



**WTVI PBS CHARLOTTE**

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

 **PBS Charlotte**

# FINANCIAL STATEMENT REPORT

FOR THE YEAR ENDED JUNE 30, 2025

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

FINANCIAL STATEMENTS AND  
ACCOMPANYING INFORMATION

*As of and for the Years Ended June 30, 2025 and 2024*

*And Report of Independent Auditor*

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

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

### Opinions

We have audited the accompanying financial statements of WTVI-PBS Charlotte, a Public Communications Department of Central Piedmont Community College (the “Station”) and the discretely presented component unit, WTVI Foundation, Inc. (the “Foundation”), as of and for the years ended June 30, 2025 and 2024, and the related notes to the financial statements, which collectively comprise the Station’s basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Station and the Foundation as of June 30, 2025 and 2024, and the changes in their financial position and their cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

### Basis for Opinions

We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the *Auditor’s Responsibilities for the Audit of the Financial Statements* section of our report. We are required to be independent of the Station and the Foundation and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audits. We believe the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

### Emphasis of Matter

As discussed in Note 1, the financial statements of the Station and the Foundation are intended to present the net position, changes in financial position, and the cash flows of only that portion of Central Piedmont Community College that is attributable to the transactions of the Station and the Foundation. The financial statements do not purport to, and do not, present fairly the net position of the Central Piedmont Community College as of June 30, 2025 and 2024, the changes in its financial position, or its cash flows for the years then ended in conformity with accounting principles generally accepted in the United States of America. Our opinions are not modified with respect to this matter.

As described in Note 18, beginning net position was restated due to the adoption of Governmental Accounting Standards Board Statement No. 101, *Compensated Absences*. Our opinions are not modified with respect to this matter.

### Responsibilities of Management for the Financial Statements

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

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

## **Auditor's Responsibilities for the Audit of the Financial Statements**

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

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

- Exercise professional judgment and maintain professional skepticism throughout the audits.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audits in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Station's and the Foundation's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Station's and the Foundation's ability to continue as a going concern for a reasonable period of time.

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

## **Other Matters**

### ***Required Supplementary Information***

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the management's discussion and analysis in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

**Supplementary Information**

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

*Cherry Bekaert LLP*

Charlotte, North Carolina  
December 16, 2025

**WTVI-PBS Charlotte**  
**(A Public Communications Department**  
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**Central Piedmont Community College)**  
MANAGEMENT'S DISCUSSION AND ANALYSIS

*JUNE 30, 2025 and 2024*

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## **INTRODUCTION**

The following discussion and analysis provides an overview of the financial position and activities of WTVI – PBS Charlotte (the “Station”) for the years ended June 30, 2025, 2024, and 2023. This discussion has been prepared by management and should be read in conjunction with the financial statements and accompanying notes to the financial statements which follow this section.

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

The College is a comprehensive public two-year college serving approximately 52,000 community residents annually and has approximately 2,200 full and part-time employees in eight locations including six campuses in the Charlotte-Mecklenburg region of North Carolina. The College offers a broad range of college transfer, associate, and technical degree programs. The College offers nearly 300 degree, diploma, and certification programs, customized corporate training, market-focused continuing education, and special interest classes.

### **2025 Highlights**

The Station’s cash flow from operations was \$(71,483), \$54,194, and \$439,275, for the years ended June 30, 2025, 2024, and 2023, respectively. For the year ended June 30, 2025, the Station had a positive cash balance for the fifth consecutive year since the College acquired the Station on July 3, 2012.

For the ninth consecutive year, the Station exceeded \$1 million in contribution revenue and the number of individual donors increased reaching a total of over 14,500 donors. The continued rise in number of donors indicates a growing commitment from the local community in support of the Station.

During the year ended June 30, 2025, the Station experienced a decrease in revenues and an increase in expenses. The decrease in revenues was largely due to the decrease in program underwriting and tower lease income.

The increase in expenses was primarily attributable to an increase in public broadcasting station dues. The Station’s operating revenues were \$5,554,955, \$5,562,062, and \$5,633,076 for the years ended June 30, 2025, 2024, and 2023, respectively. The Station’s operating expenses were \$5,493,778, \$5,330,222, and \$4,766,366 for the years ended June 30, 2025, 2024, and 2023, respectively. The Station’s operating income was \$ 61,177, \$231,840, and \$866,710 for the years ended June 30, 2025, 2024, and 2023, respectively.

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MANAGEMENT’S DISCUSSION AND ANALYSIS

JUNE 30, 2025 and 2024

**2025 Highlights (continued)**

In the past year, WTVI – PBS Charlotte continued to make a meaningful impact across the Charlotte region. PBS KIDS online content engaged more than 100,000 families each month, while over 13,000 teachers and caregivers monthly accessed PBS Learning Media, providing free, standards-aligned digital resources that strengthen student learning. Thanks to the generosity of our community, we distributed more than 5,000 books to help children in Title I schools build their personal libraries. We also welcomed nearly 550 community members for behind-the-scenes station tours, deepening connections with local viewers. A highlight of the year was hosting beloved PBS travel expert Rick Steves for a packed lecture that inspired and delighted our audience.

**SUMMARIZED FINANCIAL STATEMENTS**

**Statements of Net Position**

***Assets and Deferred Outflows of Resources***

A summary of the Station’s assets and deferred outflows of resources as of June 30, 2025, 2024, and 2023 is shown in the table below:

	<b>2025</b>	<b>2024</b> <b>Restated</b>	<b>2023</b>
Assets:			
Current	\$ 2,629,891	\$ 2,475,591	\$ 2,162,934
Capital assets, net	939,196	1,127,473	1,338,816
Non-capital assets	983,244	897,036	1,087,152
<b>Total Assets</b>	<b>4,552,331</b>	<b>4,500,100</b>	<b>4,588,902</b>
Deferred outflows of resources related to pensions	486,382	612,827	566,952
Deferred outflows of resources related to other postemployment benefits	540,259	270,209	223,175
<b>Total Deferred Outflows of Resources</b>	<b>1,026,641</b>	<b>883,036</b>	<b>790,127</b>
<b>Total Assets and Deferred Outflows of Resources</b>	<b>\$ 5,578,972</b>	<b>\$ 5,383,136</b>	<b>\$ 5,379,029</b>

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MANAGEMENT'S DISCUSSION AND ANALYSIS

JUNE 30, 2025 and 2024

**Assets and Deferred Outflows of Resources (continued)**

The increase in current assets is due to an increase in the Station's cash balance. The Station's cash amounted to \$2,349,688, \$2,134,552, and \$1,770,093 as of June 30, 2025, 2024, and 2023, respectively. The Station's cash balance is in the same bank account as the College but tracked separately using fund accounting. The decrease in capital assets, net is due to depreciation expense of \$188,277. The increase in noncapital assets is due to the increase in the lease receivable balances during the current year due to a renewed lease.

A summary of the Station's capital assets at June 30, 2025, 2024, and 2023 is shown in the table below.

	<u>2025</u>	<u>2024</u> <u>Restated</u>	<u>2023</u>
Data processing equipment	\$ 2,836,714	\$ 2,836,714	\$ 2,836,714
Other equipment	289,958	289,958	289,958
Accumulated depreciation	(2,187,476)	(1,999,199)	(1,787,856)
	<u>\$ 939,196</u>	<u>\$ 1,127,473</u>	<u>\$ 1,338,816</u>

**Liabilities, Deferred Inflows of Resources, and Net Position**

A summary of the Station's liabilities, deferred inflows of resources, and net position as of June 30, 2025, 2024, and 2023 is shown in the table below:

	<u>2025</u>	<u>2024</u> <u>Restated</u>	<u>2023</u>
Liabilities:			
Current	\$ 102,948	\$ 97,198	\$ 47,612
Noncurrent	2,718,322	2,475,056	2,231,250
Total Liabilities	<u>2,821,270</u>	<u>2,572,254</u>	<u>2,278,862</u>
Deferred inflows of resources related to pensions	67,942	88,362	106,090
Deferred inflows of resources related to other postemployment benefits	306,454	497,069	741,934
Deferred inflows related to leases	973,630	948,563	1,233,725
Total Deferred Inflows of Resources	<u>1,348,026</u>	<u>1,533,994</u>	<u>2,081,749</u>
Net Position:			
Investment in capital assets	939,196	1,127,473	1,338,816
Restricted net position - expendable	1,657	-	9,808
Unrestricted deficit	468,823	149,415	(330,206)
Total Net Position	<u>1,409,676</u>	<u>1,276,888</u>	<u>1,018,418</u>
Total Liabilities, Deferred Inflows of Resources, and Net Position	<u>\$ 5,578,972</u>	<u>\$ 5,383,136</u>	<u>\$ 5,379,029</u>

**WTVI-PBS Charlotte**  
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MANAGEMENT'S DISCUSSION AND ANALYSIS

*JUNE 30, 2025 and 2024*

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

Noncurrent liabilities increased due to an increase in the net other postemployment benefits liability.

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

During the fiscal year ended June 30, 2025, the Station implemented Governmental Accounting Standards Board ("GASB") Statement 101, *Compensated Absences*. This statement requires liabilities for compensated absences be recognized for specific types of leave that have not been used and specific types of leave that have been used by not yet paid. This statement was retroactively applied, requiring a restatement of \$15,483 to fiscal year 2024.

