

FINANCIAL REPORT
WWNO-FM RADIO STATION
A PUBLIC TELECOMMUNICATIONS ENTITY
JUNE 30, 2021 AND 2020

WWNO-FM RADIO STATION
A PUBLIC TELECOMMUNICATIONS ENTITY

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INDEPENDENT AUDITOR'S REPORT

December 16, 2021

Dr. John Nicklow, President
University of New Orleans
New Orleans, Louisiana

Report on Financial Statements

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

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Station's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Station's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinion

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

Other Matters

Required Supplementary Information

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

Other Information

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 16, 2021, on our consideration of the Station's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements, and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Station's internal control over financial reporting and compliance.

Duplantier, Hopmann, Hogan & Rotter LLP

New Orleans, Louisiana

WWNO-FM RADIO STATION
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MANAGEMENT'S DISCUSSION AND ANALYSIS
AS OF AND FOR THE YEARS ENDED JUNE 30, 2021 AND 2020

The Management's Discussion and Analysis of the WWNO-FM Radio Station's financial performance presents a narrative overview and analysis of the WWNO-FM Radio Station's financial activities for the year ended June 30, 2021. This document focuses on the current year's activities, resulting changes and currently known facts in comparison with the prior year's information. Please read this document in conjunction with the information contained in the WWNO-FM Radio Station financial statements, which begin on page 8.

FINANCIAL HIGHLIGHTS

- ★ WWNO-FM Radio Station's liabilities and deferred inflows exceeded assets and deferred outflows at June 30, 2021 by \$16,323.
- ★ Deferred outflows of resources and deferred inflows of resources related to pensions were \$709,848 and \$132,912, respectively, as of June 30, 2021. The deferred outflows and inflows of resources were a result of changes to the net pension liability.
- ★ Operating revenue increased by \$435,344 or 19.70%.
- ★ Operating expenses increased by \$409,034 or 16.12%.
- ★ Non-operating revenues increased by \$1,791 or 0.32%.
- ★ Net deficit decreased by \$267,936 or 94.26%.

OVERVIEW OF THE FINANCIAL STATEMENTS

The minimum requirements for the Station established by Governmental Accounting Standards Board Statement 34, *Basic Financial Statements—and Management's Discussion and Analysis—for State and Local Governments*, consist of three sections - Management's Discussion and Analysis (this section), the basic financial statements (including the notes to the financial statements), and required supplementary information, if applicable.

The financial statements also include notes that explain some of the information in the financial statements and provide more detail data.

WWNO-FM RADIO STATION
A PUBLIC TELECOMMUNICATIONS ENTITY
MANAGEMENT'S DISCUSSION AND ANALYSIS
AS OF AND FOR THE YEARS ENDED JUNE 30, 2021 AND 2020

BASIC FINANCIAL STATEMENTS

The basic financial statements present information for the WWNO-FM Radio Station as a whole, in a format designed to make the statements easier for the reader to understand. The statements in this section include the Statement of Net Position; the Statement of Revenues, Expenses, and Changes in Net Position; and the Statement of Cash Flows.

The Statement of Net Position presents the current and long-term portions of assets and liabilities separately. The difference between total assets and total liabilities is net position and may provide a useful indicator of whether the financial position of the WWNO-FM Radio Station is improving or deteriorating.

The Statement of Revenues, Expenses, and Changes in Net Position presents information showing how the WWNO-FM Radio Station's position changed as a result of current year operations. Regardless of when cash is affected, all changes in fund net position are reported when the underlying transactions occur. As a result, there are transactions included that will not affect cash until future fiscal periods.

The Statement of Cash Flows presents information showing how the WWNO-FM Radio Station's cash changed as a result of current year operations. The cash flow statement is prepared using the direct method and includes the reconciliation of operating income (loss) to net cash provided (used) by operating activities (indirect method) as required by GASB 34.

FINANCIAL ANALYSIS OF THE ENTITY

Condensed Statements of Net Position
 as of June 30:

	<u>2021</u>	<u>2020</u>	<u>2019</u>
Current assets	\$ 884,819	\$ 519,020	\$ 514,297
Non-current assets	437,839	418,047	157,777
Capital assets, net	<u>260,378</u>	<u>280,750</u>	<u>231,519</u>
Total assets	<u>1,583,036</u>	<u>1,217,817</u>	<u>903,593</u>
Deferred outflows of resources	<u>709,848</u>	<u>713,056</u>	<u>742,438</u>
Current liabilities	248,544	123,580	68,632
Noncurrent liabilities	<u>1,927,751</u>	<u>1,729,648</u>	<u>1,723,093</u>
Total liabilities	<u>2,176,295</u>	<u>1,853,228</u>	<u>1,791,725</u>
Deferred inflows of resources	<u>132,912</u>	<u>361,904</u>	<u>378,400</u>
Net position (deficit):			
Invested in capital assets	260,378	280,750	231,519
Unrestricted	<u>(276,701)</u>	<u>(565,009)</u>	<u>(755,613)</u>
Total net deficit	<u>\$ (16,323)</u>	<u>\$ (284,259)</u>	<u>\$ (524,094)</u>

WWNO-FM RADIO STATION
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MANAGEMENT'S DISCUSSION AND ANALYSIS
AS OF AND FOR THE YEARS ENDED JUNE 30, 2021 AND 2020

Restricted net position represents those assets that are available for spending on restricted purposes only as a result of legislative requirements, donor agreements, or grant requirements. Conversely, unrestricted net positions are those that do not have any limitations on what these amounts may be used for.

Condensed Statements of Revenues, Expenses, and Changes in Fund Net Position
For the Years Ended June 30:

	<u>2021</u>	<u>2020</u>	<u>2019</u>
Operating revenues:			
Operating grants and contributions	\$ 2,644,892	\$2,209,548	\$2,384,154
Non-operating revenues:			
University support	561,804	493,698	415,103
Capital gifts and grants	-	66,572	17,248
Other non-operating revenues	6,969	6,712	6,058
	<u>568,773</u>	<u>566,982</u>	<u>438,409</u>
Total revenues	<u>3,213,665</u>	<u>2,776,530</u>	<u>2,822,563</u>
Operating expenses:			
Program and public broadcasting	2,242,839	1,847,498	2,128,067
Administrative	702,890	689,197	594,421
Total expenses	<u>2,945,729</u>	<u>2,536,695</u>	<u>2,722,488</u>
Increase in net position	<u>\$ 267,936</u>	<u>\$ 239,835</u>	<u>\$ 100,075</u>

CAPITAL ASSET ADMINISTRATION

At June 30, 2021, the WWNO-FM Radio Station had \$260,378 invested in capital assets (net of accumulated depreciation of \$582,453), which included equipment with a net book value of \$60,378 and an FCC license in the amount of \$200,000. The FCC license is an intangible asset with an indefinite useful life.

