service retirement benefits using a fixed formula based on age, years of service and salary. In addition to service retirement, participants are eligible for disability and survivor benefits.

OPERS Member-Directed Plan is an optional alternative retirement plan available to new members. Participants allocate both member and employer contributions in an investment account and benefits are based on the member's account value.

OPERS Combined Plans offers features of both a defined benefit plan and a member-directed or defined contribution plan. In the combined plan, employee contributions are invested in self-directed investments, and the employer contribution is used to fund a reduced defined benefit along with disability and survivor benefits.

OPERS provides retirement, disability, annual cost-of-living adjustments, and survivor benefits for plan members and beneficiaries. The benefit provisions stated in the following paragraphs are current provisions and apply to active plan participants. Vested, terminated employees who are entitled to benefits but are not receiving them yet are bound by the provisions in effect at the time they last terminated their public service.

<u>OPERS Benefits</u>

Under OPERS, retirement benefits are specific to each plan and members must meet the eligibility requirements based on their age and years of service within the plan. Retirement eligibility also varies by division and transition group.

Members who were eligible to retire under law in effect prior to SB 343 before January 7, 2023 are included in transition Groups A and B. Group C includes those members who are not in either of the other groups and members who were hired on or after January 7, 2013.

State and Local members in transition groups A and B are eligible for retirement benefits at age 60 with 5 years of service credit or at age 55 with 25 or more years of service credit. Group C for State and Local is eligible for retirement at age 57 with 25 years of service or at age 62 with 5 years of service.

(Continued)

NOTE 7 - RETIREMENT PLANS (Continued)

Under the Traditional Plan, for Groups A and B, the annual benefit is based on 2.2% of final average salary multiplied by the actual years of service for the first 30 years of service credit and 2.5% for years of service in excess of 30 years. For Group C the annual benefit applies a factor of 2.2% for the first 35 years and a factor of 2.5% for the years of service in excess of 35. Final average salary represents the average of the three highest years of earnings over a member's career for Groups A and B. Group C is based on the average of the five highest years of earnings over a member's career. Under the Combined Plan, the benefit formula for the defined benefit component of the plan for State and Local members in transition Groups A and B applies a factor of 1.0% to the member's final average salary for the first 30 years of service. A factor of 1.25% is applied to years of service in excess of 30. The benefit formula for transition Group C applies a factor of 1.0% to the member's final average salary and the first 35 years of service and a factor of 1.25% is applied to years in excess of 35. Persons retiring before age 65 with less than 30 years of service credit receive a percentage reduction in benefit. The defined contribution portion of the benefit is based on accumulated member contributions plus or minus any investment gains or losses on those contributions.

Member-Directed participants must have attained the age of 55, have money on deposit in the Defined Contribution Plan and have terminated public service to apply for retirement benefits. The amount available for defined contribution benefits in the Member-Directed Plan consists of the members' contributions, vested employer contributions and investment gains or losses resulting from the members' investment selections. At retirement, members may select one of several distribution options for payment of the vested balance of their individual OPERS accounts.

The OPERS law enforcement program consists of two separate divisions: Law Enforcement and Public Safety. Both groups of members are eligible for special retirement options under the Traditional Pension Plan and are not eligible to participate in the Member-Directed or Combined plans. Public Safety Group members may file an application for full retirement benefits at age 48 or older with 25 or more years of credited service or 52 or older with 15 or more years of credited service for Groups A and B. Public Safety Group C is eligible for benefits at age 52 or older with 25 years or at age 56 or older with 15 years. Those members classified as Law Enforcement officers are eligible for full retirement at age 52 or older with 15 or more years of credited service for Group A. Law Enforcement Group B is eligible at age 48 or older with 25 years or at age 52 or older with 15 years of service. Law Enforcement Group C is eligible at age 48 or older with 25 years of service or at age 56 with 15 years of service. Annual benefits under both divisions are calculated by multiplying 2.5% of final average salary by the actual years of service for the first 25 years of service credit, and 2.1% of final average salary for each year of service over 25 years. In the Combined Plan, the benefit formula for the defined benefit component of the plan for state and local members in transition Groups A and B applies a factor of 1.0% to the member's FAS and the first 30 years of service. A factor of 1.25% is applied to years of service in excess of 30. The benefit formula for transition Group C applies a factor of 1.0% to the member's FAS and the first 35 years of service and a factor of 1.25% is applied to years in excess of 35. These options also permit early retirement under qualifying circumstances as early as age 48 with a reduced benefit.

