WYSU-FM

YOUNGSTOWN STATE UNIVERSITY RADIO

MAHONING COUNTY

REGULAR AUDIT

FOR THE YEARS ENDED JUNE 30, 2020 AND 2019

OHIO AUDITOR OF STATE
KEITH FABER

88 East Broad Street
Columbus, Ohio 43215
IPAReport@ohioauditor.gov
(800) 282-0370

Board of Trustees
Youngstown State University
One University Plaza
Youngstown, Ohio 44555

We have reviewed the *Independent Auditor's Report* of the WYSU-FM Youngstown State University Radio, Mahoning County, prepared by Plante & Moran, PLLC, for the audit period July 1, 2019 through June 30, 2020. 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 Youngstown State University is responsible for compliance with these laws and regulations.

Keith Faber
Auditor of State
Columbus, Ohio

December 16, 2020

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Plante & Moran, PLLC
Suite 100
250 S. High Street
Columbus, OH 43215
Tel: 614.849.3000
Fax: 614.221.3535
plantemoran.com

Independent Auditor's Report

To the Board of Trustees
WYSU-FM Youngstown State University Radio

Report on the Financial Statements

We have audited the accompanying financial statements of WYSU-FM Youngstown State University Radio (the "Station"), a department of Youngstown State University, as of and for the year ended June 30, 2020 and the related notes to the financial statements, which collectively comprise WYSU-FM Youngstown State University Radio's basic 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 audit. We conducted our audit 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.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of WYSU-FM Youngstown State University Radio as of June 30, 2020 and the changes in its financial position and cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matters

We draw attention to Note 1, which explains that these financial statements of the Station are intended to present the net position, changes in net position, and changes in cash flows of only that portion of Youngstown State University's business-type activities that are attributable to the transactions of the Station. They do not purport to, and do not, present fairly the net position of Youngstown State University as of June 30, 2020 and 2019, the changes in its net position, or the changes in its cash flows thereof for the years then ended in conformity with accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to this matter.

As discussed in Note 10 to the financial statements, the 2019 financial statements have been restated to correct a misstatement. Our opinion is not modified with respect to this matter.

To the Board of Trustees
WYSU-FM Youngstown State University Radio

As described in Note 9 to the financial statements, the COVID-19 pandemic has impacted operations at the Station. Our opinion is not modified with respect to this matter.

Other Matters

Report on Prior Year Financial Statements

The basic financial statements of WYSU-FM Youngstown State University Radio as of and for the year ended June 30, 2019 were audited by a predecessor auditor, which expressed an unmodified opinion on the financial statements. The predecessor auditor's report was dated November 26, 2019.

Required Supplementary Information

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

Other Information

Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise WYSU-FM Youngstown State University Radio's basic financial statements. The schedule of non-federal financial support is presented for the purpose of additional analysis and is not a required part of the basic financial statements.

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated November 30, 2020 on our consideration of WYSU-FM Youngstown State University Radio's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, 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 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 WYSU-FM Youngstown State University Radio's internal control over financial reporting and compliance.

Plante & Moran, PLLC

November 30, 2020

Management's Discussion and Analysis

The Management's Discussion and Analysis section of the WYSU-FM Youngstown State University Radio (WYSU-FM or the Station) Financial Report presents an unaudited discussion and analysis of the financial performance of the Station, a non-commercial public radio station operated by Youngstown State University (the University or YSU), during the fiscal year ended June 30, 2020 with comparative information for the fiscal years ended June 30, 2019 and June 30, 2018. This discussion has been prepared by management and should be read in conjunction with the financial statements and the accompanying notes that follow.

Introduction

The University operates WYSU-FM, a 50,000-watt radio station that serves the Mahoning and Shenango Valley regions with fine arts, news, and information programming from its studios in Melnick Hall. WYSU-FM functions as a department of the Division of University Relations at the University. The Station broadcasts a mix of news and classical music programs on its main analog channel, HD1 (digital) channel, and an internet stream. WYSU-FM also broadcasts classical music on its HD2 channel and second internet stream. The Station broadcasts at 88.5 MHz in Youngstown, Ohio, 90.1 MHz in Ashtabula, Ohio, and 89.7 MHz in New Wilmington, Pennsylvania.

WYSU-FM is a non-commercial, listener-supported, community-based public radio station committed to being the region's leading source for quality programming. It provides trusted in-depth news, engaging conversation, and music that stimulates the mind and spirit. As one of YSU's most visible daily representatives to the community, WYSU-FM also strives to be a valuable ambassador to the community, providing a forum to promote the artistic and intellectual activities of the University.

Since 1969, public radio WYSU 88.5 FM has been northeast Ohio's and western Pennsylvania's source for the best in news and information programming, music, and entertainment. WYSU-FM is a charter National Public Radio (NPR) affiliate station. Every week thousands of listeners tune to the Station for its eclectic and innovative non-commercial program schedule including engaging news and information, great entertainment, and superb classical, jazz, and folk music – together providing a provocative, culturally rich, and intellectually stimulating journey for WYSU-FM listeners.

On March 11, 2020, the World Health Organization declared the outbreak of a respiratory disease caused by a new coronavirus a pandemic, now known as COVID-19. In response to the COVID-19 pandemic, governments have taken preventative or protective actions, such as temporary closures of non-essential businesses and "shelter-at-home" guidelines for individuals. As a result, the global economy has been negatively affected, and the Station's operations were also impacted. Due to the "shelter-at-home" guidelines during April and May 2020, the Station expanded its remote operations capabilities. Four remote studios were purchased and were integrated into the Station's normal operations. These units enable staff to broadcast remotely in the event they are not permitted on campus or cannot reach the studios for any reason.

Using the Financial Statements

The Station's financial report includes three basic financial statements: the Statement of Net Position, the Statement of Revenues, Expenses and Changes in Net Position, and the Statement of Cash Flows. These financial statements are prepared in accordance with the financial reporting format required by the Governmental Accounting Standards Board's (GASB) Statements No. 34, *Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments*, as amended by GASB Statement No. 61, *The Financial Reporting Entity: Omnibus*; and No. 35, *Basic Financial Statements and Management's Discussion and Analysis for Public Colleges and Universities,* as amended by GASB Statements No. 37, *Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments: Omnibus* and No. 38, *Certain Financial Statement Note Disclosures*. These statements establish standards for external financial reporting for public colleges and universities and require that financial statements be presented on a basis to focus on the financial condition of the Station, the results of operations, and cash flows of the Station as a whole.

During fiscal year 2018, the Station adopted GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other than Pensions (OPEB)* and during fiscal year 2015, the Station adopted GASB Statement No. 68, *Accounting and Financial Reporting for Pensions - an amendment of GASB Statement No. 27*. These statements significantly revised accounting for pension/OPEB costs and assets/liabilities.

Prior to GASBs 68 and 75, the accounting for pension/OPEB costs, was focused on a funding approach, which limited pension/OPEB costs to contributions annually required by law, which may or may not be sufficient to fully fund each pension plan's net pension/OPEB asset/liability.

Under standards required by these statements, the net pension/OPEB asset/liability equals the Station's proportionate share of each pension/OPEB plan's collective present value of estimated future pension/OPEB benefits attributable to employees' past service minus plan assets available to pay these benefits. Pension/OPEB obligations, whether funded or unfunded, are part of the "employment exchange" – that is, the employee is trading his or her labor in exchange for wages, benefits, and the promise of a future pension and OPEB. The unfunded portions of these pension/OPEB promises are a present obligation, part of a bargained-for benefit to the employee, and are reported by the Station as liabilities since the benefit of the exchange was received.

The nature of Ohio's statewide pension systems and state law governing those systems requires additional explanation in order to properly understand the information presented in these statements. The Station is not responsible for certain key factors affecting the balance of these liabilities. In Ohio, the employee shares the obligation of funding pension benefits with the employer. Both employer and employee contribution rates are capped by the State statute. A change in these caps requires action by both Houses of the General Assembly and approval of the Governor. Benefit provisions are also determined by State statute. The employee enters the employment exchange with the knowledge that the employer's promise is limited not by contract but by law. The employer enters the exchange also knowing that there is a specific, legal limit to its contribution to the pension system. In Ohio, there is no legal means to enforce the unfunded liability of the pension system against the public employer. State law operates to mitigate the obligation of the public employer to the employee because all parties enter the employment exchange with notice as to the law. The pension system is responsible for the administration of the plan.

Most long-term liabilities have set repayment schedules or, in the case of compensated absences (i.e. sick and vacation leave), are satisfied through paid time-off or termination payments. There is no repayment schedule for the net pension/OPEB assets/liabilities. Changes in pension/OPEB benefits, contribution rates, and return on investments affect the balances of the net pension/OPEB assets/liabilities, but are outside the control of the public employer. In the event that contributions, investment returns, and other changes are insufficient to keep up with required payments, State statute does not assign/identify the responsible party for the unfunded portion. Due to the unique nature of how the net pension/OPEB assets/liabilities are satisfied, these assets and liabilities are separately identified within the noncurrent asset and long-term liability sections of the Statement of Net Position.

In accordance with GASBs 68 and 75, the Station's statements, prepared on an accrual basis of accounting, include an annual pension/OPEB expense for the proportionate share of each pension plan's *change* in net pension/OPEB asset/liability.

Overall key presentation elements of the financial statements include:

- Assets and liabilities are categorized as either current or noncurrent. Current assets and liabilities will be consumed or fulfilled within one year.

- Revenues and expenses are categorized as either operating or non-operating. Significant recurring sources of the Station's revenues, including the general appropriation from the University and membership revenue are considered non-operating, as defined by GASB Statement No. 35.

- Capital assets are reported net of accumulated depreciation.

Certain line items have been restated in the Statements of Net Position, Statements of Revenues, Expenses and Changes in Net Position, Statements of Cash Flows, and related notes to the financial statements for the fiscal year ended June 30, 2019. In addition, certain line items for the fiscal year ended June 30, 2018 have been restated in the Management Discussion and Analysis section for comparison purposes. See Note 10 for additional information on the restatement of the fiscal year 2019 financial statements.

The Statement of Net Position

The Statement of Net Position presents the financial position of the Station at the end of the fiscal year and includes all assets (current and noncurrent), deferred outflows of resources, liabilities (current and noncurrent), deferred inflows of resources, and net position of the Station. Current assets are classified as such if they are available to satisfy current liabilities, which are generally defined as being due within one year of the date of the Statement of Net Position. Net position is one indicator of the financial condition of the Station, while the change in net position is an indicator of whether the overall financial condition has improved or worsened during the year.