WWNO-FM RADIO STATION
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MANAGEMENT'S DISCUSSION AND ANALYSIS
AS OF AND FOR THE YEARS ENDED JUNE 30, 2021 AND 2020

ECONOMIC FACTORS AND NEXT YEAR'S OPERATIONS

The WWNO-FM Radio Station's management considered the following factors and indicators when planning next year's operations:

- ★ Industry factors
- ★ Cost of living adjustments for salaries and other expenses
- ★ Revenue continues to be difficult to predict due to the uncertainty of COVID-19 and its impact on business and donor communities.

CONTACTING THE WWNO-FM RADIO STATION MANAGEMENT

This financial report is designed to provide our supporters, benefactors, listeners, and creditors with a general overview of the WWNO-FM Radio Station's finances and to show the WWNO-FM Radio Station's accountability for the money it receives. If you have questions about this report or need additional financial information, contact Paul Maassen, General Manager of WWNO-FM, University of New Orleans, New Orleans, Louisiana 70148.

WWNO-FM RADIO STATION
 A PUBLIC TELECOMMUNICATIONS ENTITY
 STATEMENTS OF NET POSITION
JUNE 30, 2021 AND 2020

	<u>2021</u>	<u>2020</u>
<u>ASSETS:</u>		
CURRENT ASSETS:		
Cash	\$ 270,028	\$ 121,014
Pledges receivable, net	237,327	219,038
Due from UNO Foundation	377,464	178,968
Total current assets	884,819	519,020
NONCURRENT ASSETS:		
Cash - board designated reserve	364,819	364,819
Cash - private grant funds	73,020	53,228
Capital assets, net	260,378	280,750
Total noncurrent assets	698,217	698,797
Total assets	1,583,036	1,217,817
DEFERRED OUTFLOWS OF RESOURCES	709,848	713,056
TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES	\$ 2,292,884	\$ 1,930,873
<u>LIABILITIES:</u>		
CURRENT LIABILITIES:		
Accounts payable and accrued liabilities	\$ 248,198	\$ 122,692
Compensated absences - current	346	888
Total current liabilities	248,544	123,580
NONCURRENT LIABILITIES:		
Compensated absences	131,163	99,058
Net pension liability	1,796,588	1,630,590
Total noncurrent liabilities	1,927,751	1,729,648
Total liabilities	2,176,295	1,853,228
DEFERRED INFLOWS OF RESOURCES	132,912	361,904
<u>NET POSITION (DEFICIT):</u>		
Invested in capital assets	260,378	280,750
Unrestricted	(276,701)	(565,009)
Total net deficit	(16,323)	(284,259)
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND NET POSITION	\$ 2,292,884	\$ 1,930,873

See accompanying notes.

WWNO-FM RADIO STATION
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 STATEMENTS OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
FOR THE YEARS ENDED JUNE 30, 2021 AND 2020

	<u>2021</u>	<u>2020</u>
OPERATING REVENUES:		
Corporation for Public Broadcasting	\$ 335,761	\$ 230,046
Donated services income	143,883	152,721
Grants	417,604	167,900
Other operating revenues	1,747,644	1,658,881
Total operating revenues	<u>2,644,892</u>	<u>2,209,548</u>
OPERATING EXPENSES:		
Program services:		
Programming and production	1,369,959	1,021,885
Broadcasting	646,715	618,655
Program information and promotion	226,165	206,958
Support services:		
Management and general	282,094	292,842
Fund raising and membership development	298,075	269,915
Underwriting and grant solicitation	122,721	126,440
Total operating expenses	<u>2,945,729</u>	<u>2,536,695</u>
OPERATING LOSS	<u>(300,837)</u>	<u>(327,147)</u>
NON-OPERATING REVENUES:		
University support	561,804	493,698
Capital gifts and grants	-	66,572
Other non-operating revenues	6,969	6,712
Total non-operating revenues	<u>568,773</u>	<u>566,982</u>
Increase in net position	267,936	239,835
Net deficit at beginning of year	<u>(284,259)</u>	<u>(524,094)</u>
NET DEFICIT AT END OF YEAR	<u>\$ (16,323)</u>	<u>\$ (284,259)</u>

See accompanying notes.

WWNO-FM RADIO STATION
 A PUBLIC TELECOMMUNICATIONS ENTITY
 STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED JUNE 30, 2021 AND 2020

	<u>2021</u>	<u>2020</u>
CASH FLOWS FROM OPERATING ACTIVITIES:		
Corporation for Public Broadcasting	\$ 335,761	\$ 230,046
Payments for employee compensation	(810,356)	(789,053)
Payments for benefits	(365,415)	(377,639)
Payments for supplies and services	(941,838)	(628,883)
Grants	417,604	167,900
Other receipts	1,533,050	1,778,913
Net cash provided by operating activities	<u>168,806</u>	<u>381,284</u>
CASH FLOWS FROM CAPITAL FINANCING ACTIVITIES:		
Capital gifts and grants	-	66,572
Purchase of capital assets	-	(66,572)
Net cash provided (used) by capital financing activities	<u>-</u>	<u>-</u>
Net increase in cash	168,806	381,284
Cash at beginning of the year	<u>539,061</u>	<u>157,777</u>
Cash at the end of the year	<u>\$ 707,867</u>	<u>\$ 539,061</u>
NON-CASH FINANCING ACTIVITIES:		
University support	\$ 559,613	\$ 481,889
In-kind contributions	143,883	152,721
	<u>\$ 703,496</u>	<u>\$ 634,610</u>

See accompanying notes.