The Station implemented GASB Statement No. 68, *Accounting and Financial Reporting for Pensions* and GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions* during the years ended June 30, 2015 and 2018, respectively. The cumulative impact of the implementation and subsequent annual activity on unrestricted net position at June 30, 2025, 2024, and 2023 totaled \$1,993,891, \$2,042,384, and \$2,169,224, respectively.

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

The Station's total net position for the year ended June 30, 2025 increased by \$132,788, compared to an increase of \$258,470 and \$922,559 for the years ended June 30, 2024 and 2023, respectively. The decrease from the prior year is primarily attributable to the decrease in underwriting revenue and tower lease income as well as an increase in public broadcasting station dues and professional services expenses.

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MANAGEMENT'S DISCUSSION AND ANALYSIS

JUNE 30, 2025 and 2024

**Statements of Revenues, Expenses, and Changes in Net Position (continued)**

The summarized statement of revenues, expenses, and changes in net position is as follows for the years ended June 30, 2025, 2024, and 2023 is shown in the table below:

	<b>2025</b>	<b>2024</b> <b>Restated</b>	<b>2023</b>
Operating Revenues:			
Grants and contributions	\$ 2,903,555	\$ 2,827,116	\$ 2,729,221
Donated indirect administrative support, services, and facilities	2,013,011	1,972,266	1,902,972
Program underwriting and production	257,024	358,529	422,432
Other revenues	381,365	404,151	578,451
Total Operating Revenues	<u>5,554,955</u>	<u>5,562,062</u>	<u>5,633,076</u>
Operating Expenses:			
Salaries, employee benefits, and professional services	1,835,511	1,810,366	1,484,631
Public broadcasting station dues	1,249,120	1,139,572	1,004,051
Donated indirect administrative support, services, and facilities	2,013,011	1,972,266	1,902,972
Other expenses	396,136	408,018	374,712
Total Operating Expenses	<u>5,493,778</u>	<u>5,330,222</u>	<u>4,766,366</u>
Net operating income	61,177	231,840	866,710
Nonoperating revenues	71,611	26,630	55,849
Change in net position	<u>\$ 132,788</u>	<u>\$ 258,470</u>	<u>\$ 922,559</u>

**FINANCIAL STATEMENTS**

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

**ORGANIZATION AND ECONOMIC FACTORS THAT WILL AFFECT THE FUTURE**

During the year ended June 30, 2025, membership contributions surpassed prior year levels and the number of individuals donating to the Station increased approximately 15%. The Station continues to build its involvement within the viewing community.

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

**REQUEST FOR INFORMATION**

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

**WTVI-PBS Charlotte**  
**(A Public Communications Department**  
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**STATEMENTS OF NET POSITION**

*JUNE 30, 2025 and 2024*

	2025			2024 (Restated)		
	WTVI-TV	WTVI	Total	WTVI-TV	WTVI	Total
	Station	Foundation		Station	Foundation	
<b>ASSETS</b>						
Current Assets:						
Cash and cash equivalents.....	\$ 2,349,688	\$ 78,387	\$ 2,428,075	2,134,552	\$ 74,790	2,209,342
Receivables, net:						
Program underwriting.....	-	18,962	18,962	-	7,122	7,122
Rental receivable.....	-	-	-	410	-	410
Production services.....	67,745	-	67,745	94,406	-	94,406
Leases receivable.....	133,443	-	133,443	169,290	-	169,290
Other.....	12,957	-	12,957	22,515	-	22,515
Other current assets.....	66,058	1,369	67,427	54,418	48,383	102,801
Total Current Assets	2,629,891	98,718	2,728,609	2,475,591	130,295	2,605,886
Noncurrent Assets:						
Leases receivable.....	981,587	-	981,587	897,036	-	897,036
Net other postemployment benefits asset.....	1,657	-	1,657	-	-	-
Capital assets.....	3,126,672	-	3,126,672	3,126,672	-	3,126,672
Less accumulated depreciation.....	(2,187,476)	-	(2,187,476)	(1,999,199)	-	(1,999,199)
Total Noncurrent Assets	1,922,440	-	1,922,440	2,024,509	-	2,024,509
<b>Total Assets</b>	<b>4,552,331</b>	<b>98,718</b>	<b>4,651,049</b>	<b>4,500,100</b>	<b>130,295</b>	<b>4,630,395</b>
Deferred Outflows of Resources:						
Deferred outflows related to pensions.....	486,382	-	486,382	612,827	-	612,827
Deferred outflows related to other postemployment benefits.....	540,259	-	540,259	270,209	-	270,209
Total Deferred Outflows of Resources	1,026,641	-	1,026,641	883,036	-	883,036
<b>LIABILITIES</b>						
Current Liabilities:						
Accounts payable and accrued expenses.....	6,212	8,015	14,227	48,120	65,169	113,289
Current portion of compensated absences.....	13,836	-	13,836	8,922	-	8,922
Unearned revenue.....	-	5,250	5,250	12,356	8,250	20,606
Taxes payable.....	82,900	-	82,900	27,800	-	27,800
Total Current Liabilities	102,948	13,265	116,213	97,198	73,419	170,617
Noncurrent Liabilities:						
Compensated absences.....	72,188	-	72,188	135,067	-	135,067
Net pension liability.....	918,419	-	918,419	983,014	-	983,014
Net other postemployment benefits liability.....	1,727,715	-	1,727,715	1,356,975	-	1,356,975
Total Noncurrent Liabilities	2,718,322	-	2,718,322	2,475,056	-	2,475,056
<b>Total Liabilities</b>	<b>2,821,270</b>	<b>13,265</b>	<b>2,834,535</b>	<b>2,572,254</b>	<b>73,419</b>	<b>2,645,673</b>
Deferred Inflows of Resources:						
Deferred inflows related to pensions.....	67,942	-	67,942	88,362	-	88,362
Deferred inflows related to other postemployment benefits.....	306,454	-	306,454	497,069	-	497,069
Deferred inflows related to leases.....	973,630	-	973,630	948,563	-	948,563
Total Deferred Inflows of Resources	1,348,026	-	1,348,026	1,533,994	-	1,533,994
<b>NET POSITION</b>						
Net investment in capital assets.....	939,196	-	939,196	1,127,473	-	1,127,473
Restricted - expendable.....	1,657	-	1,657	-	-	-
Unrestricted net position.....	468,823	85,453	554,276	149,415	56,876	206,291
<b>Total Net Position</b>	<b>\$ 1,409,676</b>	<b>\$ 85,453</b>	<b>\$ 1,495,129</b>	<b>1,276,888</b>	<b>56,876</b>	<b>\$ 1,333,764</b>

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

**WTVI-PBS Charlotte**  
**(A Public Communications Department**  
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**STATEMENTS OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION**

FOR THE YEARS ENDED JUNE 30, 2025 and 2024

	2025			2024 (Restated)		
	WTVI-TV Station	WTVI Foundation	Total	WTVI-TV Station	WTVI Foundation	Total
<b>Operating Revenues</b>						
Community services and other grants.....	\$ 1,352,947	\$ -	\$ 1,352,947	\$ 1,271,349	\$ -	\$ 1,271,349
Contributions.....	1,550,608	2,086,867	3,637,475	1,555,767	2,045,468	3,601,235
Donated indirect administrative support, services, and facilities.....	2,013,011	-	2,013,011	1,972,266	-	1,972,266
Program underwriting.....	200,000	40,425	240,425	300,000	57,008	357,008
Production.....	57,024	-	57,024	58,529	-	58,529
Tower lease income.....	227,134	-	227,134	264,343	-	264,343
Public/Education/Governmental access channels revenue.....	139,231	-	139,231	124,808	-	124,808
Other.....	15,000	-	15,000	15,000	-	15,000
<b>Total operating revenues</b>	<b>5,554,955</b>	<b>2,127,292</b>	<b>7,682,247</b>	<b>5,562,062</b>	<b>2,102,476</b>	<b>7,664,538</b>
<b>Operating Expenses</b>						
Salaries and employee benefits.....	1,534,022	-	1,534,022	1,576,253	-	1,576,253
Professional services.....	301,489	435,488	736,977	234,113	444,277	678,390
Public broadcasting station dues.....	1,249,120	-	1,249,120	1,139,572	-	1,139,572
Supplies, postage, and shipping.....	35,008	44,651	79,659	34,818	53,167	87,985
Telephone, utilities, and general insurance.....	-	-	-	26	-	26
Advertising, general printing, and graphics.....	1,859	14,701	16,560	2,087	3,127	5,214
Equipment rental and maintenance.....	10,141	669	10,810	11,377	1,377	12,754
Travel, conferences, and meetings.....	16,456	1,227	17,683	18,044	(1,165)	16,879
Dues and fees.....	53,227	42,793	96,020	55,417	38,851	94,268
Miscellaneous.....	91,168	9,285	100,453	74,906	4,784	79,690
Contribution to related party.....	-	1,550,608	1,550,608	-	1,555,767	1,555,767
Depreciation expense.....	188,277	-	188,277	211,343	-	211,343
Donated indirect administrative support, services, and facilities.....	2,013,011	-	2,013,011	1,972,266	-	1,972,266
<b>Total operating expenses</b>	<b>5,493,778</b>	<b>2,099,422</b>	<b>7,593,200</b>	<b>5,330,222</b>	<b>2,100,185</b>	<b>7,430,407</b>
<b>Operating income</b>	<b>61,177</b>	<b>27,870</b>	<b>89,047</b>	<b>231,840</b>	<b>2,291</b>	<b>234,131</b>
<b>Nonoperating Revenue</b>						
Net investment return.....	219	707	926	684	-	684
Interest earned on leases.....	40,717	-	40,717	45,576	-	45,576
Change in provision for income tax.....	5,236	-	5,236	(23,400)	-	(23,400)
Other nonoperating revenue.....	25,439	-	25,439	3,770	-	3,770
<b>Total nonoperating revenues</b>	<b>71,611</b>	<b>707</b>	<b>72,318</b>	<b>26,630</b>	<b>-</b>	<b>26,630</b>
<b>Change in net position</b>	<b>132,788</b>	<b>28,577</b>	<b>161,365</b>	<b>258,470</b>	<b>2,291</b>	<b>260,761</b>
Net position, beginning of the year	1,276,888	56,876	1,333,764	1,018,418	54,585	1,073,003
<b>Net position, end of the year</b>	<b>\$ 1,409,676</b>	<b>\$ 85,453</b>	<b>\$ 1,495,129</b>	<b>1,276,888</b>	<b>\$ 56,876</b>	<b>1,333,764</b>