A summarized comparison of the Station's assets, deferred outflows of resources, liabilities, deferred inflows of resources, and net position at June 30, 2020, 2019, and 2018 was as follows:

	June 30, 2020	As Restated June 30, 2019	As Restated June 30, 2018
Assets			
Current assets	$ 1,681,535	$ 1,697,621	$ 1,669,533
Noncurrent assets			
Capital assets, net	153,236	91,269	125,483
Other assets	221,222	215,731	205,309
Total Noncurrent assets	374,458	307,000	330,792
Total Assets	2,055,993	2,004,621	2,000,325
Deferred Outflows of Resources	130,919	353,796	122,134
Liabilities			
Current liabilities	53,557	44,661	45,201
Noncurrent liabilities	1,061,453	1,246,929	940,906
Total Liabilities	1,115,010	1,291,590	986,107
Deferred Inflows of Resources	223,198	34,500	161,133
Net Position			
Net investment in capital assets	153,236	91,269	125,483
Restricted	237,495	250,280	367,615
Unrestricted	457,973	690,778	482,121
Total Net Position	$ 848,704	$ 1,032,327	$ 975,219

Total assets, consisting primarily of cash and cash equivalents, accounts receivable, pledges receivable, investments, and capital assets, increased $51,372 or 3% from fiscal year 2019 to fiscal year 2020. Current assets decreased $16,086 or 1% between fiscal year 2019 and fiscal year 2020 primarily due to decreases in cash and cash equivalents and accounts receivable, the result of decreases in membership and underwriting revenue due to the impact of the COVID-19 pandemic. Noncurrent assets increased $67,458 or 22% from fiscal year 2019 to fiscal year 2020. The increase was primarily attributed to a $61,967 or 68% increase in capital assets, which was due to the purchase of a new primary transmitter that was installed in January 2020.

Total assets increased $4,296 or 0.2% from fiscal year 2018 to fiscal year 2019. Current assets increased $28,088 or 2% between fiscal year 2018 and fiscal year 2019 and was primarily due to an increase in cash and cash equivalents, the result of an increase in membership revenue and an overall net decrease in cash used in operating activities. Accounts and pledges receivable remained relatively flat from fiscal year 2018 to fiscal year 2019. Noncurrent assets decreased $23,792 or 7% from fiscal year 2018 to fiscal year 2019. The decrease was attributed to a combination of an increase in investments of $10,422 or 5% primarily due to unrealized gains resulting from a favorable market environment and a decrease of $34,214 or 27% in capital assets, which represented current year depreciation expense.

See Note 2 for additional information on cash and cash equivalents, Note 3 for investments, and Note 4 for capital assets.

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; whereas deferred inflows of resources represent the acquisition of resources that are applicable to a future reporting period. The following table summarizes balances at:

Deferred Outflows of Resources	June 30, 2020	June 30, 2019	June 30, 2018
Related to pension	$ 65,676	$ 231,845	$ 97,249
Related to OPEB	65,243	121,951	24,885
Total Deferred Outflows of Resources	$ 130,919	$ 353,796	$ 122,134

Deferred Inflows of Resources	June 30, 2020	June 30, 2019	June 30, 2018
Related to pension	$ 151,759	$ 21,378	$ 135,943
Related to OPEB	71,439	13,122	25,190
Total Deferred Inflows of Resources	$ 223,198	$ 34,500	$ 161,133

Included in deferred outflows of resources and deferred inflows of resources are items relating to pensions and OPEB. Certain elements impacting the change in the net pension/OPEB assets/liabilities have a longer-term perspective than the current year, therefore, to reduce volatility these elements are amortized over a closed period of specified duration. These include differences between expected and actual experience, changes of assumptions, net differences between projected and actual earnings of investments, and changes in the proportionate share of contributions. These elements can be reflected as either a deferred outflow of resources or a deferred inflow of resources.

Deferred outflows of resources decreased $222,877 or 63% from fiscal year 2019 to fiscal year 2020. Deferred outflows of resources related to pension decreased $166,169 or 72% primarily due to a $119,899 decrease in the net difference between projected and actual earnings on pension plan investments. Deferred outflows of resources related to OPEB decreased $56,708 or 47% primarily due to a combination of a $85,525 decrease in the change in proportionate share of contributions and a $43,212 increase in the changes in assumptions.

Deferred inflows of resources increased $188,698 or 547% from fiscal year 2019 to fiscal year 2020. Deferred inflows of resources related to pension increased $130,381 primarily due to a $119,844 increase in the net difference between projected and actual earnings on pension plan investments. Deferred inflows of resources related to OPEB increased $58,317 due to a combination of a $36,691 increase in the differences between expected and actual experience and a $20,960 increase in the net difference between projected and actual earnings on pension plan investments.

Deferred outflows of resources increased $231,662 or 190% from fiscal year 2018 to fiscal year 2019. Deferred outflows of resources related to pension increased $134,596 primarily due to a $119,899 increase in the net difference between projected and actual earnings on pension plan investments. Deferred outflows of resources related to OPEB increased $97,066 primarily due to a combination of a $13,897 increase in the net difference between projected and actual earnings on pension plan investments and an $85,602 increase in the change in proportionate share of contribution.

Deferred inflows of resources decreased $126,633 or 79% from fiscal year 2018 to fiscal year 2019. Deferred inflows of resources related to pension decreased $114,565 primarily due to a $109,783 decrease in the net difference between projected and actual earnings on pension plan investments. Deferred inflows of resources related to OPEB decreased $12,068 due to a combination of a $25,190 decrease in the net difference between projected and actual earnings on pension plan investments and an increase of $12,169 in changes in assumptions.

See Note 6 for additional information on employee benefit plans.

Total liabilities consisting of accounts payable, payroll liabilities, unearned revenue, compensated absences, net pension liability, and net OPEB liability decreased $176,580 or 14% from fiscal year 2019 to fiscal year 2020 and was primarily due to a combination of a decrease in the net pension liability of $285,488 or 33% and an increase in the net OPEB liability of $108,510 or 36%.

Total liabilities increased $305,483 or 31% from fiscal year 2018 to fiscal year 2019 and was due to a combination of an increase in the net pension liability of $370,397 or 74%, offset by an overall decrease in compensated absences of $28,623 or 27% and a decrease of $35,032 or 10% in the net OPEB liability.

See Note 5 for additional information on compensated absences and Note 6 for information on employee benefit plans.

Net position represents the residual interest in the Station's assets after deferred outflows of resources are added, and liabilities and deferred inflows of resources are deducted. The following is a recap of total net position segregating the unrestricted net position relating to the impact of the GASBs 68 and 75.

Management's Discussion and Analysis (cont.)

	June 30, 2020	As Restated June 30, 2019	As Restated June 30, 2018
Net investment in capital assets	$ 153,236	$ 91,269	$ 125,483
Restricted - nonexpendable	108,153	108,153	108,153
Restricted - expendable	129,342	142,127	259,462
Unrestricted	1,550,254	1,548,462	1,362,735
Total net position without GASBs 68 and 75	1,940,985	1,890,011	1,855,833
GASB 68	(674,450)	(663,388)	(542,152)
GASB 75	(417,831)	(194,296)	(338,462)
Total Net Position	$ 848,704	$ 1,032,327	$ 975,219

Overall, the Station's total net position decreased $183,623 or 18% from $1,032,327 at June 30, 2019 to $848,704 at June 30, 2020. This was primarily due to a combination of a decrease of $232,805 in unrestricted net position offset by an increase of $61,967 in net investment in capital assets. Excluding net position attributed to GASBs 68 and 75, net position increased $50,974 or 3% from $1,890,011 at June 30, 2019 to $1,940,985 at June 30, 2020. The net investment in capital assets consists of equipment net of accumulated depreciation. The $61,967 or 68% increase from fiscal year 2019 to fiscal year 2020 was due to the purchase of equipment offset by current year depreciation expense. Restricted nonexpendable net position consists primarily of endowment funds held by the University in the name of the Station. Changes in this category are driven by additions or deductions to the endowment corpus. During fiscal year 2020, there were no changes. Restricted expendable net position is subject to externally imposed restrictions governing their use. Changes in this category are due to the timing of revenues and expenses in funds provided by donors and grantors. Restricted expendable net position decreased $12,785 or 9% primarily due to COVID-19 related expenses, which were not reimbursable until fiscal year 2021. Unrestricted net position is not subject to externally imposed restrictions and is designated for future operations. Unrestricted net position remained flat with an increase of $1,792 or 0.1% from fiscal year 2019 to fiscal year 2020.

Overall, the Station's total net position increased $57,108 or 6% from $975,219 at June 30, 2018 to $1,032,327 at June 30, 2019. This was primarily due to a combination of a decrease of $117,335 in restricted net position and a $208,657 increase in unrestricted net position. Excluding net position attributed to GASBs 68 and 75, net position increased $34,178 or 2% from $1,855,833 at June 30, 2018 to $1,890,011 at June 30, 2019, as a result of excess revenues over expenses. The $34,214 or 27% decrease from fiscal year 2018 to fiscal year 2019 in net investment in capital assets was due to current year depreciation expense. Restricted nonexpendable net position remained unchanged from fiscal year 2018 to fiscal year 2019. Restricted expendable net position decreased $117,335 or 45% primarily due to a board-approved transfer of $127,237 of additional gifts for the WYSU-FM Melnick Hall renovation project to the Station's membership account fund to replenish amounts previously spent on the project. Unrestricted net position increased $185,727 or 14% from fiscal year 2018 to fiscal year 2019 due to the combination of excess membership and underwriting revenue over expenses and the above-mentioned transfer from the Melnick Hall renovation project fund to the membership fund.

The Statements of Revenues, Expenses, and Changes in Net Position

These statements present the operating results and the non-operating revenues and expenses of the Station. Operating revenues are generated by an annual Community Service Grant (a portion of which is restricted) from the Corporation for Public Broadcasting (CPB) and an annual grant from the Broadcast Educational Media Commission (BEMC), which is administered by the eTech Ohio Commission. In addition, in-kind support is received from BEMC and includes support for transmission of Radio Reading Service Programming. Operating revenues also include contributions from area businesses (program underwriting). Operating expenses are incurred to vendors and employees for providing goods or services for the overall operations of the Station. Net non-operating revenues include federal appropriations, the general appropriation from the University, donated facilities and administrative support from the University, membership revenue, net revenue from fund raising, private gifts, and net investment income.