WWNO-FM RADIO STATION
A PUBLIC TELECOMMUNICATIONS ENTITY
STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED JUNE 30, 2021 AND 2020

(Continued)

	<u>2021</u>	<u>2020</u>
RECONCILIATION OF OPERATING LOSS TO NET CASH PROVIDED BY OPERATING ACTIVITIES:		
Operating loss	\$ (300,837)	\$ (327,147)
Adjustments to reconcile operating loss to net cash provided by operating activities:		
Depreciation expense	20,372	17,341
University support	561,804	493,698
Pension income from non-employer contributions	6,969	6,712
Changes in assets and liabilities:		
Decrease (increase) in receivables, net	(216,785)	108,222
Decrease (increase) in prepaid expenses	-	8,069
Decrease (increase) in deferred outflows of resources	3,208	20,274
Increase (decrease) in accounts payable and accrued liabilities	125,506	60,388
Increase (decrease) in compensated absences	31,563	9,068
Increase (decrease) in net pension liability	165,998	(7,953)
Increase (decrease) in deferred inflows of resources	<u>(228,992)</u>	<u>(7,388)</u>
Net cash provided by operating activities	<u>\$ 168,806</u>	<u>\$ 381,284</u>
RECONCILIATION OF CASH TO THE STATEMENTS OF NET POSITION:		
Cash classified as current assets	\$ 270,028	\$ 121,014
Cash classified as noncurrent assets	<u>437,839</u>	<u>418,047</u>
	<u>\$ 707,867</u>	<u>\$ 539,061</u>

See accompanying notes.

WWNO-FM RADIO STATION
A PUBLIC TELECOMMUNICATIONS ENTITY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021 AND 2020

Nature of Operations:

The Louisiana State University Board of Supervisors (the Board), the governing body over all campuses under the organizational structure of the LSU System, approved establishment of a public radio station (network) to be housed at, and operated by, the University of New Orleans (UNO). In February 1972, the Federal Communication Commission (FCC) assigned the radio station the call letters WWNO-FM. The Corporation for Public Broadcasting (CPB) was contacted in an effort to gain an understanding of the requirements to becoming a CPB "supported" station. In 1973, WWNO-FM Radio Station attained this status. In December 2011, UNO was transferred to the University of Louisiana System, which is a component of the State of Louisiana.

In December 1994, WWNO Radio Station received permission to establish a second radio station to serve the Thibodaux and Houma areas. In February 1995, the FCC assigned this second radio station the call letters, KTLN. KTLN received its license and began operating as a simulcast station of WWNO-FM in August 1995.

In August 2016, WWNO Radio Station received permission to acquire from another broadcast company a classical station with the call letters K285FF. In December 2016, the FCC assigned the Station radio station with the call letters K285FF to WWNO. K285FF received its license and began operating as a classical station of WWNO-FM in January 2017.

WWNO-FM Radio Station (the Station) is a departmental budget unit of the University of New Orleans (UNO) and is reported in UNO's annual financial statements in the same respect as a public service department.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

Reporting Entity:

The Station is a public telecommunications entity operated by UNO. The accompanying financial statements of the Station contain sub-account information of UNO. As such, the accompanying financial statements present information only as to the transactions of the Station as authorized by Louisiana statutes and administrative regulations. Annually, UNO issues both comprehensive and general-purpose financial statements, which include the activity contained in the accompanying financial statements.

Basis of Presentation:

The accompanying financial statements have been prepared on the full accrual basis in accordance with accounting principles generally accepted in the United States of America. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting principles and reporting standards.

WWNO-FM RADIO STATION
A PUBLIC TELECOMMUNICATIONS ENTITY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021 AND 2020

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES: (Continued)

Basis of Presentation: (Continued)

The Station is considered a proprietary fund and is presented as a business-type activity. Proprietary fund financial statements include a statement of net position; a statement of revenues, expenses, and changes in fund net position; and a statement of cash flows.

Proprietary funds are accounted for using the “economic resources” measurement focus and the accrual basis of accounting. Accordingly, all assets, deferred outflows of resources, liabilities (whether current or noncurrent), and deferred inflows of resources are included on the statement of net position. The statement of revenues, expenses, and changes in fund net position presents increases (revenues) and decreases (expenses) in total net position. Under the accrual basis of accounting, revenues are recognized in the period in which they are earned while expenses are recognized in the period in which the liability is incurred, regardless of the timing of related cash flows.

Cash and Cash Equivalents:

For purposes of the statement of cash flows, cash and cash equivalents includes all highly-liquid investments (including restricted assets) with maturity of three months or less when purchased.

Capital Assets:

Capital assets are reported at cost at the date of acquisition or their estimated fair value on the date of donation. The Station follows Louisiana Property Assistance Agency (LPAA) policy for capitalizing and reporting equipment. For movable property, the Station’s capitalization policy includes all items with a unit cost of \$5,000 or more and an estimated useful life greater than one year. Intangible assets with a cost of \$100,000 or more are capitalized. Routine expenditures for maintenance and repairs which do not materially extend the useful life of the asset are charged to operating expense in the year in which the expense was incurred.

Depreciation is computed using the straight-line method over the estimated useful life of the assets, generally 5 to 12 years for movable property. In accordance with University policies, a full year of depreciation is taken in the year of acquisition. Intangible assets are amortized over their estimated useful life. Intangible assets with indefinite useful lives are not amortized.

Classification of Revenues and Expenses:

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

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A PUBLIC TELECOMMUNICATIONS ENTITY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021 AND 2020

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES: (Continued)

Classification of Revenues and Expenses: (Continued)

Operating Revenues:

Operating revenues include activities that have the characteristics of exchange transactions, such as most federal, state, and local grants; contracts; and federal appropriations. Operating revenues consist mainly of program underwriting income, contributions, grants and services donated by outside parties.

Non-operating Revenues:

Non-operating revenues include other activities, such as University support, investment income, and the Station's proportionate share of non-employer contributing entities pension contributions.

Operating Expenses:

Operating expenses are those expenses that are essential to the primary operations of the Station.

Non-operating Expenses:

All other expenses are reported as non-operating expenses.

Promises to Give and Contributions:

Unconditional pledges are recorded as revenue when the promise to give is made. Promises to give are recorded at their net realizable value, using present value techniques if they are expected to be collected in more than one year.

Unconditional contributions are recorded as revenue when received. Contributions collected by the UNO Foundation on behalf of the Station and used to pay expenses on behalf of the Station are not recognized as revenue in the financial statements. The related expenses are also not recognized in these financial statements (see Note 9).

Management determines the adequacy for an allowance based upon review of current status of existing accounts and historical collection experience. As of June 30, 2021 and 2020, the allowance of doubtful accounts was \$-0-.

In-Kind Contributions:

University support provided by UNO is recorded in revenue and expense when received. Donated services from various private businesses and organizations are recorded in both revenue and expense at the fair value of the services received.