OPERS administers two disability plans for participants in the Traditional Pension and Combined plans. Members in the plan as of July 29, 1992, could elect coverage under either the original plan or the revised plan. All members who entered the System after July 29, 1992, are automatically covered under the revised plan. Under the original plan, a member who becomes disabled before age 60 and has completed 60 contributing months is eligible for a disability benefit. Benefits are funded by the employee and employer contributions and terminate if the member is able to return to work. The revised plan differs in that a member who becomes disabled at any age with 60 contributing months will be eligible for disability benefits until a determined age. The benefit is funded by reserves accumulated from employer contributions. Law Enforcement officers are immediately eligible for disability benefits if disabled by an on-duty illness or injury. Members participating in the Member-Directed Plan are not eligible for disability benefits.

(Continued)

NOTE 7 - RETIREMENT PLANS (Continued)

Dependents of deceased members who participated in either the Traditional Pension Plan or the Combined Plan may qualify for survivor benefits if the deceased employee had at least one and a half years of service credit with the plan, and at least one quarter year of credit within the two and one-half years prior to the date of death. Law Enforcement and Public Safety personnel are eligible for survivor benefits immediately upon employment.

Once a benefit recipient retiring under the Traditional Pension Plan has received benefits for 12 months, an annual 3% cost-of-living adjustment is provided on the member's base benefit. Members retiring under the Combined Plan receive a 3% cost-of-living adjustment on the defined benefit portion of their benefit.

OPERS Contributions

Employer and member contribution rates are established by the OPERS Board subject to limits per Chapter 145 of the Ohio Revised Code. Under the OPERS plans, the employee contribution rate for the years ended June 30, 2021 and 2020 is 10% for all employees with the exception of law enforcement. The law enforcement contribution rate is 13%. The employer contribution rate is 14% for all employees with the exception of law enforcement whose rate is 18.1%. For Member-Directed Plans, for the years ended June 30, 2021 and 2020, 13.23% was paid into the member's member-directed account and the remaining .77% was paid to OPERS, as required by state legislation, to cover unfunded liabilities.

The Station's contributions to OPERS were $25,436 and $27,720 for the fiscal years ended June 30, 2021 and 2020 respectively. The Station's contributions were equal to the required contributions for each year as set by state statute.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

At June 30, 2021 and 2020, the Station reported a liability of $160,249 and $267,959, respectively for its proportionate share of the OPERS net pension liability. The net pension liability was measured as of December 31, 2020 and 2019, respectively, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The Station's proportion of the net pension liability was based on the Station's long-term share of contributions to OPERS relative to the total projected long-term employer contributions received from all of OPERS' participating employers. At December 31, 2020 and 2019, the Station's proportion was 0.00108% and 0.00133%, respectively, representing a 0.00025% decrease in proportionate share. At December 31, 2019 and 2018, the Station's proportion was 0.00133% and 0.00158%, respectively, representing a 0.00024% decrease in proportionate share.

The net pension liabilities were measured as of December 31, 2020 and 2019, and the total pension liabilities were determined by an actuarial valuation as of that date.

(Continued)

NOTE 7 - RETIREMENT PLANS (Continued)

For the year ended June 30, 2021 and 2020, the Station recognized pension expense of $(16,972) and $57,065, respectively. At June 30, 2021 and 2020, the Station 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
June 30, 2021		
Differences between expected and actual experience	$ 78	$ 6,987
Changes of assumptions	79	-
Net difference between projected and actual earnings on pension plan investments	-	63,171
Changes in proportion and differences between the difference between actual and proportionate share of contributions	-	54,057
Station contributions subsequent to the measurement date	13,880	-
Total	$ 14,037	$ 124,215
June 30, 2020		
Differences between expected and actual experience	$ 68	$ 3,742
Changes of assumptions	14,541	-
Net difference between projected and actual earnings on pension plan investments	-	53,933
Changes in proportion and differences between the difference between actual and proportionate share of contributions		60,667
Station contributions subsequent to the measurement date	14,469	-
Total	$ 29,078	$ 118,342

At June 30, 2021, the Station reported $13,880 as deferred outflows of resources related to pensions resulting from Station contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2022. Other amounts reported as deferred outflows and inflows of resources related to OPERS pensions will be recognized in pension expense as follows:

2022	$ (44,511)
2023	(11,996)
2024	(50,732)
2025	(16,941)
2026	38
Thereafter	84

(Continued)

NOTE 7 - RETIREMENT PLANS (Continued)

Actuarial Assumptions

OPERS Actuarial Assumptions

The total pension liability in the December 31, 2020 and 2019 actuarial valuations were determined using the following actuarial assumptions, applied to all periods included in the measurement:

	2020	2019
Inflation	3.25%	3.25%
Salary increases (average, including inflation)	3.25% - 10.75%	3.25%-10.75%
Investment rate of return	7.20%	7.20%
Cost of living adjustment (simple)	3.00%	3.00%

Mortality rates are based on the RP-2014 Healthy Annuitant Mortality table. For males, Healthy Annuitant Mortality tables were used, adjusted for mortality improvement back to the observation period base of 2006 and then established the base year as 2015. For females, Healthy Annuitant Mortality tables were used, adjusted for mortality improvement back to the observation period base of 2006 and then established the base year as 2010. The mortality rates used in evaluating disability allowances were based on the RP-2014 Disabled Mortality tables, adjusted for mortality improvement back to the observation period base of 2006 and then established the base year as 2015 for males and 2010 for females. Mortality rates for a particular calendar year for both healthy and disabled retiree mortality tables are determined by applying the MP-2015 mortality improvement scale to the above described tables.

The actuarial assumptions used in the December 31, 2019 and 2018 valuation were based on the results of an actuarial experience study for the five-year period ended December 31, 2012 and 2011, respectively.

The allocation of investment assets within the Defined Benefit portfolio is approved by the OPERS Board as outlined in the annual investment plan. The long term expected rate of return on defined benefit investment assets was determined using a building-block method in which best-estimate ranges of expected future real rates of return are developed for each major asset class. These ranges 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, adjusted for inflation. Plan assets are managed on a total return basis with a long-term objective of achieving and maintaining a fully funded status for the benefits provided through the defined benefit pension plans. The following table displays the Board-approved asset allocation policy for 2020 and 2019 and the long-term expected real rates of return:

Asset Class Return	2020 Target Allocation	2020 Long-Term Expected Real Rate of Return
Fixed income	25%	1.32%
Domestic equities	21	5.64
Real estate	10	5.39
Private equities	12	10.42
International equities	23	7.36
Other investments	9	4.75
Total	100%	

(Continued)

NOTE 7 - RETIREMENT PLANS (Continued)

Asset Class Return	2019 Target Allocation	2019 Long-Term Expected Real Rate of Return
Fixed income	25.00%	1.83%
Domestic equities	19.00	5.75
Real estate	10.00	5.20
Private equities	12.00	10.70
International equities	21.00	7.66
Other investments	13.00	4.98
Total	100.00%	

Discount Rate: The discount rate used to measure OPERS total pension liability was 7.2% as of December 31, 2020 and December 31, 2019 respectively. The projection of cash flows used to determine the discount rates assumed that employee and University contributions will be made at the statutory contribution rates. Based on those assumptions, the pension plan's fiduciary net position were projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments for both the Traditional Pension Plan and the Combined Plan was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the Station's proportionate share of the net pension liability to changes in the discount rate: The following presents the Station's proportionate share of the OPERS pension plans net pension liability calculated using the discount rate of 7.2% at December 31, 2020 and December 31, 2019 respectively, as well as what the Station's proportionate share of the net pension 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 rate.

	1% Decrease (6.2%)	Current Discount Rate (7.2%)	1% Increase (8.2%)
December 31, 2021			
University's proportionate share of the net pension liability	$ 307,263	$ 160,249	$ 38,039

	1% Decrease (6.2%)	Current Discount Rate (7.2%)	1% Increase (8.2%)
December 31, 2020			
University's proportionate share of the net pension liability	$ 637,832	$ 267,959	$ 160,984

Pension Plan Fiduciary Net Position: Detailed information about OPERS fiduciary net position is available in a separately issued financial report. The financial report for OPERS may be obtained at www.opers.org or by writing to Ohio Public Employees Retirement System, Director-Finance, 277 East Town Street, Columbus, Ohio 43215-4642.