A summary of the Station's revenues, expenses, and changes in net position follows:

	June 30, 2020	As Restated June 30, 2019	As Restated June 30, 2018
Total Operating Revenues	$ 411,023	$ 433,029	$ 435,914
Total Operating Expenses	1,671,087	1,377,607	1,549,992
Operating Loss	(1,260,064)	(944,578)	(1,114,078)
Net Non-operating Revenues	1,076,441	1,014,686	1,054,992
Gain (Loss) Before Other Revenue, Expenses, and Changes	(183,623)	70,108	(59,086)
Total Other Revenue, Expenses, and Changes	-	(13,000)	12,520
Change in Net Position	(183,623)	57,108	(46,566)
Net Position at Beginning of the Year, as restated	1,032,327	975,219	1,336,310
Cumulative effect of GASB 75 implementation	-	-	(314,525)
Net Position at End of the Year	$ 848,704	$ 1,032,327	$ 975,219

The Station's total operating revenues decreased $22,006 or 5% from fiscal year 2019 to fiscal year 2020. The decrease was the result of a decrease in underwriting contracts due to the impact of the COVID-19 pandemic.

The Station's total operating revenues remained relatively flat from fiscal year 2018 to fiscal year 2019, with a decrease of $2,885 or 0.7%. Comparing fiscal year 2019 to fiscal year 2018, the CPB grant decreased $4,012 or 3% and in-kind contributions decreased $3,784 or 2%. Offsetting these decreases was an increase in underwriting revenue, which increased $4,911 or 4% from fiscal year 2018 to fiscal year 2019. The increase was mainly due to a strong underwriter renewal rate and attracting new underwriting clients from outside the Station's immediate geographical area.

The following is a recap of total operating expenses with the impact of the GASBs 68 and 75 pension expense accruals segregated.

	June 30, 2020	June 30, 2019	June 30, 2018
Program Services	$ 720,041	$ 817,998	$ 824,119
Support Services	716,449	582,539	661,974
Operating Expenses without GASBs 68 and 75 accruals	1,436,490	1,400,537	1,486,093
GASB 68 pension expense accruals	11,062	121,236	39,962
GASB 75 OPEB expense accrual	223,535	(144,166)	23,937
Total Operating Expenses	$ 1,671,087	$ 1,377,607	$ 1,549,992

Excluding the impact of GASBs 68 and 75, total operating expenses increased $35,953 or 3% from fiscal year 2019 to fiscal year 2020. Program services decreased $97,957 or 12% primarily attributed to staff reductions in fiscal year 2020, which included a full-time position in programming shifting to a part-time position and the retirement of a full-time broadcast engineer. Support services increased $133,910 or 23% primarily due to increased staff utilization percentages towards fundraising and membership activities and an increase in institutional support from the University.

Excluding the impact of GASBs 68 and 75, total operating expenses decreased $85,556 or 6% from fiscal year 2018 to fiscal year 2019. Program services decreased $6,121 or 1% due to a combination of a decrease in broadcasting supplies and small equipment, offset by an increase in program information as staff duties shifted from other categories into program information. Support services decreased $79,435 or 12% primarily due to unplanned vacancies during fiscal year 2019 that resulted in a shifting of staff duties between categories.

Total net non-operating revenues increased $61,755 or 6% from fiscal year 2019 to fiscal year 2020. The Station received federal appropriations of $75,000 related to CARES Act funding from the CPB due to the COVID-19 pandemic, as well as a $43,139 bequest from an estate. The general appropriation from the University decreased $109,345 or 21% between fiscal year 2019 and fiscal year 2020, primarily due to payroll reductions resulting from the retirement of a broadcast engineer and the lay-off of another employee. Donated facilities and administrative support from the University increased $72,785 or 37% due to an increase in institutional support from the University, the result of a new indirect administrative support calculation implemented by the CPB in fiscal year 2020. Membership income decreased $23,328 or 8% due to the COVID-19 pandemic.

Total net non-operating revenues decreased $40,306 or 4% from fiscal year 2018 to fiscal year 2019. The general appropriation from the University decreased $40,554 or 7% between fiscal year 2018 and fiscal year 2019, primarily due to a decrease in the Station's vacation and sick leave accruals for eligible employees. Although the membership base had decreased slightly, overall membership revenue increased $20,788 or 8% and the average donation per member also increased 8% in fiscal year 2019 compared to fiscal year 2018. The Station exceeded its membership fundraising goals for both its fall 2018 and spring 2019 fund drives. Net revenues from fund raising decreased $19,833 or 100% from fiscal year 2018 to fiscal year 2019. The Station is co-sponsor of the "Mad About the Arts" event that is typically held in the spring of each calendar year. However, in 2019, this event was moved to the fall, so no revenue was recognized in fiscal year 2019 since the event was held in fiscal year 2020.

The Station had no other revenues, expenses and changes in fiscal year 2020. Other revenues, expenses and changes decreased $25,520 or 204% from fiscal year 2018 to fiscal year 2019. With the completion of the Melnick Hall renovation project during fiscal year 2017, no capital gifts were received during fiscal year 2019. With $13,000 of pledges collected from the spring 2019 fund drive, the Station established the Barbara A. Krauss Memorial Scholarship to be awarded annually to students enrolled in the Dana School of Music and majoring in music recording and technology.

Economic Factors for the Future

Despite challenges arising from the current global pandemic, management believes the Station is well-positioned to continue its favorable financial condition. As one of Youngstown State University's most visible campus and community entities, WYSU-FM reaches over 30,000 weekly listeners who spend 12 million hours annually with the Station. The broadcast coverage area includes eight counties in Ohio and three in Pennsylvania, as well as many other listeners throughout the country and around the world through its streaming services and smartphone applications. With the continued support of the University's Board of Trustees, administration, and dedicated staff, as well as the generous loyalty of the Station's listener-members, the support of businesses, non-profit organizations, and foundations, WYSU-FM maintains stability during challenging economic times.

Membership and underwriting, the Station's two streams of public support, continue to be a crucial element in the Station's future. Projected decreases in underwriting for fiscal year 2021 due to the COVID-19 pandemic highlight the need to enhance performance in the areas of membership. Steps towards this goal include the implementation of two, month-long donor drives in October and April as well as promotion of the Station's expanded local news footprint during the pandemic, the vehicle donation program and the importance of public radio during a crisis. The Station provides a great deal of information to its listeners regarding assistance during the pandemic as well as being a crucial part of the Emergency Alert System, a state and national warning system for extreme weather events and other emergencies. In order to better serve its listeners and expand its audience, the Station added five new programs to promote diversity, inclusion and variety as well as adding a local news headline segment to each hourly national newscast to better serve the audience with local news and information.

As the pandemic has become a long-term reality, the Station has implemented operational projects to maintain business continuity including the purchase of remote broadcast equipment to mitigate future potential shutdowns. In fiscal year 2021, the Station plans to continue development of remote broadcast capability, upgrade IT infrastructure software, upgrade the Station's website, and replace the transmission line switch at the primary transmitter. Completion of these projects will allow the Station to better serve its audience's needs and provide the Station with the ability to continue operations despite physical restrictions caused by the COVID-19 pandemic.

WYSU-FM Youngstown State University Radio

Statements of Net Position at June 30, 2020 and 2019

	June 30, 2020	As Restated June 30, 2019
ASSETS		
Current Assets		
Cash and cash equivalents	$ 1,660,924	$ 1,669,985
Interest receivable	222	326
Accounts receivable (net of allowance of $1,369 in 2020 and $1,733 in 2019)	5,228	14,491
Pledges receivable (net of allowance of $3,987 in 2020 and $3,408 in 2019)	15,161	12,819
Total Current Assets	1,681,535	1,697,621
Noncurrent Assets		
Endowment investments	221,222	215,731
Capital assets, net	153,236	91,269
Total Noncurrent Assets	374,458	307,000
Total Assets	2,055,993	2,004,621
DEFERRED OUTFLOWS OF RESOURCES		
Deferred outflows related to pension	65,676	231,845
Deferred outflows related to OPEB	65,243	121,951
Total Deferred Outflows of Resources	130,919	353,796
LIABILITIES		
Current Liabilities		
Accounts payable	22,971	3,793
Payroll liabilities	11,628	18,768
Unearned revenue	13,340	14,379
Compensated absences	5,618	7,721
Total Current Liabilities	53,557	44,661
Noncurrent Liabilities		
Compensated absences	61,451	69,949
Net pension liability	588,367	873,855
Net OPEB liability	411,635	303,125
Total Noncurrent Liabilities	1,061,453	1,246,929
Total Liabilities	1,115,010	1,291,590
DEFERRED INFLOWS OF RESOURCES		
Deferred inflows related to pension	151,759	21,378
Deferred inflows related to OPEB	71,439	13,122
Total Deferred Inflows of Resources	223,198	34,500
NET POSITION		
Net investment in capital assets	153,236	91,269
Restricted, nonexpendable	108,153	108,153
Restricted, expendable	129,342	142,127
Unrestricted	457,973	690,778
Total Net Position	$ 848,704	$ 1,032,327

See accompanying notes to financial statements.

STATEMENTS OF REVENUES, EXPENSES AND CHANGES IN NET POSITION FOR THE YEARS ENDED JUNE 30, 2020 AND 2019

	June 30, 2020	As Restated June 30, 2019
REVENUES		
Operating Revenues		
Corporation for Public Broadcasting grant	$ 124,819	$ 126,447
In-kind contributions	150,406	156,394
Broadcast Education Media Commission grant	34,246	33,198
Underwriting revenue	101,552	116,990
Total Operating Revenues	411,023	433,029
EXPENSES		
Operating Expenses		
Program Services		
Programming and production	512,794	501,982
Broadcasting	199,959	222,432
Program information	77,032	66,326
Traffic and continuity	21,467	14,617
Support Services		
Management and general	406,112	284,367
Fund raising and membership development	112,529	51,128
Underwriting	165,320	104,150
Clerical	137,477	98,391
Depreciation	38,397	34,214
Total Operating Expenses	1,671,087	1,377,607
Operating Loss	(1,260,064)	(944,578)
NONOPERATING REVENUES (EXPENSES)		
Federal appropriations	75,000	-
General appropriation from the University	409,538	518,883
Donated facilities and administrative support from the University	268,849	196,064
Membership revenue	256,480	279,808
Net revenues from fund raising	7,660	-
Private gifts	43,889	
Investment income, net of investment expense	15,025	19,931
Net Nonoperating Revenues	1,076,441	1,014,686
Gain (Loss) Before Other Revenues, Expenses, and Changes	(183,623)	70,108
OTHER REVENUES, EXPENSES, AND CHANGES		
Other	-	(13,000)
Total Other Revenues, Expenses, and Changes	-	(13,000)
Change in Net Position	(183,623)	57,108
NET POSITION		
Net Position at Beginning of the Year, as restated	1,032,327	975,219
Net Position at End of the Year	$ 848,704	$ 1,032,327

See accompanying notes to financial statements.