WWNO-FM RADIO STATION
A PUBLIC TELECOMMUNICATIONS ENTITY
NOTES TO FINANCIAL STATEMENTS
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1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES: (Continued)

Board Designated Reserve and Private Grant Funds:

Certain assets are segregated and classified as noncurrent assets and may not be used except for specific board-designated or grant expenditure purposes.

Restricted Resources:

When both restricted and unrestricted resources are available for use, it is the Station's policy to use unrestricted resources first, and then restricted resources as they are needed.

Net Position:

In the Statement of Net Position, the difference between the Station's assets, deferred outflows, liabilities and deferred inflows is recorded as net position. The components of net position are as follows:

Invested in Capital Assets:

This represents the Station's total investment in capital assets, net of accumulated depreciation and reduced by outstanding debt obligations related to acquisition, construction, or improvement of those capital assets, if any.

Unrestricted Net Position:

Unrestricted net position represents resources used for transactions relating to the general operations of the Station and may be used at the discretion of the Station's management and board to meet current expenses and for any purpose.

Deferred Outflows / Inflows of Resources:

In addition to assets, the Statement of Net Position reports a separate section for deferred outflows of resources. This separate financial statement element represents a consumption of net assets that applies to future periods and so will not be recognized as an outflow of resources (expense) until then.

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

Retirement Plans:

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

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NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021 AND 2020

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES: (Continued)

Retirement Plans: (Continued)

fiduciary net position, and changes in fiduciary net position of the defined benefit pension plans in which the Station participates have been determined on the same basis as they are reported by the respective defined benefit pension plans. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms.

Risk Management:

The Station is exposed to various risks of loss related to torts; theft, damage, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. UNO's insurance coverage insures the Station against these types of losses.

Use of Estimates:

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

2. CASH AND CASH EQUIVALENTS:

The Station's cash deposits are part of pooled cash account held and controlled by UNO and are secured from risk by the university through a custodial agreement. In accordance with R.S. 49:327, UNO is authorized to invest funds in direct U.S. Treasury Obligations, U.S. government agency obligations, and money market funds.

At June 30, 2021 and 2020, cash consisted of interest bearing demand deposits totaling \$707,867 and \$539,061, respectively. For each of the years ended June 30, 2021 and 2020, \$364,819 of the cash was designated by the Board as a reserve. As of June 30, 2021 and 2020, \$73,020 and \$53,228, respectively, of the cash was designated for future grant expenditures.

Custodial credit risk is the risk that in the event of a bank failure, the Station's deposits may not be recovered. Under state law these deposits must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank. The market value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the fiscal agent. These pledged securities are held in the name of the pledging fiscal agent bank in a holding or custodial bank in the form of safekeeping receipts held by the State Treasurer.

WWNO-FM RADIO STATION
A PUBLIC TELECOMMUNICATIONS ENTITY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021 AND 2020

3. OTHER POSTEMPLOYMENT BENEFITS:

The University of New Orleans provides certain continuing health care and life insurance benefits for its retired employees. All of the University's employees become eligible for these benefits once they reach normal retirement age while working for the University. These benefits are paid by the University on behalf of the Station. GASB Statement No. 45, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions*, establishes standards for the accounting and financial reporting for other post-employment benefits, including disclosing funding for the plan.

The amount of the Station's liability is not readily determinable by the University as the calculation is based on the combined salaries of all University employees as a whole and shown on the University's financial statements as such.

4. CAPITAL ASSETS:

A summary of changes in capital assets for the years ended June 30, 2021 and 2020 follows:

<u>June 30, 2021</u>	<u>Beginning Balance</u>	<u>Additions</u>	<u>Disposals</u>	<u>Ending Balance</u>
Equipment at cost	\$ 642,831	\$ -	\$ -	\$ 642,831
Less: accumulated depreciation	(562,081)	(20,372)	-	(582,453)
Capital assets being depreciated, net	80,750	(20,372)	-	60,378
Intangible assets not depreciated				
FCC license	200,000	-	-	200,000
Capital assets not being depreciated	200,000	-	-	200,000
Total capital assets, net	<u>\$ 280,750</u>	<u>\$ (20,372)</u>	<u>\$ -</u>	<u>\$ 260,378</u>
<u>June 30, 2020</u>	<u>Beginning Balance</u>	<u>Additions</u>	<u>Disposals</u>	<u>Ending Balance</u>
Equipment at cost	\$ 576,259	\$ 66,572	\$ -	\$ 642,831
Less: accumulated depreciation	(544,740)	(17,341)	-	(562,081)
Capital assets being depreciated, net	31,519	49,231	-	80,750
Intangible assets not depreciated				
FCC license	200,000	-	-	200,000
Capital assets not being depreciated	200,000	-	-	200,000
Total capital assets, net	<u>\$ 231,519</u>	<u>\$ 49,231</u>	<u>\$ -</u>	<u>\$ 280,750</u>

WWNO-FM RADIO STATION
A PUBLIC TELECOMMUNICATIONS ENTITY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021 AND 2020

4. CAPITAL ASSETS: (Continued)

Depreciation taken on equipment for the years ended June 30, 2021 and 2020 was \$20,372 and \$17,341, respectively.

5. COMPENSATED ABSENCES:

Employees accrue and accumulate annual and sick leave in accordance with state law and administrative regulations. Upon separation of employment, both classified and non-classified personnel and their heirs are compensated for accumulated annual leave not to exceed 300 hours. In addition, unclassified personnel or their heirs are compensated for accumulated sick leave not to exceed 25 days upon retirement or death. The method for computing the liability for unused annual and sick leave conforms to Governmental Accounting Standards Board (GASB) Statement No. 16, *Accounting for Compensated Absences*. The liability for compensated absences has thus been calculated on a maximum of 300 hours of accumulated annual leave and on a maximum of 200 hours of accumulated sick leave for unclassified employees having at least five years of retirement system credit. The employer's portion of the Medicare tax and/or social security tax expected to be paid on the calculated liability for annual and sick leave has been included in the estimated liability for compensated absences.

The liability for unused annual leave and unused sick leave at June 30, 2021 and 2020 is estimated to be \$131,509 and \$99,946, respectively. Following is a summary of changes in compensated absences payable:

	<u>2021</u>	<u>2020</u>
Beginning Balance, July 1	\$ 99,946	\$ 90,878
Additions	31,563	9,068
Reductions	<u> --</u>	<u> --</u>
Ending Balance, June 30	\$ <u>131,509</u>	\$ <u>99,946</u>
Due within one year	\$ <u> 346</u>	\$ <u> 888</u>

6. OPERATING LEASES:

The Station is obligated under three operating leases for the rental of tower space for the operation of WWNO-FM/KTLN.