NOTE 8 - DEFINED BENEFIT OPEB PLANS

Ohio Public Employees Retirement System (OPERS): OPERS provides access to post-retirement health care coverage to age and service retirees with 20 or more years of qualifying Ohio service credit. Access to health care coverage for disability recipients and primary survivor recipients is available. The Ohio Revised Code permits, but does not mandate, OPERS to provide OPEB to its eligible members and beneficiaries. Authority to establish and amend benefits is provided per the Ohio Revised Code.

Each year, the OPERS Board of Trustees determines the portion of the employer contribution rate that will be set aside for funding of post-employment health care benefits. The portion of employer contributions allocated to health care for members in the Traditional and Combined Plans was 0% in 2020 and 0% in 2019. The OPERS Board of Trustees is also authorized to establish rules for the retiree, or their surviving beneficiaries, to pay a portion of the health care benefits provided. Payment amounts vary depending on the number of covered dependents and the coverage selected. The portion of the Station's fiscal year 2021, 2020 and 2019 contributions required and made to OPERS used to fund post-retirement benefits was $0, $0 and $0, respectively.

OPEB Liabilities, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

OPERS OPEB Costs

At June 30, 2021 and June 30, 2020, the Station reported a net asset of $18,756 and a liability $181,031 respectively for its proportionate share of the OPERS net OPEB liability. The net OPEB liability was measured as of December 31, 2020 and December 31, 2019 respectively, and the total pension liability used to calculate the net OPEB liability was determined by an actuarial valuation as of that date. The Station's proportion of the net OPEB liability was based on the Station's long-term share of contributions to OPERS relative to the total projected long-term employer contributions received from all of OPERS' participating employers. At December 31, 2020 and December 31, 2019, the University's proportion was 0.00105% and 0.00092% respectively, representing an increase of 0.00013%. At December 31, 2019 and December 31, 2018, the University's proportion was 0.00092% and 0.00072% respectively, representing an increase of 0.00020%.

The net OPEB liability and asset for the Traditional Pension Plan and Combined Plan, respectively, were measured as of December 31, 2020 and 2019, and the total OPEB liabilities were determined by an actuarial valuation as of that date.

For the years ended June 30, 2021 and 2020, the Station recognized OPEB expense of $(123,456) and $(91,564), respectively. At June 30, 2021, the Station 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
June 30, 2021		
Differences between expected and actual experience	$ -	$ 16,926
Changes of assumptions	9,221	30,390
Net difference between projected and actual earnings on OPEB plan investments	-	9,990
Changes in proportion and differences between the difference between actual and proportionate share of contributions	27,053	-
Total	$ 36,274	$ 57,306

(Continued)

NOTE 8 - DEFINED BENEFIT OPEB PLANS (Continued)

	Deferred Outflows of Resources	Deferred Inflows of Resources
June 30, 2020		
Differences between expected and actual experience	$ 5	$ 16,556
Changes of assumptions	28,655	-
Net difference between projected and actual earnings on OPEB plan investments	-	9,218
Changes in proportion and differences between the difference between actual and proportionate share of contributions	52,414	-
Total	$ 81,074	$ 25,774

Amounts reported as deferred outflows and inflows of resources related to OPERS OPEB will be recognized in OPEB expense as follows for the year ended June 30, 2021:

2022	$ (11,003)
2023	(7,388)
2024	(2,078)
2025	(563)

OPERS Actuarial Assumptions

The total OPEB liability in the December 31, 2020 and 2019 actuarial valuations were determined using the following actuarial assumptions, applied to all periods included in the measurement:

	2020
Single Discount Rate	6.00%
Investment rate of return	6.00%
Wages inflation	3.25%
Municipal Bond Rate	2.00%
Projected Salary increases	3.25% to 10.75% (includes wage inflation at 0.00%)
Health Care Cost Trends	8.50% initial, 3.50% ultimate in 2035

	2019
Single Discount Rate	3.16%
Investment rate of return	6.00%
Wages inflation	3.25%
Municipal Bond Rate	2.75%
Projected Salary increase	3.25% to 10.75% (includes wage inflation at 3.25%)
Health Care Cost Trends	10.50% initial, 3.50% ultimate in 2030

(Continued)

NOTE 8 - DEFINED BENEFIT OPEB PLANS (Continued)

Pre-retirement mortality rates are based on the RP-2014 Employees mortality table for males and females, adjusted for mortality improvement back to the observation period base year of 2006. The base year for males and females was then established to be 2015 and 2010, respectively. Post-retirement mortality rates are based on the RP-2014 Healthy Annuitant mortality table for males and females, adjusted for mortality improvement back to the observation period base year of 2006. The base year for males and females was then established to be 2015 and 2010, respectively. Post-retirement mortality rates for disabled retirees are based on the RP-2014 Disabled mortality table for males and females, adjusted for mortality improvement back to the observation period base year of 2006. The base year for males and females was then established to be 2015 and 2010, respectively. Mortality rates for a particular calendar year are determined by applying the MP-2015 mortality improvement scale to all of the above described tables.