Statements of Cash Flows
for the Years Ended June 30, 2020 and 2019

	June 30, 2020	As Restated June 30, 2019
Cash Flows from Operating Activities		
Corporation for Public Broadcasting grant	$ 124,819	$ 126,447
Broadcast Educational Media Commission grant	34,246	33,198
Underwriting support	109,630	113,354
Payments to suppliers	(383,203)	(350,007)
Payments to employees	(423,513)	(494,644)
Payments for benefits	(170,684)	(197,452)
Total Cash Flows Used in Operating Activities	(708,705)	(769,104)
Cash Flows from Noncapital Financing Activities		
Federal appropriations	75,000	-
General appropriation from the University	409,538	518,883
Membership receipts	254,283	278,835
Fundraising receipts	10,930	-
Payments for fundraising	(3,270)	-
Private gifts	43,889	-
Other	-	(13,000)
Total Cash Flows Provided by Noncapital Financing Activities	790,370	784,718
Cash Flows from Investing Activities		
Interest on investments	15,129	19,778
Purchase of investments	(5,491)	(10,422)
Total Cash Flows Provided by Investing Activities	9,638	9,356
Cash Flows from Capital and Related Financing Activities		
Purchase of capital assets	(100,364)	-
Total Cash Flows Used by Capital and Related Financing Activities	(100,364)	-
Change in Cash and Cash Equivalents	(9,061)	24,970
Cash and Cash Equivalents, Beginning of Year	1,669,985	1,645,015
Cash and Cash Equivalents, End of Year	$ 1,660,924	$ 1,669,985
Reconciliation of Operating Loss to Net Cash Used in Operating Activities		
Operating loss	$ (1,260,064)	$ (944,578)
Adjustments to reconcile operating loss to net cash used in operating activities:		
Depreciation	38,397	34,214
Donated facilities and administrative support from the University	268,849	196,064
Changes in assets and liabilities:		
Accounts receivable, net`	9,118	(2,224)
Prepaid expenses	-	232
Accounts payable, payroll liabilities, compensated absences, and unearned revenue	398	(29,882)
Net pension/OPEB liability	(176,978)	335,365
Deferred outflows-pension and OPEB	222,877	(231,662)
Deferred inflows-pension and OPEB	188,698	(126,633)
Net Cash Flows Used in Operating Activities	$ (708,705)	$ (769,104)

See accompanying notes to financial statements.

Note 1 – Organization and Summary of Significant Accounting Policies

Organization and Basis of Presentation

WYSU-FM Youngstown State University Radio (WYSU-FM or the Station) is operated as a department of the Division of University Relations at Youngstown State University (the University or YSU) and is subject to the policies established by the University's Board of Trustees. The Station reports annually to the Corporation for Public Broadcasting (CPB).

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 Youngstown 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 Youngstown State University as of June 30, 2020 and 2019, 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.

The financial statements of the Station have been prepared in accordance with accounting principles generally accepted in the United States of America as prescribed by the Government Accounting Standards Board (GASB).

As required by the GASB, resources are classified for accounting and reporting purposes into the following four net position categories:

- Net investment in capital assets - Capital assets, net of accumulated depreciation, reduced by outstanding principal balances of debt attributable to the acquisition, construction or improvement of those assets.

- Restricted, nonexpendable - Resources subject to externally imposed stipulations that they be maintained permanently by the Station. Such resources include the Station's permanent endowment funds.

- Restricted, expendable - Resources whose use by the Station is subject to externally imposed stipulations that can be fulfilled by actions of the Station pursuant to those stipulations or that expire by the passage of time. Such resources include the restricted portion of the CPB's Radio Community Service Grant, donations, and endowment earnings.

- 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.

Summary of Significant Accounting Policies

The accompanying financial statements have been prepared using the economic resource measurement focus and the accrual basis of accounting. The Station reports as a business-type activity, as defined by the GASB. Business-type activities are those that are financed in whole or in part by fees charged to external parties for goods or services.

Cash and Cash Equivalents - The Station considers all highly liquid investments with an original maturity of three months or less to be cash equivalents. Cash and cash equivalents are stated at cost, which approximates fair value and excludes amounts restricted by board designation or whose use is limited.

Investments **-** Investments are reported at fair value based on quoted market prices. Changes in unrealized gains (losses) on the carrying value of investments are reported as a component of investment income in the Statement of Revenues, Expenses, and Changes in Net Position. Restricted investments are comprised of endowment corpus and related spending funds.

Endowment Policy – Under Ohio law set forth in the Uniform Prudent Management of Institutional Funds Act (UPMIFA), as adopted in Ohio in 2009, the Board acts in a fiduciary capacity as trustee of its endowment funds. UPMIFA requires the Board to exercise its fiduciary duties prudently and consider both the charitable purposes and needs of the University and the purposes of the specific endowment regarding current expenditures and preservation of the purchasing power of the funds. The University Endowment Fund consists of 92 named funds, which includes the Station's endowment. Each named fund is assigned a number of shares in the University Endowment Fund based on the value of the gifts to that named fund. The University's endowment spending policy states that annual distributions each fiscal year are set to 5% of the twelve-quarter average of the market value for the preceding twelve calendar quarters. In calculating the twelve-quarter average, census dates of March 31, June 30, September 30, and December 31 for the previous three years shall be used. Distributions greater than the calculated amount require written justification and Board of Trustees' approval.

Accounts Receivable - Accounts receivable consist of underwriting charges for various Station programs and amounts due from private sources in connection with reimbursement of allowable expenses under the applicable Station grants and contracts. Also included are gifts received by the Youngstown State University Foundation (YSUF or Foundation) in the month of June on behalf of the Station, in accordance with a development services agreement between the University and the Foundation. Accounts are recorded net of allowance for uncollectible accounts.

Pledges Receivable – The University has a development services agreement with the Foundation. As part of the agreement, non-fundraising pledges are recorded by the Foundation. Payments on those pledges are collected by the Foundation and remitted to the Station on a monthly basis. Pledges receivable consist of transactions relating to fundraising activities. The Station receives pledges of financial support from corporations, foundations, and individuals. Revenue is recognized when a pledge representing an unconditional promise to pay is received and all eligibility requirements have been met. In the absence of a conditional pledge, revenue is recognized when the gift is received. Pledges are recorded net of an allowance for uncollectible amounts and are discounted to net present value.

Capital Assets - Capital assets are comprised of equipment and stated at cost or acquisition value at date of gift. The capitalization threshold for equipment is $5,000. Depreciation is computed using the straight-line method over the estimated useful life of the asset. The estimated useful life for equipment is 3 to 7 years. The antenna and tower are depreciated over 10 years.

When capital assets are sold, or otherwise disposed of, the carrying value of such assets and any accumulated depreciation is removed from asset accounts and net investment in capital assets. The costs of normal maintenance and repairs that do not add to the value of the capital asset or materially extend the capital asset's life are expensed when incurred.

Unearned Revenue - Unearned revenue includes certain underwriting amounts received prior to the end of the fiscal year that relate to the subsequent accounting period. Unearned revenue at June 30, 2020 and June 30, 2019 were $13,340 and $14,379, respectively.

Compensated Absences - Accumulated unpaid vacation and sick leave benefits are recorded as required by the GASB. The Station uses the termination method to accrue sick leave compensated absences on the Statement of Net Position. Station employees earn vacation and sick leave benefits based, in part, on length of service. Vacation pay is fully vested when earned. Upon separation from service, employees are paid accumulated vacation and sick pay based upon the nature of the separation (death, retirement, or termination). Certain limitations have been placed on hours of vacation and sick leave that employees may accumulate and carry over for payment at death, retirement or termination. Unused hours exceeding these limitations are forfeited.

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 and inflows of resources in the Station's financial statements relate to the Ohio Public Employees Retirement System (OPERS) pension/OPEB plan.

Pensions/OPEB – For purposes of measuring the net pension/OPEB asset/liability, deferred outflows of resources and deferred inflows of resources related to pensions/OPEB, pension/OPEB expense, information about the fiduciary net position of the pension/OPEB plans, and additions to/deductions from their fiduciary net position have been determined on the same basis as they are reported by the pension/OPEB plan, which use the economic resources measurement focus and the full accrual basis of accounting. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

General Appropriation from the University - The general appropriation represents support from the University for salaries and operating expenses not provided through other sources.

Donated Facilities and Administrative Support - Donated facilities and administrative support represent the Station's allocated amounts of institutional support and donated facilities and is recorded as non-operating revenue and expenses in the Statement of Revenue, Expenses, and Changes in Net Position. Administrative support is based on the Station's pro-rata share of the University's total salaries, wages, and administrative expenses. Donated facilities are the Station's pro-rata share of the University's total plant expenses along with calculated occupancy costs.

Income Taxes **-** The Internal Revenue Service has ruled that the University's income is generally exempt from Federal income taxes under Section 115 of the Internal Revenue Code. The University is subject to tax on unrelated business income.

Measurement Focus and Financial Statement Presentation **-** Operating revenues and expenses result from providing programming, production, and broadcasting support for the Station. The principal operating revenues include two grants, one from the CPB and one from the Broadcast Educational Media Commission (BEMC), along with underwriting revenue from area businesses. Principal operating expenses include programming, production, broadcasting, fundraising, and management services and support. The principal non-operating revenues are the general appropriation from the University and membership support.

Release of Restricted Funds - When an expense is incurred for purposes for which both restricted and unrestricted resources are available, it is the Station's policy to apply restricted resources first, then unrestricted resources as needed.

Management's Estimates - The preparation of the 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 amounts reported in the financial statements and disclosures in the notes to financial statements. Actual results could differ from these estimates.

Adoption of New Accounting Pronouncements – In fiscal year 2020, the provisions of the following GASB Statements became effective:

- GASB Statement No. 95, *Postponement of the Effective Dates of Certain Authoritative Guidance*, issued May 2020. The requirements of this Statement are effective immediately. The primary objective of this Statement is to provide temporary relief to governments and other stakeholders in light of the COVID-19 pandemic. That objective is accomplished by postponing the effective dates of certain provision in Statements and Implementation Guides that first became effective or are scheduled to become effective for periods beginning after June 15, 2018 and later.