The first lease renewed on July 1, 2018 and expires on June 30, 2023 with quarterly lease payments of \$990.

The second lease renewed on April 1, 2019 and expires on March 31, 2024. In April of 2021, the monthly lease payments of \$9,105 increased by 5% to \$9,560 and will continue to increase by 5% each April until the end of the lease.

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NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021 AND 2020

6. OPERATING LEASES: (Continued)

The third lease ends January 2026. In February 2021, the monthly payments of \$1,350 increased by 4% to \$1,404 and will continue to increase by 4% each February until the end of the lease.

Combined lease payments for tower rental were \$131,054 and \$125,153 for the years ended June 30, 2021 and 2020, respectively.

The future lease payments due under the non-cancelable lease agreements at June 30, 2021, are as follows:

<u>Year ending June 30</u>	<u>Amount</u>
2022	\$ 137,245
2023	143,735
2024	113,383
2025	89,263
2026	<u>11,494</u>
Total	<u>\$ 495,120</u>

7. PENSION PLANS:

Plan Descriptions and Benefits Provided:

Substantially all employees of WWNO-FM Radio Station are provided with pensions through cost-sharing, multiple-employer defined benefit pension plans administered by the Teachers' Retirement System of Louisiana (TRSL). The authority to establish and amend the benefit terms of TRSL was granted to the Board of Trustees and the Louisiana Legislature by Title 11 of the Louisiana Revised Statutes. TRSL issues publicly available financial reports that can be obtained at www.trsl.org.

TRSL administers a plan to provide retirement, disability, and survivor benefits to employees who meet the legal definition of a "teacher" as provided for in R.S 11:701. Eligibility for retirement benefits and the calculation of retirement benefits are provided for in R.S. 11:761. Statutory changes closed existing, and created new, subplans for members hired on or after January 1, 2011.

Most members are eligible to receive retirement benefits (1) at the age of 60 with five years of service, (2) at the age of 55 with at least 25 years of service, or (3) at any age with at least 30 years of service. Retirement benefits are calculated by applying a percentage ranging from 2% to 3% of final average salary multiplied by years of service. Average compensation is defined as the member's average annual earned compensation for the highest 36 consecutive months of employment for members employed prior to July 1, 2011, or highest 60 consecutive months of employment for members employed after that date.

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NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021 AND 2020

7. PENSION PLANS: (Continued)

Plan Descriptions and Benefits Provided: (Continued)

Under R.S. 11:778 and 11:779, members who have suffered a qualified disability are eligible for disability benefits if employed prior to January 1, 2011, and attained at least five years of service or if employed on or after January 1, 2011, and attained at least 10 years of service. Members employed prior to January 1, 2011, receive disability benefits equal to 2.5% of average compensation multiplied by the years of service, but not more than 50% of average compensation subject to statutory minimums. Members employed on or after January 1, 2011, receive disability benefits equivalent to the regular retirement formula without reduction by reason of age.

Survivor benefits are provided for in R.S. 11:762. In order for survivor benefits to be paid, the deceased member must have been in state service at the time of death and must have a minimum of five years of service, at least two of which were earned immediately prior to death, or must have had a minimum of 20 years of service regardless of when earned in order for a benefit to be paid to a minor or handicapped child.

Survivor benefits are equal to 50% of the benefit to which the member would have been entitled if retired on the date of death using a factor of 2.5% regardless of years of service or age, or \$600 per month, whichever is greater. Benefits are payable to an unmarried child until age 18, or age 23 if the child remains a full-time student. The minimum service credit requirement is 10 years for a surviving spouse with no minor children, and benefits are to be paid for life to the spouse or a qualified handicapped child.

TRSL has established a DROP plan. When members enter DROP, their status changes from active member to retiree even though they continue to work and draw their salary for a period up to three years. The election is irrevocable once participation begins. During participation, benefits otherwise payable are fixed and deposited in an individual DROP account. Upon leaving DROP, members must choose among available alternatives for the distribution of benefits that have accumulated in their DROP accounts.

Cost of Living Adjustments:

As fully described in Title 11 of the Louisiana Revised Statutes, TRSL allows for the payment of cost-of-living adjustments, or COLAs, that are funded through investment earnings when recommended by the board of trustees and approved by the Louisiana Legislature. These ad hoc COLAs are not considered to be substantively automatic.

Contributions:

Contribution requirements of active employees are governed by Section 101-104 of Title 11 of the Louisiana Revised Statutes (La. R.S. 11:101-11:104) and may be amended by the Louisiana Legislature. Employees participating in TRSL are included in both the TRSL Regular Plan and TRSL Optional Retirement Plan. Members are required by state statute to

WWNO-FM RADIO STATION
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NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021 AND 2020

7. PENSION PLANS: (Continued)

Contributions: (Continued)

contribute 8.0% of their annual covered salaries, and the Station is required to make employer contributions based on an actuarially determined rate. The Regular Plan employer contribution rate for the fiscal years ended June 30, 2021 and 2020 was 25.0% and 25.3%, respectively, of annual covered payroll. The Optional Retirement Plan employer contribution rate for the fiscal years ended June 30, 2021 and 2020 was 28.0% and 28.4%, respectively, of annual covered payroll. Total contributions paid to TRSL for the years ended June 30, 2021 and 2020 was \$197,698 and \$196,300, respectively.

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

The following table reflects the Station's reported net pension liability, pension expense, proportion share of the net pension liability, and changes in proportion as of June 30, 2021 and 2020.

	2021	2020
Net Pension Liability	\$ 1,796,588	\$ 1,630,590
Pension Expense (Benefit)	\$ (52,835)	\$ 54,438
Proportion of Net Pension Liability	0.016151%	0.016430%
Change in Proportion	0.000279%	0.001114%

The net pension liabilities were measured as of June 30, 2020 and 2019, valuations and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of these dates. The Station's proportion of the net pension liability was based on a projection of the Station's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined.