The actuarial assumptions used in the December 31, 2020 and 2019 valuations were based on the results of an actuarial experience study for the 2-year periods ending December 31, 2017. Actuarially determined amounts are subject to continual review or modification as actual results are compared with past expectations and new estimates are made about the future.

The long-term expected rate of return is arithmetic and determined using a building block method in which best estimate ranges of expected future real rates of returns are developed for each major asset class. These ranges are combined to produce the long-term expected best estimates of arithmetical rate of return by weighting the expected future real rates of return by the target asset allocation percentage, adjusted for inflation.

Asset Class Return	2020 Target Allocation	2020 Long-Term Expected Real Rate of Return
Fixed income	34.00%	1.07%
Domestic equities	25.00	5.64
Real estate	7.00	6.48
International equities	25.00	7.36
Other investments	9.00	4.02
Total	100.00%	

Asset Class Return	2019 Target Allocation	2019 Long-Term Expected Real Rate of Return
Fixed income	36.0%	1.53%
Domestic equities	21.0	5.75
Real estate	6.0	5.69
International equities	23.0	7.66
Other investments	14.0	4.90
Total	100.00%	

NOTE 8 - DEFINED BENEFIT OPEB PLANS (Continued)

OPERS Discount Rate

A single discount rate of 6.00% and 3.16% was used to measure the OPEB liability on the measurement date of December 31, 2020 and 2019, respectively. Projected benefit payments are required to be discounted to their actuarial present value using a single discount rate that reflects (1) a long-term expected rate of return on OPEB plan investments (to the extent that the health care fiduciary net position is projected to be sufficient to pay benefits), and (2) a tax-exempt municipal bond rate based on an index of 20-year general obligation bonds with an average AA credit rating as of the measurement date (to the extent that the contributions for use with the long-term expected rate are not met). This single discount rate at December 31, 2020 was based on the actuarial assumed rate of return on the health care investment portfolio of 6.00% and a municipal bond rate of 2.00%. The projection of cash flows used to determine this single discount rate assumed that employer contributions will be made at rates equal to the actuarially determined contribution rate. Based on these assumptions, the health care fiduciary net position and future contributions were sufficient to finance health care costs through the year 2120. As a result, the actuarial assumed long-term expected rate of return on health care investments was applied to projected costs through the year 2120, the duration of the projection period through which projected health care payments are fully funded.

Sensitivity of the University's proportionate share of the OPERS net OPEB liability to changes in the discount rate and health care trend rates: The following table presents the OPEB liability calculated using the single discount rate of 6.00% at December 31, 2020 and 3.16% at December 31, 2019, and the expected net OPEB liability if it were calculated using a discount rate that is 1.0% lower or 1.0% higher than the current rate. Also shown is the net OPEB liability as if it were calculated using health care cost trend rates that are one percentage point lower or one percentage point higher than the current health care cost trend rates.

	1% Decrease (5.00%)	Current Discount Rate (6.00%)	1% Increase (7.00%)
2021			
Sensitivity of Station's proportionate share of the net OPEB asset to changes in discount rate	$ 4,664	$ 18,756	$ 30,341
	1% Decrease	Current Rate	1% Increase
Sensitivity of Station's proportionate share of the net OPEB asset to changes in the health care cost trend rate	$ 19,213	$ 18,756	$ 18,244

NOTE 8 - DEFINED BENEFIT OPEB PLANS (Continued)

	1% Decrease (2.16%)	Current Discount Rate (3.16%)	1% Increase (4.16%)
2020			
Sensitivity of Station's proportionate share of the net OPEB liability to changes in discount rate	$ 236,909	$ 181,031	$ 136,278

	1% Decrease	Current Rate	1% Increase
Sensitivity of Station's proportionate share of the net OPEB liability to changes in the health care cost trend rate	$ 175,689	$ 181,031	$ 186,305

Pension Plan Fiduciary Net Position: Detailed information about OPERS fiduciary net position is available in the separately issued financial reports. Financial reports may be obtained at www.opers.org or by writing to Ohio Public Employees Retirement System, Director-Finance, 277 East Town Street, Columbus, Ohio 43215-4642.