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

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

FOR THE YEARS ENDED JUNE 30, 2025 and 2024

	2025			2024 (Restated)		
	WTVI-TV Station	WTVI Foundation	Total	WTVI-TV Station	WTVI Foundation	Total
<b>Cash flows from operating activities</b>						
Cash received from membership contributions, grants, corporate support, and others	\$ 3,336,077	\$ 2,112,452	\$ 5,448,529	\$ 3,286,328	\$ 2,109,585	\$ 5,395,913
Cash paid to employees.....	(1,641,627)	-	(1,641,627)	(1,691,260)	-	(1,691,260)
Cash paid to suppliers for goods and services.....	(1,698,605)	(2,109,562)	(3,808,167)	(1,523,517)	(2,085,457)	(3,608,974)
Net tax payments.....	(67,328)	-	(67,328)	(17,357)	-	(17,357)
Net cash provided by operating activities	(71,483)	2,890	(68,593)	54,194	24,128	78,322
<b>Cash flow from capital and related financing activities</b>						
Proceeds from lease arrangements.....	261,472	-	261,472	307,722	-	307,722
Net cash used by capital and related financing activities	261,472	-	261,472	307,722	-	307,722
<b>Cash flow from noncapital financing activities</b>						
Other nonoperating cash receipts.....	24,928	-	24,928	1,859	-	1,859
Net cash used by noncapital financing activities	24,928	-	24,928	1,859	-	1,859
<b>Cash flows from investing activities</b>						
Net investment return.....	219	707	926	684	-	684
Net cash from investing activities	219	707	926	684	-	684
Net change in cash and cash equivalents	215,136	3,597	218,733	364,459	24,128	388,587
Cash and cash equivalents, beginning of year	2,134,552	74,790	2,209,342	1,770,093	50,662	1,820,755
Cash and cash equivalents, end of year	\$ 2,349,688	\$ 78,387	\$ 2,428,075	\$ 2,134,552	\$ 74,790	\$ 2,209,342

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

**WTVI-PBS Charlotte**  
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**STATEMENTS OF CASH FLOWS (CONTINUED)**

FOR THE YEARS ENDED JUNE 30, 2025 and 2024

	2025			2024 (Restated)		
	WTVI-TV Station	WTVI Foundation	Total	WTVI-TV Station	WTVI Foundation	Total
<b>Reconciliation of operating income to net cash provided by operating activities:</b>						
Operating income.....	\$ 61,177	\$ 27,870	\$ 89,047	\$ 247,323	\$ 2,291	\$ 249,614
Adjustments to reconcile operating loss to net cash provided by operating activities:						
Depreciation expense.....	188,277	-	188,277	211,343	-	211,343
Change in allowance for doubtful accounts.....	(1,000)	-	(1,000)	3,995	-	3,995
Lease revenue, amortized deferred inflow for leases.....	(215,142)	-	(215,142)	(263,176)	-	(263,176)
Pension and other postemployment benefits expense.....	217,831	-	217,831	167,338	-	167,338
Noncash, operating contributions charged to revenue.....	(2,013,011)	-	(2,013,011)	(1,972,266)	-	(1,972,266)
Noncash, operating contributions charged to expense.....	2,013,011	-	2,013,011	1,972,266	-	1,972,266
Changes in operating assets, liabilities, and deferred outflows:						
Receivables.....	37,629	(11,840)	25,789	(27,104)	(1,141)	(28,245)
Other current assets.....	19,443	47,014	66,457	(1,744)	(47,987)	(49,731)
Accounts payable and accrued expenses.....	(41,908)	(57,154)	(99,062)	33,587	62,715	96,302
Compensated absences.....	(57,965)	-	(57,965)	(5,561)	-	(5,561)
Unearned revenue.....	(12,356)	(3,000)	(15,356)	(2,179)	8,250	6,071
Deferred outflows - contributions after the measurement date.....	(267,469)	-	(267,469)	(292,271)	-	(292,271)
Liability for taxes.....	-	-	-	(17,357)	-	(17,357)
Net cash provided by operating activities	<u>\$ (71,483)</u>	<u>\$ 2,890</u>	<u>\$ (68,593)</u>	<u>\$ 54,194</u>	<u>\$ 24,128</u>	<u>\$ 78,322</u>
<b>Noncash investing, capital, and financing activities</b>						
Loss on early termination of lease.....	-	-	-	1,859	-	1,859
Decrease in net OPEB liability due to noncapital contributions.....	(511)	-	(511)	(1,911)	-	(1,911)

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

**WTVI-PBS Charlotte**  
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NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2025 and 2024

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

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

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

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

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

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

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

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NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2025 and 2024

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

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

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

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

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

*Receivables* – Receivables include production services, underwriting, tower rental, grant, and other receivables and are stated net of an allowance for doubtful accounts. Management's determination of the allowance for doubtful accounts is based on a case by case analysis including current relations with customers and current and anticipated economic conditions. Accounts receivable are written-off when, in the opinion of management, such receivables are deemed to be uncollectible. At June 30, 2025 and 2024, receivables are net of an allowance of \$1,000 and \$-0-, respectively. While management uses the best information available to make such evaluations, future adjustments to the allowance may be necessary if conditions differ substantially from the assumptions used in making the evaluations.

**WTVI-PBS Charlotte**  
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NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2025 and 2024

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

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

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

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

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

*Net Position* – Net position is classified as follows:

*Net Investment in Capital Assets* – This represents WTVI's total investment in capital assets net of accumulated depreciation.

*Restricted Net Position – Nonexpendable* – Nonexpendable restricted net position includes endowments and similar type assets whose use is limited by donors or other outside sources and, as a condition of the gift, the principal is to be maintained in perpetuity. WTVI had no Restricted Net Position – Nonexpendable as of June 30, 2025 and 2024.

*Restricted Net Position – Expendable* – Expendable restricted net position includes resources for which WTVI is legally or contractually obligated to spend in accordance with restrictions imposed by external parties.

*Unrestricted Net Position (Deficit)* – Unrestricted net position (deficit) includes resources derived from contributions, program underwriting, production revenue, and tower rental income.

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

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NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2025 and 2024

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

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

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

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

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

*Compensated Absences* – The Station accrues a liability for earned leave that carries over to future periods and is more likely than not to be used for time off or otherwise paid in cash or settled through noncash means. When determining the liability, leave is considered taken on a last in, first out (“LIFO”) basis.

*Vacation Leave* – The Station’s policy is to record the cost of vacation leave when earned. The policy provides for a maximum accumulation of unused vacation leave of 30 days which can be carried forward each July 1 or for which an employee can be paid upon termination of employment. When classifying compensated absences into current and noncurrent, leave is considered taken using a last-in, first-out method. Any accumulated vacation leave in excess of 30 days at year-end is converted to sick leave. Under this policy, the accumulated vacation leave for each employee at June 30 equals the leave carried forward at the previous June 30 plus the leave earned, less the leave taken between July 1 and June 30.

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

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NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2025 and 2024

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

Sick Leave – Sick leave is earned monthly by eligible employees. The Station’s policy provides for the accumulation of unused sick leave to be carried forward until used. When employment is terminated, unused leave is forfeited or used to increase a member’s creditable service for employees participating in the North Carolina Teachers’ and State Employees’ Retirement System (“TSERS”). Based on a historical analysis of sick leave taken compared to sick leave earned, the liability for unused sick leave using the LIFO method was determined to be significant. Therefore, sick leave liability is recognized on the financial statements.