Newly Issued Accounting Pronouncements – As of the report date, the GASB issued the following statements not yet implemented by the Station:

- GASB Statement No. 84, *Fiduciary Activities*, issued January 2017. As a result of the adoption of GASB Statement No. 95, the requirements of this Statement are now effective for reporting periods beginning after December 15, 2019. The objective of this Statement is to improve guidance regarding the identification of fiduciary activities for accounting and financial reporting purposes and how those activities should be reported.

- GASB Statement No. 87, *Leases*, issued June 2017. As a result of the adoption of GASB Statement No. 95, the requirements of this Statement are now effective for reporting periods beginning after June 15, 2021. The objective of this Statement is to better meet the information needs of financial statement users by improving accounting and financial reporting for leases by governments.

- GASB Statement No. 89, *Accounting for Interest Cost Incurred before the End of a Construction Period*, issued June 2018. As a result of GASB Statement No. 95, the requirements of this Statement are effective for reporting periods beginning after December 15, 2020. The objectives of this Statement are (1) to enhance the relevance and comparability of information about capital assets and the cost of borrowing for a reporting period and (2) to simplify accounting for interest cost incurred before the end of a construction period.

- GASB Statement No. 90, *Majority Equity Interests-an amendment of GASB Statements No. 14 and No. 61*, issued August 2018. As a result of adoption of GASB Statement No. 95, the requirements of this Statement are effective for reporting periods beginning after December 15, 2019. The primary objectives of this Statement are to improve the consistency and comparability of reporting a government's majority equity interest in a legally separate organization and to improve the relevance of financial statement information for certain component units.

- GASB Statement No. 91, *Conduit Debt Obligations*, issued May 2019. As a result of the adoption of GASB Statement No. 95, the requirements of this Statement are effective for reporting periods beginning after December 15, 2021. The primary objectives of this Statement are to provide a single method of reporting conduit debt obligations by issuers and eliminate diversity in practice associated with commitments extended by issuers, arrangements associated with conduit debt obligations, and related note disclosures.

- GASB Statement No. 92, *Omnibus 2020*, issued January 2020. As a result of the adoption of GASB Statement No. 95, the requirements of this Statement are effective for fiscal years beginning after June 15, 2022. The objectives of this Statement are to enhance comparability in accounting and financial reporting and to improve the consistency of authoritative literature by addressing practice issues that have been identified during implementation and application of certain GASB Statements.

- GASB Statement No. 93, *Replacement of Interbank Offered Rates*, issued March 2020. As a result of the adoption of GASB Statement No. 95, certain requirements of this Statement are now effective for reporting periods beginning after June 15, 2021. Some governments have entered into agreements in which variable payments made or received depend on an interbank offer rate. As a result of global reference rate reform, some rates are expected to cease to exist prompting governments to amend or replace financial instruments.

- GASB Statement No. 94, *Public-Private and Public-Public Partnerships and Availability Payment Arrangements*, issued March 2020. The requirements of this Statement are effective for fiscal years beginning after June 15, 2022. The primary objective of this Statement is to improve the financial reporting of addressing issues related to public-private and public-public partnership agreements.

- GASB Statement No. 96, *Subscription-Based Information Technology Arrangements*, issued May 2020. The requirements of this Statement are effective for fiscal years beginning after June 15, 2022. This Statement provides guidance on the accounting and financial reporting for subscription-based information technology arrangements for government end users.

- GASB Statement No. 97, *Certain Component Unit Criteria, and Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans-an amendment of GASB Statements No. 14 and No. 84, and a supersession of GASB Statement No. 32*, issued June 2020. The requirements of this Statement are effective for fiscal years beginning after June 15, 2021. The primary objectives of this Statement are to increase consistency and comparability related to the reporting of fiduciary component units; mitigate costs associated with the reporting of certain defined contribution pension plans; and enhance the relevance, consistency, and comparability of the accounting and financial reporting for Internal Revenue Code (IRC) Section 457 deferred compensation plans.

The Station has not yet determined the effect these Statements will have on the Station’s financial statements and disclosures.

Note 2 – Cash and Cash Equivalents

For financial statement presentation purposes, cash in banks has been combined with the University’s cash equivalents and temporary investments.

Depository funds held in the name of the University are secured by a pool of securities with a value of at least 105% of the total value of monies on deposit at the depository bank. All collateral, both specific and pooled, is held by the Federal Reserve Bank or by a designated trustee as agent for the public depositories used by the University.

The University's cash and cash equivalents at June 30, 2020 and June 30, 2019 consisted of the following:

	2020	2019
Carrying Amount (Cash and cash equivalents)	$ 5,791,497	$ 17,124,401
FDIC Insured	$ 804,129	$ 3,276,286
Uninsured but collateralized by pools of securities pledged by the depository banks	2,701,909	6,851,051
Uninsured but assets held in name of YSU not pledged as collateral elsewhere	3,093,179	8,701,866
Bank Balance	$ 6,599,217	$ 18,829,203

The difference in carrying amount and bank balance is caused by items in transit and outstanding checks. Deposits held in safekeeping by a bank, as trustee or escrow agent, included in cash totaled $17,929 at June 30, 2020 and $17,028 at June 30, 2019, which approximates market. These deposits, including interest on the investments, are retained in the trust for projects funded by bond proceeds and payment of principal and interest on outstanding indebtedness. The University's STAR Plus account deposits are federally insured and totaled $54,129 at June 30, 2020 and $2,526,286 at June 30, 2019.

The Station's cash and cash equivalents are included in these totals and were $1,660,924 and $1,669,985 at June 30, 2020 and June 30, 2019, respectively.

Credit risk for deposits is the risk that, in the event of a bank failure, the University's deposits may not be returned to the University. At June 30, 2020 and June 30, 2019, all uncollateralized or uninsured deposits of the University are exposed to credit risk. The University's investment policy and asset allocation guidelines facilitate the management and monitoring of credit risk.

Note 3 - Investments

The University's investment policy authorizes the University to invest non-endowed and endowed University funds in compliance with provisions of the Ohio Revised Code including House Bill 524, Section 3345.05 of the Ohio Revised Code, and all other applicable laws and regulations.

In accordance with the Policies of the Board of Trustees of the University, investment types are not specifically limited but shall be made with care, skill, prudence, and diligence under the circumstances then prevailing that a prudent person acting in like capacity and familiar with such matters would use in the conduct of an enterprise of a like character and with like aims. Furthermore, investments shall be managed for the use and benefit of the University in a diversified portfolio that focuses, over time, on the preservation of capital, minimization of cost and risk, and maintenance of required levels of liquidity in the overall portfolio to meet cash flow requirements.

The University utilizes an investment advisor and investment managers for endowment funds. University endowment investments were $10,915,812 as of June 30, 2020 and $10,338,298 as of June 30, 2019. The Station's restricted investments represent WYSU-FM's endowment fund, which includes endowment corpus and undistributed investment earnings. Investment income is allocated to the Station's endowment fund on a monthly basis based on the value of WYSU-FM's endowment fund in relation to the total value of the University's endowments. The fair value of the Station's endowment investments was $221,222 as of June 30, 2020 and $215,731 as of June 30, 2019.

The Station's investments measured and reported at fair value are classified according to the following hierarchy:

Level 1 – Investments reflect prices quoted in active markets.

Level 2 – Investments reflect prices that are based on a similar observable asset either directly or indirectly, which may include inputs in markets that are not considered to be active.

Level 3 – Investments reflect prices based upon unobservable sources.

The categorization of investments within the hierarchy is based upon the pricing transparency of the instrument and should not be perceived as the particular investment's risk.

Assets classified in Level 1 of the fair value hierarchy are valued directly from a primary external pricing vendor. Level 2 inputs are valued using a matrix pricing model.

As of June 30, 2020, the Station had the following investments measured at fair value:

	Fair Value Measurement			
	Level 1	Level 2	Level 3	Total
U.S. Government Obligations	$ -	$ 6,194	$ -	$ 6,194
Corporate Bonds	-	25,441	-	25,441
U.S. Government Bonds	-	3,982	-	3,982
Bond Mutual Funds	3,761	-	-	3,761
Preferred Stock	-	4,203	-	4,203
Common Stock	145,564	-	-	145,564
Equity Mutual Funds	32,077	-	-	32,077
Totals	$ 181,402	$ 39,820	$ -	$ 221,222

As of June 30, 2019, the Station had the following investments measured at fair value:

	Fair Value Measurement			
	Level 1	Level 2	Level 3	Total
U.S. Government Obligations	$ -	$ 10,570	$ -	$ 10,570
Corporate Bonds	-	20,279	-	20,279
U.S. Government Bonds	-	10,355	-	10,355
Bond Mutual Funds	3,236	-	-	3,236
Preferred Stock	-	6,472	-	6,472
Common Stock	142,814	-	-	142,814
Equity Mutual Funds	22,005	-	-	22,005
Totals	$ 168,055	$ 47,676	$ -	$ 215,731

As of June 30, 2020, the Station had the following investments and maturities using the segmented time distribution method:

		Investment Maturities (in Years)			
Investment Type	Fair Value	Less than 1	1-5	6-10	More than 10
U.S. Government Obligations	$ 6,194	$ -	$ 6,194	$ -	$ -
Corporate Bonds	25,441	11,282	14,159	-	-
U.S. Government Bonds	3,982	-	1,991	1,991	-
Bond Mutual Funds	3,761	3,761	-	-	-
Preferred Stock	4,203	4,203	-	-	-
Common Stock	145,564	145,564	-	-	-
Equity Mutual Funds	32,077	32,077	-	-	-
Totals	$ 221,222	$ 196,887	$ 22,344	$ 1,991	$ -

All callable stocks were assumed to mature in less than one year.

As of June 30, 2019, the Station had the following investments and maturities using the segmented time distribution method:

		Investment Maturities (in Years)			
Investment Type	Fair Value	Less than 1	1-5	6-10	More than 10
U.S. Government Obligations	$ 10,570	$ 4,314	$ 6,256	$ -	$ -
Corporate Bonds	20,279	-	20,279	-	-
U.S. Government Bonds	10,355	4,099	6,256	-	-
Bond Mutual Funds	3,236	3,236	-	-	-
Preferred Stock	6,472	6,472	-	-	-
Common Stock	142,814	142,814	-	-	-
Equity Mutual Funds	22,005	22,005	-	-	-
Totals	$ 215,731	$ 182,940	$ 32,791	$ -	$ -

All callable stocks were assumed to mature in less than one year.