At June 30, 2021 and 2020, the Station reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	2020		2019	
	Deferred Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	\$ 28,839	\$ -	\$ 50,957
Net difference between projected and actual earnings on pension plan investments	138,686	-	-	60,350
Changes in proportion and differences between employer contributions and proportionate share of contributions	266,588	104,073	400,834	250,597
Changes in assumptions	106,876	-	115,922	-
Employer contributions subsequent to the measurement date	197,698	-	196,300	-
Total	\$ 709,848	\$ 132,912	\$ 713,056	\$ 361,904

WWNO-FM RADIO STATION
A PUBLIC TELECOMMUNICATIONS ENTITY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021 AND 2020

7. PENSION PLANS: (Continued)

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions: (Continued)

Deferred outflows of resources related to pensions resulting from employer contributions subsequent to the measurement date in the amount of \$184,062 will be recognized as a reduction of the net pension liability during the year ending June 30, 2022. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense (benefit) as follows:

Year ending	<u>Amount</u>
<u>June 30</u>	
2022	\$ (79,948)
2023	(166,709)
2024	(84,641)
2025	(47,940)
	<u>\$ (379,238)</u>

Actuarial Assumptions:

The total pension liability in the June 30, 2020 and 2019 actuarial valuations for TRSL was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Actuarial Assumptions	
Valuation Date	June 30, 2020 and 2019
Actuarial Cost Method	Entry Age Normal
Expected Remaining Service Lives	5 years
Investment Rate of Return	7.45% and 7.55%
Inflation Rate	2.3% and 2.5%
Salary Increases	3.1% - 4.6% ; 3.3% - 4.8%
Dates of Experience Study	2012 - 2017
Mortality - Non-disabled	RP-2014 tables
Mortality - Disabled	RP-2014 tables
Termination, Disability, Retirement	2012-2017 study
Cost of Living Adjustments	Not substantively automatic

WWNO-FM RADIO STATION
A PUBLIC TELECOMMUNICATIONS ENTITY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021 AND 2020

7. PENSION PLANS: (Continued)

Actuarial Assumptions: (Continued)

The long-term expected rate of return on pension plan investments of TRSL was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation and an adjustment for the effect of rebalancing/diversification.

The target allocation and expected real rates of return of TRSL for each major asset class of as of the actuarial valuation dates are summarized in the following tables:

Asset Class	2020		2019	
	Target Allocation	Long-Term Expected Real Rate of Return (Arithmetic)	Target Allocation	Long-Term Expected Real Rate of Return (Arithmetic)
Domestic Equity	27.0%	4.60%	27.0%	4.60%
International Equity	19.0%	5.54%	19.0%	5.70%
Domestic Fixed Income	13.0%	0.69%	13.0%	1.69%
International Fixed Income	5.5%	1.50%	5.5%	2.10%
Private Equity	25.5%	8.62%	25.5%	8.67%
Other Private Assets	10.0%	4.45%	10.0%	3.65%
Total	100%		100%	

Discount Rate:

The discount rate used to measure the total pension liability of TRSL was 7.45% for the June 30, 2020 valuation period. The discount rate used to measure total pension liability for TRSL was 7.55% for the June 30, 2019 valuation period. The projection of cash flows used to determine the discount rate assumed that employee contributions will be made at the current contribution rate and that employer contributions from participating employers will be made at 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 current active and inactive 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.

WWNO-FM RADIO STATION
A PUBLIC TELECOMMUNICATIONS ENTITY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021 AND 2020

7. PENSION PLANS: (Continued)

Sensitivity of the Station’s Proportionate Share of the Net Pension Liability to Changes in the Discount Rate:

The following presents the Station’s proportionate share of the net pension liability as of June 30, 2021 and 2020 using the current discount rate of 7.45% for 2021 and 7.55% for 2020, as well as what the Station’s proportionate share of the net pension liability would be if it were calculated using a discount rate that is one percentage-point lower or one percentage-point higher than the current rate:

<u>Fiscal Year End</u>	<u>1% Decrease</u>	<u>Current Discount Rate</u>	<u>1% Increase</u>
06/30/21	\$ 2,345,294	\$ 1,796,588	\$ 1,334,684
06/30/20	\$ 2,170,548	\$ 1,630,590	\$ 1,175,487

Support of Non-employer Contributing Entities:

Contributions received by a pension plan from non-employer contributing entities that are not in a special funding situation are recorded as revenue by the respective pension plan. The Station recognizes revenue in an amount equal to their proportionate share of the total contributions to the pension plan from these non-employer contributing entities. During the years ended June 30, 2021 and 2020, the Station recognized revenue as a result of support received from non-employer contributing entities of \$6,969 and \$6,712, respectively, for its participation in TRSL.

Pension Plan Fiduciary Net Position:

Detailed information about the pension plans fiduciary net position is available in the separately issued financial reports for TRSL and can be obtained on the plan’s website or on the Louisiana Legislative Auditor’s website: www.lla.la.gov.

Payables to the Pension Plan:

As of June 30, 2021 and 2020, the Station had no payables recorded for outstanding contributions due to TRSL.

8. IN-KIND CONTRIBUTIONS AND DONATED SERVICES:

University support includes donated facilities provided by UNO consisting of office and studio space together with related occupancy costs. In addition to donated facilities, University support provides other services including, but not limited to, accounting, human resources, and payroll. UNO also shares services with the Station, such as utilities, and pays the Station’s portion of these expenses. Total university support for the years ended June 30, 2021 and 2020 was \$561,804 and \$493,698, respectively.

WWNO-FM RADIO STATION
A PUBLIC TELECOMMUNICATIONS ENTITY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021 AND 2020

8. IN-KIND CONTRIBUTIONS AND DONATED SERVICES: (Continued)

During the years ended June 30, 2021 and 2020, the Station received the following donated services from private businesses and organizations:

	<u>2021</u>	<u>2020</u>
Radio programming	\$ 36,383	\$ 52,846
Publications/advertising	56,200	60,725
Other services and supplies	<u>51,300</u>	<u>39,150</u>
	<u>\$ 143,883</u>	<u>\$ 152,721</u>

The Station would normally have purchased these services with operating revenues. Management is unable to determine how long the services will continue to be donated.

9. DUE FROM UNO FOUNDATION:

The UNO Foundation collects contributions and disburses certain expenses on behalf of the Station. Amounts held by the UNO Foundation as of June 30, 2021 and 2020 were as follows:

	<u>2021</u>	<u>2020</u>
Due from UNO Foundation, beginning of year	\$ 178,968	\$ 309,710
Collections	1,037,872	1,020,480
Disbursements	(500,000)	(445,986)
Transfers to the Station	<u>(339,376)</u>	<u>(705,236)</u>
Due from UNO Foundation, end of year	<u>\$ 377,464</u>	<u>\$ 178,968</u>

10. UNRESTRICTED NET POSITION – DEFICIT BALANCE:

The Station reported an unrestricted deficit balance of \$276,701 and \$565,009 as of June 30, 2021 and 2020, respectively. This is primarily due to the recording of net pension liability in the amount of \$1,796,588 and \$1,630,590 as of June 30, 2021 and 2020, respectively. Management continues to evaluate unrestricted net position and develop a plan to increase profits for the Station.