**Note 2—Capital assets**

A summary of changes in the capital assets is as follows for the years ended June 30, 2025 and 2024:

	<b>Balance</b> <b>June 30, 2024</b>	<b>Increases</b>	<b>Decreases</b>	<b>Balance</b> <b>June 30, 2025</b>
Data processing equipment	\$ 2,836,714	\$ -	\$ -	\$ 2,836,714
Other equipment	289,958	-	-	289,958
<b>Total Capital Assets</b>	<b>3,126,672</b>	<b>-</b>	<b>-</b>	<b>3,126,672</b>
Less accumulated depreciation for:				
Data processing equipment	1,876,446	167,293	-	2,043,739
Other equipment	122,753	20,984	-	143,737
<b>Total Accumulated Depreciation</b>	<b>1,999,199</b>	<b>188,277</b>	<b>-</b>	<b>2,187,476</b>
<b>Total Capital Assets, Net</b>	<b>\$ 1,127,473</b>	<b>\$ (188,277)</b>	<b>\$ -</b>	<b>\$ 939,196</b>
	<b>Balance</b> <b>June 30, 2023</b>	<b>Increases</b>	<b>Decreases</b>	<b>Balance</b> <b>June 30, 2024</b>
Data processing equipment	\$ 2,836,714	-	-	\$ 2,836,714
Other equipment	289,958	-	-	289,958
<b>Total Capital Assets</b>	<b>3,126,672</b>	<b>-</b>	<b>-</b>	<b>3,126,672</b>
Less accumulated depreciation for:				
Data processing equipment	1,686,119	190,327	-	1,876,446
Other equipment	101,737	21,016	-	122,753
<b>Total Accumulated Depreciation</b>	<b>1,787,856</b>	<b>211,343</b>	<b>-</b>	<b>1,999,199</b>
<b>Total Capital Assets, Net</b>	<b>\$ 1,338,816</b>	<b>\$ (211,343)</b>	<b>\$ -</b>	<b>\$ 1,127,473</b>

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NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2025 and 2024

**Note 3—Unrelated business taxes**

WTVI’s tax amount recognized is subject to estimate and management judgment with respect to the likely outcome of each uncertain tax position. The amount that is ultimately sustained for an individual uncertain tax position or for all uncertain tax positions in the aggregate could differ from the amount recognized. A reconciliation of the beginning and ending amount of unrecognized tax obligation is as follows for the years ended June 30, 2025 and 2024:

	<u>2025</u>	<u>2024</u>
Beginning of year	\$ 27,800	\$ 4,400
Change in current year tax provision	55,100	23,400
End of year	<u>\$ 82,900</u>	<u>\$ 27,800</u>

**Note 4—Deposits and investments**

All funds of WTVI are deposited in College board-designated official depositories and are required to be collateralized in accordance with *North Carolina General Statute* 115D-58.7. Official depositories may be established with any bank or savings and loan association whose principal office is located in North Carolina. Also, the College may establish time deposit accounts, money market accounts, and certificates of deposit. WTVI’s cash balance is commingled with the College’s cash. As of June 30, 2025 and 2024, WTVI has a cash balance of \$2,349,688 and \$2,134,552, respectively. The balance as of June 30, 2025 and 2024 includes restricted cash balances of \$-0-, for which WTVI is legally or contractually obligated to spend in accordance with restrictions imposed by external parties.

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

Custodial credit risk is the risk that in the event of a bank failure, the College’s deposits may not be returned. As of June 30, 2025 and 2024, the College’s bank balance in excess of federal depository insurance coverage was covered under the pooling method.

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NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2025 and 2024

**Note 5— Long-term liabilities**

Long-term liability activity for the years ended June 30, 2025 and 2024 were as follows:

	<u>Restated Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
<b>June 30, 2025</b>					
Compensated absences	\$ 143,989	\$ 82,476	\$ 140,441	\$ 86,024	\$ 13,836
Net pension liability	983,014	-	64,595	918,419	-
Net other postemployment benefits liability	1,356,975	370,740		1,727,715	-
	<u>\$ 2,483,978</u>	<u>\$ 453,216</u>	<u>\$ 205,036</u>	<u>\$ 2,732,158</u>	<u>\$ 13,836</u>
<b>June 30, 2024 Restated</b>					
Compensated absences	\$ 134,067	\$ 103,535	\$ 93,613	\$ 143,989	\$ 8,922
Net pension liability	884,303	98,711	-	983,014	-
Net other postemployment benefits liability	1,227,024	129,951		1,356,975	-
	<u>\$ 2,245,394</u>	<u>\$ 332,197</u>	<u>\$ 93,613</u>	<u>\$ 2,483,978</u>	<u>\$ 8,922</u>

**Note 6—Net position**

The unrestricted net position of \$468,823 and \$164,898, at June 30, 2025 and 2024, respectively, have been significantly affected by transactions that resulted in the recognition of deferred outflows of resources, deferred inflows of resources, and long-term liabilities. A summary of the balances reported within unrestricted net position relating to the reporting of net pension liability and net other postemployment benefits (“OPEB”) liability, and the related deferred outflows of resources and deferred inflows of resources is presented as follows:

	<u>2025</u>	<u>2024</u>
Net Pension Liability and Related Deferred Outflows of Resources and Deferred Inflows of Resources	\$ (499,980)	\$ (458,549)
Net OPEB Liability and Related Deferred Outflows of Resources and Deferred Inflows of Resources	<u>(1,493,911)</u>	<u>(1,583,835)</u>
Effect on Unrestricted Net Position	(1,993,891)	(2,042,384)
Total Unrestricted Net Position Before Recognition of Deferred Outflows of Resources, Deferred Inflows of Resources, and Related Long-Term Liabilities	2,462,714	2,191,799
Total Unrestricted Net Position	<u>\$ 468,823</u>	<u>\$ 149,415</u>

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

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NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2025 and 2024

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**Note 7—Pension plans**

**Defined Benefit Plan**

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

*Plan Administration:* The State of North Carolina administers the Teachers' and State Employees' Retirement System ("TSERS") plan. This plan is a cost-sharing, multiple-employer, defined benefit pension plan established by the State to provide pension benefits for general employees and law enforcement officers ("LEOs") of the State, general employees and LEOs of its component units, and employees of Local Education Agencies ("LEAs") and charter schools not in the reporting entity. Membership is comprised of employees of the State (State agencies and institutions), universities, community colleges, and certain proprietary component units along with the LEAs and charter schools that elect to join the Retirement System. Effective January 1, 2024, new employees hired by UNC Health Care or by certain components of East Carolina University, who were not actively contributing to TSERS immediately before they were hired by those entities, are not eligible to join TSERS. Benefit provisions are established by General Statute 135-5 and may be amended only by the North Carolina General Assembly.

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

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JUNE 30, 2025 and 2024

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**Note 7—Pension plans (continued)**

*Contributions:* Contribution provisions are established by General Statute 135-8 and may be amended only by the North Carolina General Assembly. Plan members are required to contribute 6% of their annual pay. The contribution rate for employers is set each year by the North Carolina General Assembly in the Appropriations Act and may not be less than the contribution rate required of plan members. The TSERS Board of Trustees establishes a funding policy from where an accrued liability rate and a normal contribution rate are developed by the consulting actuary. The sum of those two rates developed under the funding policy is the actuarially determined contribution rate (“ADC”). The TSERS Board of Trustees may further adopt a contribution rate policy that is higher than the ADC known as the required employer contribution to be recommended to the North Carolina General Assembly. WTVI’s contractually-required contribution rate was 16.79% and 17.63% of covered payroll for the years ended June 30, 2025 and 2024, respectively. WTVI’s contributions to the pension plan were \$187,728 and \$204,208 and employee contributions were \$ 67,085 and \$69,498 for the years ended June 30, 2025 and 2024, respectively.

WTVI, or the College, on WTVI’s behalf, made 100% of its annual required contributions for the years ended June 30, 2025 and 2024.

The TSERS plan’s financial information, including all information about the plan’s assets, deferred outflows of resources, liabilities, deferred inflows of resources, and fiduciary net position, is included in the State of North Carolina’s fiscal year 2024 *Annual Comprehensive Financial Report*. An electronic version of this report is available on the North Carolina Office of the State Controller’s website at <https://www.osc.nc.gov/> or by calling the State Controller’s Financial Reporting Section at (919) 707-0500.

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

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**Note 7—Pension plans (continued)**

*Methods Used to Value TSERS Investment:* Pursuant to *North Carolina General Statutes*, the State Treasurer is the custodian and administrator of the retirement systems. The State Treasurer maintains various investment portfolios in its External Investment Pool. TSERS and other pension plans of the State of North Carolina participate in the Long-Term Investment, the Fixed Income Investment, Equity Investment, Real Estate Investment, Alternative Investment, Opportunistic Fixed Income Investment, and Inflation Sensitive Investment Portfolios. The Fixed Income Asset Class includes the Long-Term Investment and Fixed Income Investment Portfolios. The Global Equity Asset Class includes the Equity Investment Portfolio. The investment balance of each pension trust fund represents its share of the fair value of the net position of the various portfolios within the External Investment Pool. Detailed descriptions of the methods and significant assumptions regarding investments of the State Treasurer are provided in the *2024 Annual Comprehensive Financial Report*.