As of June 30, 2020, investments had the following quality credit ratings:

Investment Type	Fair Value	Aaa	Aa	A	Baa	Unrated
Corporate Bonds	$ 25,441	$ 5,602	$ 6,239	$ 13,600	$ -	$ -
U.S. Government Bonds	3,982	-	3,982	-	-	-
Bond Mutual Funds	3,761	1,701	105	375	1,420	160
Totals	$ 33,184	$ 7,303	$ 10,326	$ 13,975	$ 1,420	$ 160

As of June 30, 2019, investments had the following quality credit ratings:

Investment Type	Fair Value	Aaa	Aa	A	Baa	Unrated
Corporate Bonds	$ 20,279	$ 5,527	$ 6,331	$ 8,421	$ -	$ -
U.S. Government Bonds	10,355	10,355	-	-	-	-
Bond Mutual Funds	3,236	771	799	352	1,138	176
Totals	$ 33,870	$ 16,653	$ 7,130	$ 8,773	$ 1,138	$ 176

Interest Rate Risk - Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The University's investment policy and asset allocation guidelines facilitate the management and monitoring of its exposure to fair value losses arising from increasing interest rates.

Credit Risk - Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. Credit quality, as commonly expressed in terms of credit ratings issued by nationally recognized statistical rating organizations such as Moody's Investors Services, Standard & Poor's or Fitch rating provides a current depiction of potential variable cash flows and credit risk. The University's investment policy and asset allocation guidelines contain provisions to manage credit risk.

Custodial Credit Risk - Custodial credit risk is the risk that in the event of the failure of the counterparty to a transaction, the University will not be able to recover the value of investments or collateral securities that are in the possession of an outside party. Investments that are both unregistered and uninsured are exposed to custodial credit risk if investments are held by the counterparty or are held by the counterparty's trust department or agent but not in the name of the University. At June 30, 2020 and 2019, the University had no exposure to custodial credit risk. The University does not address custodial credit risk in its investment policy and asset allocation guidelines.

Concentration of Credit Risk – Concentration of credit risk is the risk of loss attributed to the magnitude of investment in a single issuer. As of June 30, 2020, $5,577,910 or 8% of the University's portfolio was held in an intermediate bond fund compared to $5,389,907 or 8% at June 30, 2019.

Foreign Currency Risk - Foreign currency risk is the risk that changes in exchange rates will adversely affect the fair value of an investment or deposit. At June 30, 2020 and 2019, the University had no material exposure to foreign currency risk. The University does not address foreign currency risk in its investment policy and asset allocation guidelines.

Note 4 – Capital Assets

Capital assets activity for the year ended June 30, 2020 was as follows:

	Beginning Balance	Additions	Reductions	Ending Balance
Depreciable assets:				
Antenna and tower	$ 512,606	$ 88,054	$ -	$ 600,660
Studio and broadcast equipment	269,421	12,310	-	281,731
Total cost	782,027	100,364	-	882,391
Less: Accumulated depreciation	690,758	38,397	-	729,155
Capital assets, net	$ 91,269	$ 61,967	$ -	$ 153,236

Capital assets activity for the year ended June 30, 2019 was as follows:

	Beginning Balance	Additions	Reductions	Ending Balance
Depreciable assets:				
Antenna and tower	$ 548,857	$ -	$ 36,251	$ 512,606
Studio and broadcast equipment	269,421	-	-	269,421
Total cost	818,278	-	36,251	782,027
Less: Accumulated depreciation	692,795	34,214	36,251	690,758
Capital assets, net	$ 125,483	$ (34,214)	$ -	$ 91,269

Note 5 – Compensated Absences

Compensated Absences at June 30, 2020 and June 30, 2019 were as follows:

	2020	2019
Beginning Balance	$ 77,670	$ 106,293
Additions	-	-
Reductions	10,601	28,623
Ending Balance	67,069	77,670
Less: current portion	5,618	7,721
Compensated Absences, noncurrent portion	$ 61,451	$ 69,949

Note 6 – Employee Benefit Plans

Plan Descriptions

The Station participates in the Ohio Public Employees Retirement System (OPERS), statewide, cost-sharing, multiple-employer defined benefit public employee retirement system governed by the Ohio Revised Code (ORC) that covers all employees of the Station. The system has multiple retirement plan options available to its members, with three options. The system provides retirement, survivor, and disability benefits to plan members and their beneficiaries. The system also provides post-employment health care benefits (including Medicare B premiums) to retirees and beneficiaries who elect to receive those benefits.

The retirement system issues a publicly available financial report that includes financial statements and required supplementary information for the pension and post-employment health care plans. The report may be obtained by contacting:

Ohio Public Employees Retirement System
277 East Town Street
Columbus, Ohio 43215
(800) 222-7377
www.opers.org

Contributions

State retirement law requires contributions by covered employees and their employers, and Chapter 3307 of the Ohio Revised Code (ORC) limits the maximum rate of contributions. The retirement board of the system sets contributions rates within the allowable limits. The adequacy of employer contribution rates is determined annually by actuarial valuation using the entry age normal cost method. Under these provisions, the Station's contribution is expected to finance the costs of benefits earned by employees during the year, with an additional amount to finance a portion of the unfunded accrued liability.

Member contributions are set at the maximums authorized by the ORC. The plan's 2020 and 2019 employer and member contribution rates on covered payroll to each system are:

	Employer Contribution Rate					Member Contribution Rate
	Pension	Post-Retirement Healthcare	Death Benefits	Medicare B	Total	Total
OPERS-State/Local	14.0%	0.0%	0.0%	0.0%	14.0%	10.0%

The required and actual contributions to the plans are:

	2020		2019	
	Pension	OPEB	Pension	OPEB
OPERS	$ 57,331	-	$ 66,200	-

Benefits Provided

OPERS

Plan benefits are established under Chapter 145 of the ORC, as amended by Substitute Senate Bill 343 in 2012. The requirements to retire depends on years of service (5 to 30 years) and from attaining the age of 48 to 62, depending on when the employee became a member. Members retiring before age 65 with less than 30 years' service credit receive a percentage reduction in benefit, except for public safety and law enforcement participants. Member retirement benefits are calculated on a formula that considers years of service (5-30 years), age (48-62 years) and final average salary, using a factor ranging from 1 percent to 2.5 percent.

A plan member who becomes disabled before age 60 or at any age, depending on when the member entered the plan, and has completed 60 contributing months is eligible for a disability benefit.

A death benefit of $500 - $2,500 is determined by the number of years of service credit of the retiree. Benefits may transfer to a beneficiary upon death with 1.5 years of service credits with the plan obtained within the last 2.5 years, except for law enforcement and public safety personnel who are eligible immediately upon employment.

Benefit terms provide for annual cost-of-living adjustments to each employee's retirement allowance subsequent to the employee's retirement date. The annual adjustment, if applicable, is 3 percent, or an amount based on the average percentage increase in the Consumer Price Index, capped at 3 percent.

Net Pension Liability, Deferrals, and Pension Expense

At June 30, 2020 and 2019, the Station reported a liability for its proportionate share of the net pension liability of OPERS. For June 30, 2020, the net pension liability was measured as of December 31, 2019. For June 30, 2019, the net pension liability was measured as of December 31, 2018. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of those dates. The University's proportion of the net pension liability was based on a projection of its long-term share of contributions to the pension plan relative to the projected contributions of all participating reporting units, actuarially determined. At June 30, 2020 and 2019, the University's proportionate share of the net pension liability was 0.245% and 0.258%, respectively. The amount the University allocated to the Station is based on total retirement contributions for the Station's employees as a percentage of the total retirement contributions for the University. At June 30, 2020 and 2019, the Station's allocation of the University's proportion was 1.23% and 1.27%, respectively.

Plan	Measurement Date	Net Pension Liability 2020	2019	Proportionate Share 2020	2019	Percent Change 2019-20	Percent Change 2018-19
OPERS	December 31	$588,367	$873,855	0.003009%	0.003204%	-0.000195%	-0.001087%

For the years ended June 30, 2020 and 2019, the Station recognized pension expense of $68,393 and $186,901, respectively. At June 30, 2020 and 2019, the Station reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	2020		2019	
	Deferred Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	$ 219	$ 9,280	$ 353	$ 12,994
Changes of assumptions	32,603	-	77,823	611
Net difference between projected and actual earnings on pension plan investments	-	119,844	119,899	-
Changes in proportion and differences between University contributions and proportionate share of contributions	213	22,635	116	7,773
University contributions subsequent to the measurement date	32,641	-	33,654	-
Totals	$ 65,676	$ 151,759	$ 231,845	$ 21,378

Amounts reported as deferred outflows of resources/ (deferred inflows of resources) related to pensions will be recognized in pension expense as follows:

Year Ended June 30	Amount
2021	$ (28,930)
2022	(46,543)
2023	4,759
2024	(47,719)
2025	(96)
Thereafter	(195)
Totals	$ (118,724)

In addition, the contributions subsequent to the measurement date will be included as a reduction of the net pension liability in the next year.

Net OPEB Liability, Deferrals, and OPEB Expense

At June 30, 2020, the Station reported a liability for its proportionate share of the net OPEB liability of OPERS. For June 30, 2020, the net OPEB liability was measured as of December 31, 2019. For June 30, 2019, the net OPEB liability was measured as of December 31, 2018. The total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation dated December 31, 2018 and 2017, respectively, rolled forward to the measurement date by incorporating the expected value of health care cost accruals, the actual health care payments, and interest accruals during the year for the defined benefit health care plans.

Typically, the Station's proportion of the net OPEB liability would be based on a projection of its long-term share of contributions to the OPEB plan relative to the projected contributions of all participating reporting units, actuarially determined, except as noted below.

For plan years ending December 31, 2019 and 2018, OPERS did not allocate employer contributions to the OPEB plan. Therefore, OPERS' calculation of the employers' proportionate share is based on total contributions to the plan for both pension and OPEB. At June 30, 2020 and 2019, the University's proportionate share of the net OPEB liability was 0.242% and 0.256%, respectively. The amount the University allocated to the Station is based on total retirement contributions for the Station's employees as a percentage of the total retirement contributions for the University. At June 30, 2020 and 2019, the Station's allocation of the University's proportion was 1.23% and 1.27%, respectively.

Plan	Measurement Date	Net OPEB Liability 2020	Net OPEB Liability 2019	Proportionate Share 2020	Proportionate Share 2019	Percent Change 2019-20	Percent Change 2018-19
OPERS	December 31	$ 411,635	$ 303,125	0.002980%	0.002325%	0.000655%	-0.000789%

For the years ended June 30, 2020 and 2019, the Station recognized OPEB expense of $223,535 and ($143,631), respectively. At June 30, 2020 and 2019, the Station reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources.