11. PAYCHECK PROTECTION PROGRAM:

During the year ended June 30, 2021, the Station was allocated a portion of a Paycheck Protection Program loan that the University of New Orleans received from the Small Business Administration (SBA) as part of the CARES Act that was enacted due to the COVID-19 pandemic. The amount allocated was \$242,604 and was used to cover payroll related costs. The SBA has forgiven the loan and as such, the amount received is recognized as revenue and is included with the grant income in the financial statements.

WWNO-FM RADIO STATION
A PUBLIC TELECOMMUNICATIONS ENTITY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021 AND 2020

12. UNCERTAINTIES:

A strain of novel coronavirus (COVID-19) was reported in Louisiana in March 2020, and continues to spread throughout the United States. The related financial impact and duration cannot be reasonably estimated at this time.

REQUIRED SUPPLEMENTARY INFORMATION

WWNO-FM RADIO STATION
 A PUBLIC TELECOMMUNICATIONS ENTITY
 SCHEDULE OF PROPORTIONATE SHARE OF
 NET PENSION LIABILITY
FOR THE SEVEN YEARS ENDED JUNE 30, 2021

<u>Fiscal Year</u>	Employer's Proportion of the Net Pension Liability	Employer's Proportionate Share of the Net Pension Liability	Employer's Covered-Employee Payroll	Employer's Proportionate Share of the Net Pension Liability as a % of its Covered-Employee Payroll	Plan Fiduciary Net Position as a % of the Total Pension Liability
<u>Teachers' Retirement System of Louisiana</u>					
6/30/2021	0.016151 %	\$ 1,796,588	\$ 727,741	246.87%	65.60%
6/30/2020	0.016430 %	\$ 1,630,590	\$ 679,732	239.89%	68.60%
6/30/2019	0.015316 %	\$ 1,505,243	\$ 504,772	298.20%	68.20%
6/30/2018	0.010783 %	\$ 1,105,465	\$ 544,376	203.07%	65.60%
6/30/2017	0.013859 %	\$ 1,511,258	\$ 565,377	267.30%	59.90%
6/30/2016	0.013554 %	\$ 1,457,367	\$ 529,442	275.26%	62.50%
6/30/2015	0.011709 %	\$ 1,196,830	\$ 484,509	247.02%	63.70%

**Louisiana State Employees' Retirement System

6/30/2021	0.000000 %	\$ -	\$ -	-%	-%
6/30/2020	0.000000 %	\$ -	\$ 37,826	-%	62.90%
6/30/2019	0.001955 %	\$ 133,300	\$ 40,207	331.53%	64.30%
6/30/2018	0.002156 %	\$ 151,789	\$ 39,957	379.88%	62.50%
6/30/2017	0.002125 %	\$ 166,885	\$ 39,957	417.66%	57.70%
6/30/2016	0.002105 %	\$ 143,161	\$ 39,957	358.29%	62.70%
6/30/2015	0.001825 %	\$ 114,104	\$ 39,957	285.57%	65.00%

** WWNO did not have any employees in LSERS for fiscal years 2021 and 2020.

This schedule is intended to show information for 10 years. Additional years will be presented as they become available.

WWNO-FM RADIO STATION
A PUBLIC TELECOMMUNICATIONS ENTITY
SCHEDULE OF PENSION CONTRIBUTIONS
FOR THE SEVEN YEARS ENDED JUNE 30, 2021

<u>Fiscal Year</u>	<u>Contractually Required Contribution</u>	<u>Contributions in Relation to Contractually Required Contribution</u>	<u>Contribution Deficiency (Excess)</u>	<u>Employer's Covered- Employee Payroll</u>	<u>Contributions as a Percentage of Covered- Employee Payroll</u>
<u>Teachers' Retirement System of Louisiana</u>					
6/30/2021	\$ 197,698	\$ 197,698	\$ -	\$ 739,336	26.74%
6/30/2020	\$ 196,300	\$ 196,300	\$ -	\$ 727,741	26.97%
6/30/2019	\$ 182,664	\$ 182,664	\$ -	\$ 679,732	26.87%
6/30/2018	\$ 123,791	\$ 123,791	\$ -	\$ 504,772	24.52%
6/30/2017	\$ 140,456	\$ 140,456	\$ -	\$ 544,376	25.80%
6/30/2016	\$ 151,181	\$ 151,181	\$ -	\$ 565,377	26.74%
6/30/2015	\$ 145,876	\$ 145,876	\$ -	\$ 529,442	27.55%
<u>**Louisiana State Employees' Retirement System</u>					
6/30/2021	\$ -	\$ -	\$ -	\$ -	-%
6/30/2020	\$ -	\$ -	\$ -	\$ -	-%
6/30/2019	\$ 14,336	\$ 14,336	\$ -	\$ 37,826	37.90%
6/30/2018	\$ 15,238	\$ 15,238	\$ -	\$ 40,207	37.90%
6/30/2017	\$ 14,305	\$ 14,305	\$ -	\$ 39,957	35.80%
6/30/2016	\$ 14,864	\$ 14,864	\$ -	\$ 39,957	37.20%
6/30/2015	\$ 14,784	\$ 14,784	\$ -	\$ 39,957	37.00%

** WWNO did not have any employees in LSERS for fiscal years 2021 and 2020.

This schedule is intended to show information for 10 years. Additional years will be presented as they become available.

WWNO-FM RADIO STATION
A PUBLIC TELECOMMUNICATIONS ENTITY
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
FOR THE SEVEN YEARS ENDED JUNE 30, 2021

1. SCHEDULE OF THE PROPORTIONATE SHARE NET PENSION LIABILITY:

This schedule reflects the participation of WWNO-FM Radio Station's employees in retirement systems and its proportionate share of the net pension liability, the proportionate share of the net pension liability as a percentage of its covered payroll, and the plan fiduciary net position as a percentage of the total pension liability.

2. SCHEDULE OF PENSION CONTRIBUTIONS:

This schedule represents the employer contributions subsequent to the measurement date and recognized as a reduction of the net pension liability in future years.