*Net Pension Liability:* At June 30, 2025 and 2024, WTVI reported a liability of \$918,419 and \$983,014, respectively, for its proportionate share of the collective net pension liability. The net pension liability was measured as of June 30, 2024 and 2023, respectively. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2023 and 2022, respectively, and update procedures were used to roll forward the total pension liability to June 30, 2024 and 2023, respectively. WTVI's proportion of the net pension liability was based on an allocated percentage of the present value of future salaries for the College relative to the projected present value of future salaries for all participating employers, actuarially-determined. WTVI's proportions were .00578% and .00616% as of June 30, 2024 and 2023, respectively, which was a decrease of .00037% and an decrease of .00031% from its proportion measured as of June 30, 2023 and 2022, respectively.

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

Valuation date	<u>December 31, 2023</u>	<u>December 31, 2022</u>
Inflation	2.50%	2.50%
Salary increases*	3.25%-8.05%	3.25%-8.05%
Investment rate of return**	6.50%	6.50%

\* Salary increases include 3.25% inflation and productivity factor.

\*\* Investment rate of return includes inflation assumption and is net of pension plan investment expense.

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

The actuarial assumptions used in the December 31, 2023 and 2022 valuations were based on the results of an actuarial experience review for the period January 1, 2015 through December 31, 2019.

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**Note 7—Pension plans (continued)**

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

Best estimates of arithmetic real rates of return for each major asset class included in the pension plan’s target asset allocation as of June 30, 2024 and 2023 (the measurement date) are summarized in the following table:

<u>Asset Class</u>	<u>Long-Term Expected Real Rate of Return</u>	
	<u>2024</u>	<u>2023</u>
Fixed Income	2.40%	0.90%
Global Equity	6.90%	6.50%
Real Estate	6.00%	5.90%
Alternatives	8.60%	8.20%
Opportunistic Fixed Income	5.30%	5.00%
Inflation Sensitive	4.30%	2.70%

The information in the preceding table is based on 30-year expectations developed with an investment consulting firm. The long-term nominal rates of return underlying the real rates of return are arithmetic annual figures. The real rates of return are calculated from nominal rates by multiplicatively subtracting a long-term inflation assumption of 2.38% and 2.25% as of June 30, 2024 and June 30, 2023, respectively. Return projections do not include any excess return expectations over benchmark averages for public markets. All rates of return and inflation are annual amounts. The long-term expected real rate of return for the Bond Index Investment Pool as of June 30, 2024 and 2023 is 2.76% and 0.78%, respectively.

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**Note 7—Pension plans (continued)**

*Discount Rate:* The discount rate used to measure the total pension liability was 6.50% for the December 31, 2023 and 2022 valuation. This discount rate is in line with the long-term nominal expected return on pension plan investments. The calculation of the net pension liability is a present value calculation of the future net pension payments. These net pension payments assume that contributions from plan members will be made at the current statutory contribution rate and that contributions from employers will be made at the contractually required rates, actuarially determined. Based on those assumptions, the pension plan’s fiduciary net position was projected to be available to make all projected future benefit payments of the current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

*Sensitivity of the Net Pension Liability to Changes in the Discount Rate:* The following presents the net pension liability of the plan at June 30, 2024 calculated using the discount rate of 6.50%, as well as what the net pension liability would be if it were calculated using a discount rate that is 1-percentage point lower (5.50%) or 1-percentage point higher (7.50%) than the current rate:

<b>Net Pension Liability</b>			
<u>Year</u>	<u>1% Decrease (5.50%)</u>	<u>Current Discount Rate (6.50%)</u>	<u>1% Increase (7.50%)</u>
2025	\$ 1,571,651	\$ 918,419	\$ 267,247

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

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

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**Note 7—Pension plans (continued)**

*Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions:* For the years ended June 30, 2025 and 2024, WTVI recognized pension expenses of \$229,252 and \$242,182, respectively. At June 30, 2025 and 2024, WTVI reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>		<u>Deferred Inflows of Resources</u>	
	<u>2025</u>	<u>2024</u>	<u>2025</u>	<u>2024</u>
Difference between actual and expected experience	\$ 97,745	\$ 83,699	\$ 11,594	\$ 17,042
Changes of assumptions	-	36,056	-	-
Net difference between projected and actual earnings on pension plan investments	178,854	285,930	-	-
Change in proportion and differences between agency's contributions and proportionate share of contributions	21,966	-	56,348	71,320
Contributions subsequent to the measurement date	187,817	207,142	-	-
Total	<u>\$ 486,382</u>	<u>\$ 612,827</u>	<u>\$ 67,942</u>	<u>\$ 88,362</u>

The amount of \$187,817 reported as deferred outflows of resources related to contributions subsequent to the measurement date will be included as a reduction of the net pension liability in the fiscal year ended June 30, 2026. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to TSERS will be recognized as pension expense as follows:

<u>Year ended June 30:</u>	<u>Amount</u>
2026	\$ 65,967
2027	184,251
2028	(3,813)
2029	(15,782)
Total	<u>\$ 230,623</u>

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

**Deferred Compensation and Supplemental Retirement Income Plans**

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

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**Note 8—Other postemployment benefits**

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

The College participates in two postemployment benefit plans, the Retiree Health Benefit Fund and the Disability Income Plan of North Carolina, that are administered by the State of North Carolina as pension and other employee benefit trust funds. Each plan's financial information, including all information about the plans' assets, deferred outflows of resources, liabilities, deferred inflows of resources, and fiduciary net position, is included in the State of North Carolina's fiscal year 2024 *Annual Comprehensive Financial Report*. An electronic version of this report is available on the North Carolina Office of the State Controller's website at <https://www.osc.nc.gov/> or by calling the State Controller's Financial Reporting Section at (919) 707-0500.

**A. Summary of Significant Accounting Policies and Plan Asset Matters**

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

*Methods Used to Value Plan Investments:* Pursuant to *North Carolina General Statutes*, the State Treasurer is the custodian and administrator of the other postemployment benefits funds. The State Treasurer maintains various investment portfolios in its External Investment Pool. The Retiree Health Benefit Fund participates in the External Investment Pool. The Disability Income Plan of North Carolina is invested in the Short-Term Investment Portfolio of the External Investment Pool and the Bond Index External Investment Pool. The investment balance of each other employee benefit trust fund represents its share of the fair value of the net position of the various portfolios within the pool. Detailed descriptions of the methods and significant assumptions regarding investments of the State Treasurer are provided in the *2024 Annual Comprehensive Financial Report*.

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**Note 8—Other postemployment benefits (continued)**

**B. Plan Descriptions**

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

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

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

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

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**Note 8—Other postemployment benefits (continued)**

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

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

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

*Contributions:* Contribution rates to RHBF, which are intended to finance benefits and administrative expenses on a pay-as-you-go basis, are determined by the North Carolina General Assembly in the Appropriations Act. WTVI’s contractually-required contribution rate was 6.99% and 7.14% of covered payroll for the years ended June 30, 2025 and 2024, respectively. WTVI’s contributions to the RHBF were \$78,155 and \$82,703 for the years ended June 30, 2025 and 2024, respectively. WTVI assumes no liability for retiree healthcare benefits provided by the programs other than its required contribution.

In fiscal year 2023, the Plan transferred \$35 million to RHBF as a result of cost savings to the Plan over a span of six years. For financial reporting purposes, the transfer was recognized as a non-employer contributing entity contribution. The contribution was allocated among the RHBF employers and recorded as noncapital contributions. For the fiscal year ended June 30, 2025, WTVI recognized noncapital contributions for RHBF of \$511.

WTVI, or the College, on WTVI’s behalf, made 100% of its annual required contributions for the years ended June 30, 2025 and 2024.

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**Note 8—Other postemployment benefits (continued)**

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

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

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

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**Note 8—Other postemployment benefits (continued)**

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

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

*Contributions:* Although DIPNC operates on a calendar year, disability income benefits are funded by actuarially determined employer contributions that are established in the Appropriations Act by the North Carolina General Assembly and coincide with the State's fiscal year. WTVI's contractually-required contribution rate was 0.13% and 0.11% of covered payroll for the years ended June 30, 2025 and 2024, respectively. WTVI's contributions to DIPNC were \$1,454 and \$1,274 for the years ended June 30, 2025 and 2024, respectively. WTVI assumes no liability for long-term disability benefits under the Plan other than its contribution.

WTVI, or the College, on WTVI's behalf, made 100% of its annual required contributions for the years ended June 30, 2025 and 2024.

**C. Net OPEB Liability (Asset)**

Retiree Health Benefit Fund: At June 30, 2025 and 2024, WTVI reported a liability of \$1,727,715 and \$1,355,493, respectively, for its proportionate share of the collective net OPEB liability for RHBF. The net OPEB liability was measured as of June 30, 2024 and 2023. The total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of December 31, 2023 and 2022 and update procedures were used to roll forward the total OPEB liability to June 30, 2024 and 2023. WTVI's proportion of the net OPEB liability was based on an allocated percentage of the present value of future salaries for the College relative to the present value of future salaries for all participating employers, actuarially-determined. WTVI's proportion was 0.00493% and 0.00545%, as of June 30, 2025 and 2024, respectively, which was an decrease of 0.00052% and a decrease of 0.00032% from its proportion measured as of June 30, 2023 and 2022, respectively.