SCHEDULE OF THE STATION’S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY

	2021	2020	2019	2018	2017	2016	2015
Station's proportion of the collective net pension liability (asset)	0.00108%	0.00133%	0.00158%	0.00141%	0.00078%	0.00128%	0.00115%
Stations proportionate share of the collective net pension liability (asset)	$ 160,249	$ 267,959	$ 431,960	$ 221,959	$ 176,499	$ 221,150	$ 138,297
Station's covered payroll	$ 184,027	$ 198,006	$ 221,300	$ 192,441	$ 114,029	$ 168,198	$ 146,751
Station's proportionate share of the collective net pension liability as a percentage of the employer's covered payroll	87.08%	135.13%	195.19%	115.34%	154.78%	131.48%	94.24%
Plan fiduciary net position as a percentage of the total pension liability	112.45%	73.89%	74.70%	84.66%	77.38%	81.19%	84.00%

The Station implemented GASB No. 68 in fiscal year 2015. The information above is presented for as many years as available. The schedule is intended to show information for 10 years. The amounts presented for each fiscal year were determined as of December 31 that occurred prior.

(Continued)

SCHEDULE OF THE STATION'S PENSION CONTRIBUTIONS

	2021	2020	2019	2018	2017	2016	2015
Statutorily required contribution	$ 25,436	$ 27,720	$ 30,906	$ 26,942	$ 15,964	$ 23,548	$ 20,546
Contributions in relation to the statutorily required contribution	25,436	27,720	30,906	26,942	15,964	23,548	20,546
Annual contribution deficiency	-	-	-	-	-	-	-
College's covered payroll	$ 184,027	$ 198,006	$ 221,300	$ 192,441	$ 114,029	$ 168,198	$ 146,751
Contributions recognized by the pension plan in relation to the statutorily or contractually required employer contribution as a percent of the employer's covered payroll	13.82%	14.00%	13.97%	14.00%	14.00%	14.00%	14.26%

Notes to required supplemental information:

Note: The University implemented GASB No. 68 in fiscal year 2015. The information above is presented for as many years as available. The schedule is intended to show information for 10 years. The amounts presented for each fiscal year were determined as of December 31 that occurred prior.

(Continued)

SCHEDULE OF THE STATION'S PROPORTIONATE SHARE OF THE NET OPEB LIABILITY

		2021
Station's proportion of the collective OPEB liability (asset) - Traditional		(0.00105)%
Station's proportionate share of the collective OPEB liability (asset)	$	18,756
Station's covered payroll	$	184,027
Station's proportionate share of the collective OPEB liability as a percentage of the employer's covered payroll		10.19%
Plan fiduciary net position as a percentage of the total OPEB liability		96.07%

		2020
Station's proportion of the collective OPEB liability (asset) - Traditional		0.00092%
Station's proportionate share of the collective OPEB liability (asset)	$	181,031
Station's covered payroll	$	198,006
Station's proportionate share of the collective OPEB liability as a percentage of the employer's covered payroll		91.43%
Plan fiduciary net position as a percentage of the total OPEB liability		47.80%

		2019
Station's proportion of the collective OPEB liability (asset) - Traditional		0.00072%
Station's proportionate share of the collective OPEB liability (asset)	$	198,430
Station's covered payroll	$	221,300
Station's proportionate share of the collective OPEB liability as a percentage of the employer's covered payroll		89.67%
Plan fiduciary net position as a percentage of the total OPEB liability		74.91%

		2018
Station's proportion of the collective OPEB liability (asset) - Traditional		0.00094%
Station's proportionate share of the collective OPEB liability (asset)	$	147,552
Station's covered payroll	$	192,441
Station's proportionate share of the collective OPEB liability as a percentage of the employer's covered payroll		76.67%
Plan fiduciary net position as a percentage of the total OPEB liability		84.85%

The Station implemented GASB No. 75 in fiscal year 2018. The information above is presented for as many years as available. The schedule is intended to show information for 10 years. The amounts presented for each fiscal year were determined as of December 31 that occurred prior.