	2020		2019	
	Deferred Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	$ 11	$ 37,644	$ 234	$ 953
Changes of assumptions	65,155	-	21,943	12,169
Net difference between projected and actual earnings on OPEB investments	-	20,960	13,897	-
Changes in proportion and differences between University contributions and proportionate share of contributions	77	12,835	85,877	-
University contributions subsequent to the measurement date	-	-	-	-
Totals	$ 65,243	$ 71,439	$ 121,951	$ 13,122

Amounts reported as deferred outflows of resources/ (deferred inflows of resources) related to OPEB will be recognized in OPEB expense as follows:

Year Ended June 30	Amount
2021	$ 3,030
2022	(287)
2023	17
2024	(8,956)
2025	-
Thereafter	-
Totals	$ (6,196)

In addition, if applicable, the contributions subsequent to the measurement date will be included as a reduction of the net OPEB liability in the next year.

Actuarial Assumptions

The total pension liability and OPEB liability is based on the results of an actuarial valuation and were determined using the following actuarial assumptions for the Station's current year.

	OPERS
Valuation date - Pension	December 31, 2019
Valuation date - OPEB	December 31, 2018
Actuarial cost method	Individual entry age
Cost of living	1.40% - 3.00%
Salary increases, including inflation	3.25% - 10.75%
Inflation	3.25%
Investment rate of return - Pension	7.20%, net of investment expense, including inflation
Investment rate of return - OPEB	6.00%, net of investment expense, including inflation
Health care cost trend rates	10.5% initial, 3.50% ultimate in 2030
Experience study date	Period of 5 years ended December 31, 2015
Mortality basis	RP-2014 Healthy Annuitant Mortality Table

The following are actuarial assumptions for the University's prior year:

	OPERS
Valuation date - Pension	December 31, 2018
Valuation date - OPEB	December 31, 2017
Actuarial cost method	Individual entry age
Cost of living	2.50% - 3.00%
Salary increases, including inflation	3.25% - 10.75%
Inflation	2.50%
Investment rate of return - Pension	7.20%, net of investment expense, including inflation
Investment rate of return - OPEB	6.00%, net of investment expense, including inflation
Health care cost trend rates	10.0% initial, 3.25% ultimate in 2029
Experience study date	Period of 5 years ended December 31, 2015
Mortality basis	RP-2014 Healthy Annuitant Mortality Table

Pension Discount Rate

The projection of cash flows used to determine the discount rate assumed that employee contributions will be made at the current contribution rate and that employer contributions will be made at contractually required rates for all plans. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments for current active and inactive employees. 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. The discount rates used to measure the total pension liability for OPERS were 7.20 percent for the plan years ended December 31, 2019 and 2018, respectively.

OPEB Discount Rate

The projection of cash flows used to determine the discount rate assumed that employee contributions will be made at the current contribution rate and that employer contributions will be made at contractually required rates for all plans. Plans that project fiduciary net position to be insufficient to make all projected future benefit payments for current active and inactive employees used a blended discount rate between the long-term expected rate of return on plan investments and a 20-year municipal bond rate applied to all periods of projected benefit payments to determine the total OPEB liability.

OPERS OPEB Discount Rate **-** The discount rates used to measure the total OPEB liability were 3.16 percent and 3.96 percent for the plan years ended December 31, 2019 and 2018, respectively. At December 31, 2019 and 2018, the plan's fiduciary net position was projected to become insufficient to make all projected future benefit payments for current active and inactive employees. Therefore, a blended rate was used, which consisted of the long-term expected rate of return on OPEB plan investments for the funded benefit payments of 6.00 percent and the Fidelity 20-year Municipal General Obligation AA Index rate of 2.75 percent and 3.71 percent at December 31, 2019 and December 31, 2018, respectively. At December 31, 2019, the long-term expected rate of return on health care investments was applied to projected costs through the year 2034, and the municipal bond rate was applied to all health care costs after that date. At December 31, 2018, the long-term expected rate of return on health care investments was applied to projected costs through the year 2031, and the municipal bond rate was applied to all health care costs after that date.

The long-term expected rate of return on pension plan and OPEB plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of plan investment expense and inflation) 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 and by adding expected inflation. OPERS has two different portfolios of investment, a defined benefit portfolio for pension and health care portfolio for OPEB. As a result, there are different target allocations and long-term expected real rates of return disclosed for each portfolio. The target allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table as of the dates listed below:

OPERS as of 12/31/19				
	Pension Portfolio		Health Care Portfolio	
Investment Category	Target Allocation	Long-Term expected Real Rate of Return	Target Allocation	Long-Term expected Real Rate of Return
Fixed income	25.0%	1.83%	36.0%	1.53%
Domestic Equities	19.0%	5.75%	21.0%	5.75%
Real Estate	10.0%	5.20%	0.0%	0.00%
Private Equity	12.0%	10.70%	0.0%	0.00%
International Equity	21.0%	7.66%	23.0%	7.66%
REITs	0.0%	0.00%	6.0%	5.69%
Other Invesments	13.0%	4.98%	14.0%	4.90%
	100.0%		100.0%	

OPERS as of 12/31/18

Investment Category	Pension Portfolio Target Allocation	Pension Portfolio Long-Term expected Real Rate of Return	Health Care Portfolio Target Allocation	Health Care Portfolio Long-Term expected Real Rate of Return
Fixed income	23.0%	2.79%	34.0%	2.42%
Domestic Equities	19.0%	6.21%	21.0%	6.21%
Real Estate	10.0%	4.90%	0.0%	0.00%
Private Equity	10.0%	10.81%	0.0%	0.00%
International Equity	20.0%	7.83%	22.0%	7.83%
REITs	0.0%	0.00%	6.0%	5.98%
Other Invesments	18.0%	5.50%	17.0%	5.57%
	100.0%		100.0%	

Sensitivity of the net pension liability to changes in the discount rate

The following presents the net pension liability of the Station calculated using the discount rate listed below, as well as what the Station's net pension liability would be if it were calculated using a discount rate that is 1.00 percentage-point lower or 1.00 percentage-point higher than the current rate.

2020 ($ in thousands)

Plan	1% Decrease		Current Discount Rate		1% Increase	
OPERS	6.20%	$ 978	7.20%	$ 588	8.20%	$ 238

2019 ($ in thousands)

Plan	1% Decrease		Current Discount Rate		1% Increase	
OPERS	6.20%	$ 1,295	7.20%	$ 874	8.20%	$ 524

Sensitivity of the net OPEB liability to changes in the discount rate

The following presents the net OPEB liability of the Station, calculated using the discount rate listed below, as well as what the Station's net OPEB liability would be if it were calculated using a discount rate that is 1.00 percentage point lower or 1.00 percentage point higher than the current rate:

2020 ($ in thousands)

Plan	1% Decrease		Current Discount Rate		1% Increase	
OPERS	2.16%	$ 539	3.16%	$ 412	4.16%	$ 310

2019 ($ in thousands)

Plan	1% Decrease		Current Discount Rate		1% Increase	
OPERS	2.96%	$ 338	3.96%	$ 303	4.96%	$ 236

Sensitivity of the net OPEB liability to changes in the health care cost trend rate

The following presents the net OPEB liability of the Station, calculated using the healthcare cost trend rate listed below, as well as what the Station's net OPEB liability would be if it were calculated using a health care cost trend rate that is 1.00 percentage point lower or 1.00 percentage point higher than the current rate:

Plan	1% Decrease	Current Trend Rate	1% Increase
OPERS	$399	$412	$424

		2019 ($ in thousands)	
Plan	1% Decrease	Current Trend Rate	1% Increase
OPERS	$291	$303	$317

Pension plan and OPEB plan fiduciary net position

Detailed information about the pension plan's fiduciary net position is available in the separately issued OPERS financial report.

Benefit changes

Effective in 2022, OPERS will replace the current self-insured group plan with a marketplace concept for pre-Medicare retirees.

Assumption changes

During the measurement period ended December 31, 2018, certain assumption changes were made by the plan. The OPERS pension discount rate was reduced from 7.5 percent to 7.2 percent, which impacted the annual actuarial valuation for pension prepared as of December 31, 2018.

Payable to the Pension Plan and OPEB Plan

The Station reported a payable of $4,053 and $10,828 for the outstanding amount of contributions to the OPERS pension plan required for the years ended June 30, 2020 and June 30, 2019, respectively.

Defined Contribution Pension Plan

The Alternative Retirement Plan (ARP) is a defined contribution pension plan, under IRS Section 401(a), and established by Ohio Amended Substitute House Bill 586 (ORC 3305.02) on March 31, 1997, for public institutions of higher education. The University's Board of Trustees adopted the University's plan on December 11, 1998. Full-time employees are eligible to choose a provider, in lieu of OPERS, from the list of nine providers currently approved by the Ohio Department of Insurance and who hold agreements with the University. Employee and employer contributions equal to those required by OPERS are required for the ARP, less any amounts required to be remitted to the state retirement system in which the employee would otherwise have been enrolled.

Eligible employees have 120 days from their date of hire to make an irrevocable election to participate in the ARP. Under this plan, employees who would have otherwise been required to be in OPERS, and who elect to participate in the ARP, must contribute the employee's share of retirement contributions to one of nine private providers approved by the Ohio Department of Insurance. The legislation mandates that the employer must contribute an amount to the state retirement system to which the employee would have otherwise belonged, based on an independent actuarial study commissioned by the Ohio Retirement Study Council and submitted to the Ohio Department of Higher Education. That amount is 2.44 percent for OPERS for the years ended June 30, 2020 and 2019. If the employee was hired on or after August 2005, the employer contributes 6.00 percent. The employer also contributes what would have been the employer's contribution under OPERS, less the aforementioned percentages, to the private provider selected by the employee. The University plan provides these employees with immediate plan vesting. The ARP does not provide disability benefits, survivor benefits, or postretirement health care. Benefits are entirely dependent on the sum of contributions and investment returns earned by each participant's choice of investment options. OPERS also offer a defined contribution plan and a combined plan with features of both a defined contribution plan and a defined benefit plan. There were no contributions made to the ARP for the fiscal years ended June 30, 2020 and 2019. Contributions were equal to the required contributions for each year.

Note 7 - Related Party

Youngstown State University Foundation is a legally separate nonprofit organization exempt from federal income tax and classified as a public charity. The Foundation is devoted to the support, expansion, and development of educational programs at the University that are useful and beneficial to the students and the community. During fiscal year 2015, the University entered into a development services agreement with the Foundation, wherein the Foundation raises and maintains donations on behalf of the University. The Foundation remits all related funds received on a monthly basis.