Disability Income Plan of North Carolina: At June 30, 2025 and 2024, WTVI reported an (asset) and liability of \$(1,657) and \$1,482, respectively, for its proportionate share of the collective net OPEB (asset) liability for DIPNC. The net OPEB (asset) liability was measured as of June 30, 2024 and 2023, respectively. The total OPEB (asset) liability used to calculate the net OPEB (asset) liability was determined by an actuarial valuation as of December 31, 2023 and 2022, respectively, and update procedures were used to roll forward the total OPEB liability to June 30, 2024 and 2023, respectively. WTVI's proportion of the net OPEB (asset) liability was based on a projection of the present value of future salaries for the College relative to the projected present value of future salaries for all participating employers, actuarially-determined. As of June 30, 2025, WTVI's proportion was 0.00503%, which was a decrease of 0.00033% from its proportion measured as of June 30, 2024, which was .00537%.

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**Note 8—Other postemployment benefits (continued)**

*Actuarial Assumptions:* The total OPEB liabilities for RHBF and DIPNC were determined by actuarial valuations as of December 31, 2023 and 2022, using the following actuarial assumptions, applied to all periods included in the measurement, unless otherwise specified. The total OPEB liabilities were then rolled forward to June 30, 2024 and 2023 utilizing update procedures incorporating the actuarial assumptions.

Valuation Date	Retiree Health Benefit Fund	
	December 31, 2023	December 31, 2022
Inflation	2.50%	2.50%
Salary Increases*	3.25%-8.05%	3.25%-8.05%
Investment Rate of Return**	6.50%	6.50%
Healthcare Cost Trend Rate - Medical***	6.50% grading down to 5.00% by 2030	6.50% grading down to 5.00% by 2029
Healthcare Cost Trend Rate - Prescription Drug***	10.00% grading down to 5.00% by 2033	10.00% grading down to 5.00% by 2033
Healthcare Cost Trend Rate - Prescription Drug Rebates***	7.00% through 2030 grading down to 5.00% by 2033	7.00% grading down to 5.00% by 2033
Healthcare Cost Trend Rate - Medicare Advantage***	Premium adjustments for IRA impact through 2027, 6.17% in 2028 down to 5.00% by 2034	0.00% through 2025, 5.00% thereafter
Healthcare Cost Trend Rate - Administrative***	3.00%	3.00%

\* Salary increases include 3.25% inflation and productivity factor.

\*\* Investment rate of return is net of OPEB plan investment expense, including inflation.

\*\*\* Disability Income Plan of NC eliminated employer reimbursements from the Plan (which included State Health Plan premiums) effective July 1, 2019

N/A - Not Applicable

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**Note 8—Other postemployment benefits (continued)**

Valuation Date	Disability Income Plan of N.C.	
	December 31, 2023	December 31, 2022
Inflation	2.50%	2.50%
Salary Increases*	3.25%-8.05%	3.25%-8.05%
Investment Rate of Return**	3.00%	3.00%
Healthcare Cost Trend Rate - Medical***	N/A	N/A
Healthcare Cost Trend Rate - Prescription Drug***	N/A	N/A
Healthcare Cost Trend Rate - Prescription Drug Rebates***	N/A	N/A
Healthcare Cost Trend Rate - Medicare Advantage***	N/A	N/A
Healthcare Cost Trend Rate - Administrative***	N/A	N/A

\* Salary increases include 3.25% inflation and productivity factor.

\*\* Investment rate of return is net of OPEB plan investment expense, including inflation.

\*\*\* Disability Income Plan of NC eliminated employer reimbursements from the Plan (which included State Health Plan premiums) effective July 1, 2019

N/A - Not Applicable

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

The projected long-term investment returns and inflation assumptions are developed through a review of current and historical capital markets data, sell-side investment research, consultant whitepapers, and historical performance of investment strategies. Fixed income return projections reflect current yields across the U.S. Treasury yield curve and market expectations of forward yields projected and interpolated for multiple tenors and over multiple year horizons. Global public equity return projections are established through analysis of the equity risk premium and the fixed income return projections. Other asset categories and strategies' return projections reflect the foregoing and historical data analysis. These projections are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. DIPNC is primarily invested in the Bond Index Investment Pool as of June 30, 2024 and 2023.

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**Note 8—Other postemployment benefits (continued)**

Best estimates of real rates of return for each major asset class included in RHBF’s target asset allocation as of June 30, 2024 and 2023 (the measurement date) are summarized in the following table:

Asset Class	Long-Term Expected Real Rate of Return	
	2024	2023
Fixed Income	2.40%	0.90%
Global Equity	6.90%	6.50%
Real Estate	6.00%	5.90%
Alternatives	8.60%	8.20%
Opportunistic Fixed Income	5.30%	5.00%
Inflation Sensitive	4.30%	2.70%

The information in the preceding table is based on 30-year expectations developed with an investment consulting firm. The long-term nominal rates of return underlying the real rates of return are arithmetic annual figures. The real rates of return are calculated from nominal rates by multiplicatively subtracting a long-term inflation assumption of 2.38% and 2.25% for the year ended June 30, 2024 and 2023, respectively. Return projections do not include any excess return expectations over benchmark averages for public markets. All rates of return and inflation are annual amounts. The long-term expected real rate of return for the Bond Index Investment Pool as of June 30, 2024 and 2023 is 2.76% and 0.78%, respectively.

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

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

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

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NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2025 and 2024

**Note 8—Other postemployment benefits (continued)**

The actuarial methods and assumptions used for DIPNC include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

The actuarial assumptions used in the December 31, 2023 and 2022 valuations were generally based on the results of an actuarial experience study prepared as of December 31, 2019, as amended for updates to certain assumptions (such as the long-term investment return, medical claims, and medical trend rate assumptions) implemented based on annual reviews that have occurred since that experience study.

*Discount Rate:* The discount rate used to measure the total OPEB liability for RHBF as of June 30, 2024 and 2023 was 3.93% and 3.65%, respectively. The projection of cash flows used to determine the discount rate assumed that contributions from employers will be made at the current statutorily determined contribution rate. Based on the above assumptions, the plan’s fiduciary net position was not projected to be available to make projected future benefit payments of current plan members. As a result, a municipal bond rate of 3.93% and 3.65% at June 30, 2025 and 2024 was used as the discount rate used to measure the total OPEB liability. The 3.93% rate at June 30, 2025 is based on the Bond Buyer 20-year General Obligation Index as of June 30, 2024.

The discount rate used to measure the total OPEB liability for DIPNC was 3.00% as of June 30, 2024 and 2023. The projection of cash flows used to determine the discount rate assumed that contributions from plan members would be made at the current contribution rate and that contributions from employers would be made at statutorily required rates, actuarially determined. Based on those assumptions, the plan’s fiduciary net position was not projected to be available to make all projected future benefit payments of the current plan members.

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

<b>Net OPEB Liability- RHBF</b>			
<b>Year</b>	<b>1% Decrease (2.93%)</b>	<b>Current Discount Rate (3.93%)</b>	<b>1% Increase (4.93%)</b>
2025	\$ 1,996,622	\$ 1,727,715	\$ 1,422,533
<b>Net OPEB Asset- DIPNC</b>			
<b>Year</b>	<b>1% Decrease (2.00%)</b>	<b>Current Discount Rate (3.00%)</b>	<b>1% Increase (4.00%)</b>
2025	\$ (1,478)	\$ (1,657)	\$ (1,846)

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NOTES TO FINANCIAL STATEMENTS

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**Note 8—Other postemployment benefits (continued)**

<b>Net OPEB Liability- RHBFB</b>			
<b>Year</b>	<b>1% Decrease (2.65%)</b>	<b>Current Discount Rate (3.65%)</b>	<b>1% Increase (4.65%)</b>
2024	\$ 1,714,353	\$ 1,355,493	\$ 1,240,550

  

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

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

<b>2025</b>			
	<b>1% Decrease</b> (Medical - 4.00% - 5.50%, Pharmacy - 4.00% - 9.00%, Pharmacy Rebate - 4.00% - 6.00%, Med. Advantage - 4.00% - 5.17%, Administrative - 2.00%)	<b>Current Healthcare Cost Trend Rates</b> (Medical - 5.00% - 6.50%, Pharmacy - 5.00% - 10.00%, Pharmacy Rebate- 5.00% - 7.00%, Med. Advantage - 5.00% - 6.17%, Administrative - 3.00%)	<b>1% Increase</b> (Medical - 6.00% - 7.50%, Pharmacy - 6.00% - 11.00%, Pharmacy Rebate- 6.00% - 8.00%, Med. Advantage - 6.00% - 7.17%, Administrative - 4.00%)
RHBFB Net OPEB Liability	\$ 1,385,233	\$ 1,727,715	\$ 2,057,533

  

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

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JUNE 30, 2025 and 2024

**Note 8—Other postemployment benefits (continued)**

*OPEB Expense* – For the fiscal year ended June 30, 2025 and 2024, WTVI recognized OPEB expense as follows:

<u>OPEB Plan</u>	<u>2025</u>	<u>2024</u>
RHBF	\$ (12,439)	\$ (76,978)
DIPNC	1,016	2,137
<b>Total OPEB Expense</b>	<u>\$ (11,423)</u>	<u>\$ (74,841)</u>

*Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB:* At June 30, 2025 and 2024, WTVI reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