3. CHANGES IN BENEFIT TERMS:

There were no changes in benefit terms since the previous valuation.

4. CHANGES IN ASSUMPTIONS:

TRSL:							
Valuation Date	June 30, 2020	June 30, 2019	June 30, 2018	June 30, 2017	June 30, 2016	June 30, 2015	June 30, 2014
Investment Rate of Return	7.45%	7.55%	7.65%	7.70%	7.75%	7.75%	7.75%
Inflation Rate	2.30%	2.50%	2.50%	2.50%	2.50%	2.50%	2.50%
Salary Increases	3.1% - 4.6%	3.3% - 4.8%	3.3% - 4.8%	3.5% - 10.0%	3.5% - 10.0%	3.5% - 10.0%	3.5% - 10.0%
Mortality Rate Non-Disabled	RP2014 Tables	RP2014 Tables	RP2014 Tables	RP2000 Tables	RP2000 Tables	RP2000 Tables	RP2000 Tables
Mortality Rate Disabled	RP2014 Tables	RP2014 Tables	RP2014 Tables	RP2000 Tables	RP2000 Tables	RP2000 Tables	RP2000 Tables
LASERS:							
Valuation Date	n/a	n/a	June 30, 2018	June 30, 2017	June 30, 2016	June 30, 2015	June 30, 2014
Investment Rate of Return	n/a	n/a	7.65%	7.70%	7.75%	7.75%	7.75%
Inflation Rate	n/a	n/a	2.50%	2.50%	3.00%	3.00%	3.00%
Salary Increases	n/a	n/a	2.83% - 14.3%	2.83% - 14.3%	3.0% - 14.5%	3.0% - 14.5%	3.0% - 14.5%
Mortality Rate Non-Disabled	n/a	n/a	RP2000 Tables	RP2000 Tables	RP2000 Tables	RP2000 Tables	RP2000 Tables
Mortality Rate Disabled	n/a	n/a	RP2000 Tables	RP2000 Tables	RP2000 Tables	RP2000 Tables	RP2000 Tables

OTHER SUPPLEMENTARY INFORMATION

WWNO-FM RADIO STATION
A PUBLIC TELECOMMUNICATIONS ENTITY
SCHEDULE OF COMPENSATION, BENEFITS, AND OTHER PAYMENTS
TO THE GENERAL MANAGER
JUNE 30, 2021

Agency Head: Paul Maassen
Position: General Manager

Salary	\$ 96,693
Benefits - insurance	12,306
Benefits - retirement	27,074
Benefits - other	8,000
Total	<u>\$ 144,073</u>

WWNO-FM RADIO STATION
A PUBLIC TELECOMMUNICATIONS ENTITY
SCHEDULE OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED JUNE 30, 2021
(with comparison totals for 2020)

	PROGRAM SERVICES				SUPPORTING SERVICES				TOTAL EXPENSES	
	Programming and Production	Broadcasting	Program Information and Promotion	Total Program Services	Management and General	Fund Raising and Membership Development	Underwriting and Grant Solicitation	Total Supporting Services	2021	2020
Advertising	\$ 56,200	\$ -	\$ -	\$ 56,200	\$ 1,754	\$ -	\$ -	\$ 1,754	\$ 57,954	\$ 60,725
Audit fees	-	-	-	-	10,500	-	-	10,500	10,500	10,500
Bank fees	-	-	-	-	-	14,958	-	14,958	14,958	20,244
Communication costs and postage	6,923	4,099	3,890	14,912	5,098	3,188	1,944	10,230	25,142	26,166
Depreciation on equipment	-	20,372	-	20,372	-	-	-	-	20,372	17,341
Employee benefits	80,460	92,563	33,515	206,538	62,561	42,792	32,270	137,623	344,161	398,351
Employee salaries and wages	201,189	209,558	80,596	491,343	135,626	92,823	69,873	298,322	789,665	793,080
Indirect administrative support	185,232	109,684	104,088	399,004	59,879	82,263	18,467	160,609	559,613	481,889
Miscellaneous	11,981	3,318	3,133	18,432	2,463	-	-	2,463	20,895	13,870
Program costs	798,496	-	-	798,496	-	-	-	-	798,496	480,950
Repairs and maintenance	-	16,070	-	16,070	1,267	-	-	1,267	17,337	17,150
Software and IT services	10,200	-	-	10,200	1,895	17,856	-	19,751	29,951	11,430
Subscriptions and memberships	14,042	-	-	14,042	-	-	-	-	14,042	10,192
Supplies	5,236	49,529	943	55,708	851	44,195	167	45,213	100,921	51,373
Tower rent	-	131,054	-	131,054	-	-	-	-	131,054	131,620
Travel	-	-	-	-	200	-	-	200	200	-
Utilities	-	10,468	-	10,468	-	-	-	-	10,468	11,814
Total	\$ 1,369,959	\$ 646,715	\$ 226,165	\$ 2,242,839	\$ 282,094	\$ 298,075	\$ 122,721	\$ 702,890	\$ 2,945,729	\$ 2,536,695



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

December 16, 2021

Dr. John Nicklow, President
University of New Orleans
New Orleans, Louisiana

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, the financial statements of the WWNO-FM Radio Station, as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the WWNO-FM Radio Station's basic financial statements, and have issued our report thereon dated December 16, 2021.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the WWNO-FM Radio Station's internal control over financial reporting to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the WWNO-FM Radio Station's internal control. Accordingly, we do not express an opinion on the effectiveness of the WWNO-FM Radio Station's internal control.

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

Our consideration of the internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit, we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

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

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Station's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the WWNO-FM Radio Station's internal control and compliance. Accordingly, this communication is not suitable for any other purpose. Under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.



New Orleans, Louisiana

WWNO-FM RADIO STATION
A PUBLIC TELECOMMUNICATIONS ENTITY
SUMMARY SCHEDULE OF FINDINGS
FOR THE YEAR ENDED JUNE 30, 2021

SUMMARY OF AUDITOR'S RESULTS:

1. The opinion issued on the financial statements of WWNO-FM Radio Station for the year ended June 30, 2021 was unmodified.

2. Internal Control Over Financial Reporting
Material weaknesses: none
Significant deficiencies: none

3. Compliance
Noncompliance material to the financial statements: none

FINDINGS REQUIRED TO BE REPORTED UNDER GENERALLY ACCEPTED GOVERNMENT
AUDITING STANDARDS:

None

SUMMARY OF PRIOR YEAR FINDINGS:

None