(Continued)

SCHEDULE OF THE STATION'S OPEB CONTRIBUTIONS

	2021
Statutorily required contribution	$ -
Contributions in relation to the statutorily required contribution	-
Annual contribution deficiency	-
College's covered payroll	$ 184,027
Contributions recognized by the OPEB plan in relation to the statutorily or contractually required employer contribution as a percent of the employer's covered payroll	N/A

	2020
Statutorily required contribution	$ -
Contributions in relation to the statutorily required contribution	-
Annual contribution deficiency	-
College's covered payroll	$ 198,006
Contributions recognized by the OPEB plan in relation to the statutorily or contractually required employer contribution as a percent of the employer's covered payroll	N/A

	2019
Statutorily required contribution	$ -
Contributions in relation to the statutorily required contribution	-
Annual contribution deficiency	-
College's covered payroll	$ 221,300
Contributions recognized by the OPEB plan in relation to the statutorily or contractually required employer contribution as a percent of the employer's covered payroll	N/A

	2018
Statutorily required contribution	$ 984
Contributions in relation to the statutorily required contribution	984
Annual contribution deficiency	-
College's covered payroll	$ 192,441
Contributions recognized by the OPEB plan in relation to the statutorily or contractually required employer contribution as a percent of the employer's covered payroll	0.0051%

Notes to required supplemental information:

Note: The University implemented GASB No. 75 in fiscal year 2019. The information above is presented for as many years as available. The schedule is intended to show information for 10 years. The amounts presented for each fiscal year were determined as of December 31 that occurred prior.

INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

Management and the Board of Trustees
Central State University
Wilberforce, Ohio

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of WCSU-FM, Central State University Radio Station (the "Station"), as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the Station's financial statements, and have issued our report thereon dated June 1, 2022.

As discussed in Note 1, the financial statements of the Station are intended to present the financial position, the changes in financial position and cash flows, of only that portion of the activities of Central State University that is attributable to the transactions of the Station. They do not purport to, and do not, present fairly the financial position of Central State University as of June 30, 2021, and the changes in its financial position and its cash flows, for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Station's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Station's internal control. Accordingly, we do not express an opinion on the effectiveness of the Station's internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A material weakness is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented or detected and corrected on a timely basis. A significant deficiency is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. We did identify a certain deficiency in internal control, described in the accompanying schedule of findings and responses as item 2021-001 that we consider to be a material weakness.

(Continued)

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Station's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Station's Response to Finding

The Station's response to the finding identified in our audit are described in the accompanying Schedule of Findings. The Foundation's response was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Crowe LLP

Crowe LLP

Columbus, Ohio
June 1, 2022

FINDING 2021-001 – INTERNAL CONTROLS OVER FINANCIAL REPORTING

Criteria:	The Station should have internal controls over the financial reporting process designed to ensure that the financial statements are presented in accordance with accounting principles generally accepted in the United States of America.
Condition:	Internal controls over financial reporting were not established by the Station to ensure that complete and accurate financial statements were prepared.
Context:	Material adjusting and reclassification entries were necessary as a result of audit procedures.
Effect:	The financial statements required audit adjustments and reclassifications and additional footnote disclosures to be added.
Cause:	The Station did not establish internal controls over financial reporting.
Repeat Finding:	No
Recommendation:	We recommend the Station establish internal controls over financial reporting to ensure financial statements prepared by management are complete and accurate.
Response:	The Station concurs with the finding. Management is realigning the accounting area to ensure all staff are knowledgeable and trained in the closing and reporting process. Periodic reviews and monthly reconciliations will be performed and verified by upper management. Management will improve documentation of the year-end closing process to make sure all adjustments have been processed in a timely manner. This documentation is being developed and will be incorporated into the monthly financial statement reviews. These new monthly financial statement review meetings will strengthen the financial process and reduce the number of year-end adjusting entries and corrections to the financial ledger.

OHIO AUDITOR OF STATE
KEITH FABER

CENTRAL STATE UNIVERSITY - WCSU-FM

GREENE COUNTY

AUDITOR OF STATE OF OHIO CERTIFICATION

This is a true and correct copy of the report, which is required to be filed pursuant to Section 117.26, Revised Code, and which is filed in the Office of the Ohio Auditor of State in Columbus, Ohio.

Certified for Release 7/12/2022

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