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

	<u>2025</u>	<u>2024</u>
Difference Between Actual and Expected Experience	\$ 14,430	\$ 15,680
Changes of Assumptions	426,394	154,254
Net Difference Between Projected and Actual Earnings on OPEB Plan Investments	7,586	11,374
Change in Proportion and Differences Between Agency's Contributions and Proportionate Share of Contributions	9,696	-
Contributions Subsequent to the Measurement Date	78,192	83,891
<b>Total</b>	<u>\$ 536,298</u>	<u>\$ 265,199</u>

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

	<u>2025</u>	<u>2024</u>
Difference Between Actual and Expected Experience	\$ -	\$ 1,295
Changes of Assumptions	223,230	352,695
Change in Proportion and Differences Between Agency's Contributions and Proportionate Share of Contributions	80,535	142,045
<b>Total</b>	<u>\$ 303,765</u>	<u>\$ 496,035</u>

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NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2025 and 2024

**Note 8—Other postemployment benefits (continued)**

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

	<u>2025</u>	<u>2024</u>
Difference Between Actual and Expected Experience	\$ 705	\$ 1,225
Changes of Assumptions	26	102
Net Difference Between Projected and Actual Earnings on OPEB Plan Investments	1,372	1,825
Change in Proportion and Differences Between Agency's Contributions and Proportionate Share of Contributions	404	566
Contributions Subsequent to the Measurement Date	<u>1,454</u>	<u>1,292</u>
<b>Total</b>	<u>\$ 3,961</u>	<u>\$ 5,010</u>

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

	<u>2025</u>	<u>2024</u>
Difference Between Actual and Expected Experience	\$ 1,906	\$ 790
Changes of Assumptions	772	244
Change in Proportion and Differences Between Agency's Contributions and Proportionate Share of Contributions	<u>11</u>	<u>-</u>
<b>Total</b>	<u>\$ 2,689</u>	<u>\$ 1,034</u>

Amounts reported as deferred outflows of resources related to contributions subsequent to the measurement date will be recognized as a reduction of the net OPEB liability related to RHBF and an increase in the net OPEB asset related to the DIPNC, in the fiscal year ended June 30, 2026. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

<u>Year Ended June 30:</u>	<u>RHBF</u>	<u>DIPNC</u>
2026	\$ (58,261)	\$ (311)
2027	11,613	(199)
2028	108,998	195
2029	91,991	86
2030	-	48
Thereafter	-	(1)
<b>Total</b>	<u>\$ 154,341</u>	<u>\$ (182)</u>

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

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NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2025 and 2024

**Note 9—Lease revenue**

The Station’s leasing arrangements at June 30, 2025 are summarized below (excluding short-term leases):

<u>Classification:</u>	<u>Number of Lease Contracts</u>	<u>Lease Receivable June 30, 2025</u>	<u>Current Portion</u>	<u>Lease Terms <sup>(1)</sup></u>	<u>Interest Rate Ranges</u>
Lessor:					
General Infrastructure	3	\$ 1,115,030	\$ 133,443	15 years	3.25%-6.25%
<b>Total</b>	<b>3</b>	<b>\$ 1,115,030</b>	<b>\$ 133,443</b>		

<sup>(1)</sup> The lease terms were calculated using weighted averages based on lease receivable amounts.

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

<u>Classification:</u>	<u>Number of Lease Contracts</u>	<u>Lease Receivable June 30, 2024</u>	<u>Current Portion</u>	<u>Lease Terms <sup>(1)</sup></u>	<u>Interest Rate Ranges</u>
Lessor:					
General Infrastructure	5	\$ 1,066,326	\$ 169,290	16 years	3.25%-6.25%
<b>Total</b>	<b>5</b>	<b>\$ 1,066,326</b>	<b>\$ 169,290</b>		

<sup>(1)</sup> The lease terms were calculated using weighted averages based on lease receivable amounts.

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

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

Future lease payments to be received related to tower space and Instructional Television Fixed Service airtime as of June 30, 2025 were as follows:

<u>Fiscal Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2026	\$ 133,443	\$ 39,254	\$ 172,697
2027	144,288	34,002	178,290
2028	155,248	28,391	183,639
2029	166,974	22,174	189,148
2030	151,205	15,715	166,920
2031-2034	363,872	20,947	384,819
<b>Total</b>	<b>\$ 1,115,030</b>	<b>\$ 160,483</b>	<b>\$ 1,275,513</b>

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NOTES TO FINANCIAL STATEMENTS

*JUNE 30, 2025 and 2024*

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**Note 9—Lease revenue (continued)**

**In-Kind Rent:** Mecklenburg County leases the building and land used for WTVI operations to the College for \$1 per year. The lease expires in 2062. For financial reporting purposes, the rental expense of the facilities is recorded at its estimated fair value of \$676,500 and \$657,360 for the fiscal year ended June 30, 2025 and 2024, respectively, and is offset by an equal amount of support from the County. Leasehold improvements to the land and building are reflected in the statement of net position. The estimated insured value of the operating facility (excluding contents), broadcast towers and land is approximately \$6,000,000.

**Note 10—Assets transferred to and held by others**

The Station has irrevocably transferred title to certain resources which had been donated with a requirement that they be maintained in perpetuity, to the Foundation for the Carolinas (the “FFTC”) pursuant to an agreement by which the Station receives the annual investment earnings. The annual distribution may be used to support operations or it may be added to the amount held by FFTC at the Station’s discretion. No other amounts are recorded by the Station with respect to these assets. The fair value of the endowed balance as of June 30, 2025 and 2024 were \$95,615 and \$85,747, respectively.

**Note 11—Risk management**

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

**Employee Benefit Plans**

**State Health Plan**

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

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NOTES TO FINANCIAL STATEMENTS

*JUNE 30, 2025 and 2024*

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**Note 11—Risk management (continued)**

**Death Benefit Plan of North Carolina**

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

**Disability Income Plan**

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

**Other Risk Management and Insurance Activities**

**Automobile, Fire, and Other Property Losses**

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

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

**Public Officers’ and Employees’ Liability Insurance**

The risk of tort claims of up to \$1,000,000 per claimant is retained under the authority of the State Tort Claims Act. In addition, the State provides excess public officers’ and employees’ liability insurance up to \$2,000,000 per claim and \$5,000,000 in the aggregate per fiscal year via contract with a private insurance company. The North Carolina Community College System Office pays the premium, based on a composite rate, directly to the private insurer.

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NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2025 and 2024

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**Note 11—Risk management (continued)**

**Employee Dishonesty and Computer Fraud**

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

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

**Statewide Workers' Compensation Program**

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

**Other Insurance Held by the College**

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

The College purchased cyber liability coverage from a private insurance company to cover data and network liability, regulatory liability, merchant services liability, and media liability insurance with a \$5,000,000 sub-limit liability and a \$75,000 retention.

**Note 12—Changes in Financial Accounting and Reporting**

For the fiscal year ended June 30, 2025, the Station implemented the following pronouncement issued by the Governmental Accounting Standards Board (GASB):

GASB Statement No. 101 updates the recognition, measurement, and disclosure requirements for compensated absences. This Statement supersedes GASB Statement No. 16, *Accounting for Compensated Absences*, which was issued in 1992, and aims to better meet the information needs of financial statement users by aligning the recognition and measurement guidance under a unified model and by amending certain previously required disclosures. The unified recognition and measurement model in this Statement will result in a liability for compensated absences that more appropriately reflects when a government incurs an obligation. In addition, the model can be applied consistently to any type of compensated absence and will eliminate potential comparability issues between governments that offer different types of leave. Lastly, the model also will result in a more robust estimate of the amount of compensated absences that a government will pay or settle, which will enhance the relevance and reliability of information about the liability for compensated absences.

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*JUNE 30, 2025 and 2024*

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**Note 12—Changes in Financial Accounting and Reporting (continued)**

GASB Statement No. 102 improves financial reporting by providing users of financial statements with essential information about risks related to a government's vulnerabilities due to certain concentrations or constraints. This Statement defines a concentration as a lack of diversity related to an aspect of a significant inflow of resources or outflow of resources. A constraint is a limitation imposed on a government by an external party or by formal action of the government's highest level of decision-making authority. The disclosures will provide users with timely information regarding certain concentrations or constraints and related events that have occurred or have begun to occur that make a government vulnerable to a substantial impact. The Station did not identify any concentrations or constraints related to events that have occurred or have begun to occur as of June 30, 2025.

**Note 13—Related parties**

Governance and management of the Station rests with the College. The Station received \$1,336,511 and \$1,314,906 of the College's management services for the fiscal years ended June 30, 2025 and 2024, respectively, in the form of in-kind support, which is recorded as a revenue and expense. The Station provided underwriting services to the College which was included in the Station's underwriting revenue. The revenue from underwriting services to the College for each of the fiscal years ended June 30, 2025 and 2024 was \$200,000 and \$300,000, respectively.

**Note 14—Net Position Restatement**

For the year ended June 30, 2024, expenditures were restated by \$15,483 to record the effect of implementation of GASB Statement No. 101.

**Note 15—Subsequent events**

WTVI has evaluated subsequent events through December 16, 2025, in connection with the preparation of these financial statements which is the date the financial statements were available to be issued.