The operations of WYSU-FM are supported by general appropriations from the University. The University's support allocation totaled $409,538 and $518,883 in direct support for fiscal years 2020 and 2019, respectively, and $268,849 and $196,064 in indirect administrative support and donated facilities.

Note 8 – Risk Management

WYSU-FM is included in the University's insurance programs. The University 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. The University has joined with other state-assisted universities in Ohio to form an insurance pool for the acquisition of commercial property and casualty insurance. The University pays annual premiums to the pool for its property and casualty insurance coverage based on its percentage of the total insurance value to the pool. Future contributions will be adjusted based upon each University's loss history. The University had no significant reductions in coverage from the prior year. Insurance settlements have not exceeded insurance coverage for each of the past three fiscal years.

Note 9 – COVID-19 Pandemic

On March 11, 2020, the World Health Organization declared the outbreak of a respiratory disease caused by a new coronavirus a pandemic, now known as COVID-19. In response to the COVID-19 pandemic, governments have taken preventative or protective actions, such as temporary closures of non-essential businesses and "shelter-at-home" guidelines for individuals. As a result, the global economy has been negatively affected, and the Station's operations were also impacted. Due to the "shelter-at-home" guidelines during April and May 2020, the Station expanded its remote operations capabilities. Four remote studios were purchased and were integrated into the Station's normal operations. These units enable staff to broadcast remotely in the event they are not permitted on campus or cannot reach the studios for any reason. The Station also had fundraising and live events cancelled or temporarily postponed until the "shelter-at-home" guidelines were reduced or removed, which resulted in lost revenues for the Station for the year ended June 30, 2020. In response, the Station instituted measures to reduce personnel expenses, including a temporary layoff, furloughs, and pay reductions.

To offset the financial impact to students and the losses incurred by the University due to the disruption caused by COVID-19, the University received grants and other relief primarily from the Coronavirus Aid, Relief, and Economics Security (CARES) Act. The University's allocation of Higher Education Emergency Relief Fund (HEERF) grants totaled $10,376,462, of which 50% was required to be given directly to students. For the year ended June 30, 2020, the University recognized HEERF grant revenue totaling $6,045,135, of which $3,200,000 was provided as emergency grants to students and $2,845,134 was used to reimburse the University for loss of tuition and fees revenue. The Station received an allocation of emergency stabilization funds for public media included in the Coronavirus Aid, Relief, and Economics Security (CARES) Act, which was awarded by an advisory group convened by the Corporation for Public Broadcasting (CPB). The Station's allocation of emergency stabilization funds totaled $75,000 and is reflected as federal appropriations in the Statement of Revenues, Expenses, and Changes in Net Position. In addition, in July 2020, the University received other emergency relief in the form of Coronavirus Relief Fund (CRF) through the Ohio Department of Higher Education (ODHE) in the amount of $3,924,308. Expenses incurred through June 30, 2020 that are eligible for reimbursement in fiscal year 2021 totaled $1,079,230, of which $17,914 were incurred by the Station. The severity of the continued impact due to COVID-19 on the University's financial condition, results of operations or cash flows will depend on a number of factors, including, but not limited to, the duration and severity of the pandemic and the extent and severity of the impact on the University's community, all of which are uncertain and cannot be predicted.

Note 10 – Restatement of Fiscal Year 2019 Financial Statements

Certain line items have been restated in the Statements of Net Position, Statements of Revenues, Expenses and Changes in Net Position, Statements of Cash Flows, and related notes to the financial statements for the fiscal year ended June 30, 2019, to reflect the recognition of the full amount of the Corporation for Public Broadcasting grant in the fiscal year awarded. Changes to the fiscal year 2019 financial statement line items are summarized as follows:

	6/30/19 Originally Reported	Restatement for Unearned Revenue	6/30/19 Restated
Statements of Net Position:			
Liabilities			
Unearned revenue	$ 140,826	$ (126,447)	$ 14,379
Total Current Liabilities	171,108	(126,447)	44,661
Total Liabilities	1,418,037	(126,447)	1,291,590
Net Position			
Restricted, expendable	$ 108,580	$ 33,547	$ 142,127
Unrestricted	597,878	92,900	690,778
Total Net Position	905,880	126,447	1,032,327
Statements of Revenues, Expenses and Changes in Net Position:			
Operating Revenues			
Corporation for Public Broadcasting grant	$ 130,459	$ (4,012)	$ 126,447
Total Operating Revenues	437,041	(4,012)	433,029
Net Position			
Net position at Beginning of the Year	$ 844,760	$ 130,459	$ 975,219
Net position at End of the Year	905,880	126,447	1,032,327
Statement of Cash Flows:			
Operating loss	$ (940,566)	$ (4,012)	$ (944,578)
Changes in accounts payable, payroll liabilties, compensated absences, and unearned revenue	(33,894)	4,012	(29,882)

Schedule of the Station's Proportionate Share of the Net Pension Liability
Plan Years Ended 2014 to 2019

Plan Year	Station's proportion of the net pension liability (asset)	Station's proportionate share of the net pension liability (asset)	Station's covered payroll	Station's proportionate share of the collective net pension liability as a percentage of the employer's covered payroll	Plan fiduciary net position as a percentage of the total pension liability
Ohio Public Employees Retirement System (OPERS)					
2019	0.003009%	$ 588,367	$ 450,235	130.68%	82.44%
2018	0.003204%	$ 873,885	$ 473,020	184.74%	78.00%
2017	0.003238%	$ 503,458	$ 464,796	108.32%	79.00%
2016	0.003304%	$ 748,429	$ 461,655	162.12%	80.00%
2015	0.003450%	$ 595,414	$ 462,132	128.84%	80.00%
2014	0.003470%	$ 416,913	$ 445,112	93.66%	84.00%

The plan year ends on December 31 for OPERS.

REQUIRED SUPPLEMENTARY INFORMATION

Schedules of the Station's Pension Contributions

Fiscal Year	Statutorily required contribution	Contributions in relation to the statutorily required contributions	Annual contribution deficiency	Station's covered payroll	Conributions recognized by the pension plan in relation to the statutorily or contractually required employer contribution as a percent of the employer's covered payroll
Ohio Public Employees Retirement System (OPERS)					
2020	$ 57,331	$ 57,331	$ -	$ 409,509	14.00%
2019	$ 65,665	$ 65,665	$ -	$ 472,860	13.89%
2018	$ 63,928	$ 63,928	$ -	$ 474,256	13.48%
2017	$ 57,269	$ 57,269	$ -	$ 459,488	12.47%
2016	$ 55,912	$ 55,912	$ -	$ 465,061	12.02%
2015	$ 55,579	$ 55,579	$ -	$ 461,406	12.05%

Changes of benefit terms
There were no changes in benefit terms affecting the OPERS plan.

Changes of assumptions
OPERS – During the plan year ended December 31, 2018, the discount rate was reduced from 7.5% to 7.2%. During the plan year ended December 31, 2016, there were changes to several assumptions for OPERS. The wage inflation dropped from 3.75% to 3.25%. The projected salary increase range changed from 4.25%-10.05% to 3.25%-10.75%. The mortality tables used changed from RP-2000 to RP-2014.

REQUIRED SUPPLEMENTARY INFORMATION

Schedules of the Station's Proportionate Share of the Net OPEB Liability
Plan Years Ended 2017 to 2019

Plan Year	Stations's proportion of the net OPEB liability (asset)	Station's proportionate share of the net OPEB liability (asset)	Station's covered payroll	Station's proportionate share of the collective net OPEB liability as a percentage of the employer's covered payroll	Plan fiduciary net position as a percentage of the total OPEB liability
Ohio Public Employees Retirement System (OPERS)					
2019	0.002980%	$ 411,635	$ 450,235	91.43%	47.80%
2018	0.002325%	$ 303,125	$ 473,020	64.09%	65.40%
2017	0.003114%	$ 338,157	$ 464,796	72.76%	60.70%

The plan year ends on December 31 for OPERS.

Schedules of the Station's OPEB Contributions

Fiscal Year	Statutorily required contribution	Contributions in relation to the statutorily required contributions	Annual contribution deficiency	Station's covered payroll	Conributions recognized by the OPEB plan in relation to the statutorily or contractually required employer contribution as a percent of the employer's covered payroll
Ohio Public Employees Retirement System (OPERS)					
2020	$ -	$ -	$ -	$ 409,509	0.00%
2019	$ -	$ -	$ -	$ 472,860	0.00%
2018	$ 2,468	$ 2,468	$ -	$ 474,256	0.52%

Changes of benefit terms

There were no significant changes in benefit terms affecting the OPERS plan for the plan year ended December 31, 2019.

Changes of assumptions

OPERS - During the plan year ended December 31, 2019, there were changes to several assumptions for OPERS. The health care cost trend rates decreased from 10.0% initial and 3.25% ultimate to 10.5% initial and 3.5% ultimate. The discount rate was reduced from 3.96% to 3.16%.

Supplementary Information

Schedule of Nonfederal Financial Support
for the Year Ended June 30, 2020

Direct Income	$	856,456
Indirect Administrative Support		268,849
In-Kind Contributions of Services and Other Assets		150,406
Total Nonfederal Financial Support	$	1,275,711

Plante & Moran, PLLC
Suite 100
250 S. High Street
Columbus, OH 43215
Tel: 614.849.3000
Fax: 614.221.3535
plantemoran.com

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*

Independent Auditor's Report

To Management and the Board of Trustees
WYSU-FM Youngstown State University Radio

We have audited, 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, the financial statements of WYSU-FM Youngstown State University Radio (the "Station"), a department of Youngstown State University, which comprise the basic statement of net position as of June 30, 2020 and the related basic statements of revenues, expenses, and changes in net position and cash flows for the year then ended, and the related notes to the financial statements and have issued our report thereon dated November 30, 2020.

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) to determine the 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 Station'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. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

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 determination of financial statement amounts. 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.*

To Management and the Board of Trustees
WYSU-FM Youngstown State University Radio

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 Station'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 Station's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Plante & Moran, PLLC

November 30, 2020

YOUNGSTOWN
STATE
UNIVERSITY

OHIO AUDITOR OF STATE
KEITH FABER

YOUNGSTOWN STATE UNIVERSITY - WYSU-FM

MAHONING 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 12/31/2020

88 East Broad Street, Columbus, Ohio 43215
Phone: 614-466-4514 or 800-282-0370