**Note 16—Audit hours and cost**

The audit required approximately 210 audit hours at an approximate cost of \$35,400. The cost represents approximately 0.78% of WTVI's total assets and 0.64% of total expenses subject to audit.

**ACCOMPANYING INFORMATION**

**WTVI-PBS Charlotte**  
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**STATEMENTS OF NET POSITION (STATION ONLY)**

*JUNE 30, 2025 and 2024*

	<u>2025</u>	<u>2024</u>
<b>ASSETS</b>		
Current Assets:		
Cash and cash equivalents.....	\$ 2,349,688	\$ 2,134,552
Receivables, net:		
Rental receivable .....	-	410
Production services.....	67,745	94,406
Leases receivable.....	133,443	169,290
Other .....	12,957	22,515
Other current assets.....	66,058	54,418
<b>Total Current Assets</b>	<b>2,629,891</b>	<b>2,475,591</b>
Noncurrent Assets:		
Leases receivable .....	981,587	897,036
Net other postemployment benefits asset.....	1,657	-
Capital assets.....	3,126,672	3,126,672
Less accumulated depreciation.....	<u>(2,187,476)</u>	<u>(1,999,199)</u>
<b>Total Noncurrent Assets</b>	<b>1,922,440</b>	<b>2,024,509</b>
<b>Total Assets</b>	<b>4,552,331</b>	<b>4,500,100</b>
Deferred Outflows of Resources:		
Deferred outflows related to pensions.....	486,382	612,827
Deferred outflows related to other postemployment benefits.....	540,259	270,209
<b>Total Deferred Outflows of Resources</b>	<b>1,026,641</b>	<b>883,036</b>
<b>LIABILITIES</b>		
Current Liabilities:		
Accounts payable and accrued expenses.....	6,212	48,120
Current portion of compensated absences.....	13,836	8,922
Unearned revenue:.....	-	12,356
Taxes payable.....	82,900	27,800
<b>Total Current Liabilities</b>	<b>102,948</b>	<b>97,198</b>
Noncurrent Liabilities:		
Compensated absences.....	72,188	135,067
Net pension liability.....	918,419	983,014
Net other postemployment benefits liability.....	1,727,715	1,356,975
<b>Total Noncurrent Liabilities</b>	<b>2,718,322</b>	<b>2,475,056</b>
<b>Total Liabilities</b>	<b>2,821,270</b>	<b>2,572,254</b>
Deferred Inflows of Resources:		
Deferred inflows related to pensions.....	67,942	88,362
Deferred inflows related to other postemployment benefits.....	306,454	497,069
Deferred inflows related to leases.....	973,630	948,563
<b>Total Deferred Inflows of Resources</b>	<b>1,348,026</b>	<b>1,533,994</b>
<b>NET POSITION</b>		
Investment in capital assets.....	939,196	1,127,473
Restricted - expendable.....	1,657	-
Unrestricted net position.....	468,823	149,415
<b>Total Net Position</b>	<b>\$ 1,409,676</b>	<b>\$ 1,276,888</b>

**WTVI-PBS Charlotte**  
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STATEMENTS OF REVENUE, EXPENSES, AND CHANGES IN NET POSITION (STATION ONLY)

YEARS ENDED JUNE 30, 2025 and 2024

	<u>2025</u>	<u>2024</u>
<b>Operating Revenues</b>		
Community services and other grants.....	\$ 1,352,947	\$ 1,271,349
Contributions.....	1,550,608	1,555,767
Donated indirect administrative support, services, and facilities.....	2,013,011	1,972,266
Program underwriting.....	200,000	300,000
Production.....	57,024	58,529
Tower lease income.....	227,134	264,343
Public/Education/Governmental access channels revenue.....	139,231	124,808
Other.....	15,000	15,000
<b>Total operating revenues</b>	<u>5,554,955</u>	<u>5,562,062</u>
<b>Operating Expenses</b>		
Salaries and employee benefits.....	1,534,022	1,576,253
Professional services.....	301,489	234,113
Public broadcasting station dues.....	1,249,120	1,139,572
Supplies, postage, and shipping.....	35,008	34,818
Telephone, utilities, and general insurance.....	-	26
Advertising, general printing, and graphics.....	1,859	2,087
Equipment rental and maintenance.....	10,141	11,377
Travel, conferences, and meetings.....	16,456	18,044
Dues and fees.....	53,227	55,417
Miscellaneous.....	91,168	74,906
Depreciation expense.....	188,277	211,343
Donated indirect administrative support, services, and facilities.....	2,013,011	1,972,266
<b>Total operating expenses</b>	<u>5,493,778</u>	<u>5,330,222</u>
<b>Operating income</b>	<u>61,177</u>	<u>231,840</u>
<b>Nonoperating Revenue</b>		
Net investment return .....	219	684
Interest earned on leases.....	40,717	45,576
Change in provision for income tax.....	5,236	(23,400)
Other nonoperating revenue.....	25,439	3,770
<b>Total nonoperating revenues</b>	<u>71,611</u>	<u>26,630</u>
Change in net position	132,788	258,470
Net position, beginning of the year	1,276,888	1,018,418
Net position, end of the year	<u>\$ 1,409,676</u>	<u>1,276,888</u>

**WTVI-PBS Charlotte**  
**(A Public Communications Department**  
**Operated by the Board of Trustees of**  
**Central Piedmont Community College)**  
**SCHEDULE OF FUNCTIONAL EXPENSE (STATION ONLY)**

YEAR ENDED JUNE 30, 2025

	Program Services			Total Program Services	Supporting Services		Total Supporting Services	Total
	Programming	Production	Broadcasting		Fundraising	General		
Salaries and employee benefits	\$ 86,930	\$ 686,205	\$ 275,309	\$ 1,048,444	\$ 190,901	\$ 294,677	\$ 485,578	\$ 1,534,022
Professional services	104,065	55,897	95,896	255,858	-	45,631	45,631	301,489
Public broadcasting station dues	1,249,120	-	-	1,249,120	-	-	-	1,249,120
Supplies, postage, and shipping	23,498	6,074	192	29,764	(17)	5,261	5,244	35,008
Advertising, general printing, and graphics	52	17	-	69	1,593	197	1,790	1,859
Equipment rental and maintenance	-	10,157	(241)	9,916	225	-	225	10,141
Travel, conferences, and meetings	1,103	1,249	934	3,286	-	13,170	13,170	16,456
Dues and fees	-	-	215	215	-	53,012	53,012	53,227
Miscellaneous	1,120	1,691	-	2,811	(57)	88,414	88,357	91,168
Depreciation expense	-	24,678	163,599	188,277	-	-	-	188,277
	<u>1,465,888</u>	<u>785,968</u>	<u>535,904</u>	<u>2,787,760</u>	<u>192,645</u>	<u>500,362</u>	<u>693,007</u>	<u>3,480,767</u>
Donated indirect admin support, services, and facilities	36,057	380,193	103,775	520,025	61,020	1,431,966	1,492,986	2,013,011
	<u>\$ 1,501,945</u>	<u>\$ 1,166,161</u>	<u>\$ 639,679</u>	<u>\$ 3,307,785</u>	<u>\$ 253,665</u>	<u>\$ 1,932,328</u>	<u>\$ 2,185,993</u>	<u>\$ 5,493,778</u>

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

YEAR ENDED JUNE 30, 2025

	Program Services			Total Program Services	Supporting Services		Total Supporting Services	Total
	Programming	Production	Broadcasting		Fundraising	General		
Salaries and employee benefits	\$ 98,821	\$ 643,892	\$ 257,947	\$ 1,000,660	\$ 275,519	\$ 300,074	\$ 575,593	\$ 1,576,253
Professional services	78,965	30,952	86,942	196,859	(2,566)	39,820	37,254	234,113
Public broadcasting station dues	1,138,588	-	984	1,139,572	-	-	-	1,139,572
Supplies, postage, and shipping	17,224	(1,374)	6,186	22,036	-	12,782	12,782	34,818
Telephone, utilities and general insurance	-	-	-	-	-	26	26	26
Advertising, general printing, and graphics	648	-	-	648	1,250	189	1,439	2,087
Equipment rental and maintenance	-	7,011	1,327	8,338	2,739	300	3,039	11,377
Travel, conferences, and meetings	1,867	422	202	2,491	1,217	14,336	15,553	18,044
Dues and fees	-	-	367	367	-	55,050	55,050	55,417
Miscellaneous	4,476	678	7	5,161	688	69,057	69,745	74,906
Depreciation expense	-	44,516	166,827	211,343	-	-	-	211,343
	<u>1,340,589</u>	<u>726,097</u>	<u>520,789</u>	<u>2,587,475</u>	<u>278,847</u>	<u>491,634</u>	<u>770,481</u>	<u>3,357,956</u>
Donated indirect admin support, services, and facilities	35,037	369,436	100,839	505,312	59,294	1,407,660	1,466,954	1,972,266
	<u>\$ 1,375,626</u>	<u>\$ 1,095,533</u>	<u>\$ 621,628</u>	<u>\$ 3,092,787</u>	<u>\$ 338,141</u>	<u>\$ 1,899,294</u>	<u>\$ 2,237,435</u>	<u>\$ 5,330,222</u>