NEW ENGLAND PUBLIC MEDIA, INC.

CONSOLIDATED FINANCIAL STATEMENTS

YEARS ENDED JUNE 30, 2024 AND 2023



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INDEPENDENT AUDITORS' REPORT

Board of Directors
New England Public Media, Inc.
Springfield, Massachusetts

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying consolidated financial statements of New England Public Media, Inc., which comprise the consolidated statements of financial position as of June 30, 2024 and 2023, and the related consolidated statements of activities, functional expenses, and cash flows for the years then ended, and the related notes to the consolidated financial statements.

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

Basis for Opinion

We conducted our audits in accordance with auditing standards generally accepted in the United States of America (GAAS). Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of New England Public Media 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 opinion.

Responsibilities of Management 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, 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 New England Public Media ability to continue as a going concern for one year after the date the financial statements are available to be issued.

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Auditors' 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 auditors' report that includes our opinion. 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 GAAS 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 GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.

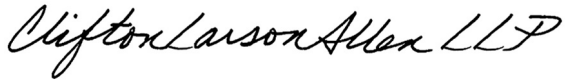
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.

- Obtain an understanding of internal control relevant to the audit 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 New England Public Media, Inc.'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 New England Public Media '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 audit, significant audit findings, and certain internal control related matters that we identified during the audit.



CliftonLarsonAllen LLP

Boston, Massachusetts
November 22, 2024

NEW ENGLAND PUBLIC MEDIA, INC.
CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
JUNE 30, 2024 AND 2023

	2024	2023
ASSETS		
CURRENT ASSETS		
Cash	$ 262,590	$ 185,583
Accounts Receivable, Net of Allowance for Credit Losses of $81,943 and $29,308	344,084	351,049
Grants Receivable	55,572	79,400
Current Portion of Pledges Receivable, Net	46,900	3,059,400
Prepaid Expenses and Other Assets	149,599	26,439
Total Current Assets	858,745	3,701,871
Long-Term Pledges Receivable, Net	4,722	106,530
Radio Licenses	2,780,000	2,780,000
Other Assets	24,508	20,928
Long-Term Investments	5,307,722	1,807,209
Property, Facilities, and Equipment, Net	5,035,421	5,510,454
Right-of-Use Asset	3,337,623	1,280,162
Total Assets	$ 17,348,741	$ 15,207,154
LIABILITIES AND NET ASSETS		
CURRENT LIABILITIES		
Current Maturities of Debt	$ 5,839,823	$ 1,061,234
Accounts Payable	487,705	2,118,415
Accrued Expenses	1,134,449	1,278,395
Deferred Revenue and Other Liabilities	54,367	89,877
Lease Liabilities	139,118	62,128
Total Current Liabilities	7,655,462	4,610,049
Long-Term Debt, Net	308,943	366,142
Long-Term Lease Liabilities	3,659,804	1,250,053
Total Liabilities	11,624,209	6,226,244
NET ASSETS		
Without Donor Restrictions	1,594,928	5,074,225
With Donor Restrictions	4,129,604	3,906,685
Total Net Assets	5,724,532	8,980,910
Total Liabilities and Net Assets	$ 17,348,741	$ 15,207,154

See accompanying Notes to Consolidated Financial Statements.

NEW ENGLAND PUBLIC MEDIA, INC.
CONSOLIDATED STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2024

	Without Donor Restrictions	With Donor Restrictions	Total
OPERATING REVENUE			
Underwriting	$ 1,369,764	$ -	$ 1,369,764
Viewer and Listener Support	3,802,980	-	3,802,980
Grants and Contributions	92,706	544,883	637,589
Community Service Grants from Corporation for Public Broadcasting	257,900	-	257,900
Other Services Revenue	20,415	-	20,415
Planned Giving	451,425	450,000	901,425
Change in Value of Split Interest Agreements	-	3,580	3,580
Contributed Nonfinancial Assets	556,839	-	556,839
Miscellaneous Income	216,472	-	216,472
Total Operating Revenue	6,768,501	998,463	7,766,964
Net Assets Released from Restrictions	812,814	(812,814)	-
Total Operating Revenue and Other Support	7,581,315	185,649	7,766,964
OPERATING EXPENSES			
Program Services:			
Programming and Production	3,393,247	-	3,393,247
Broadcasting	3,762,157	-	3,762,157
Public Information, Guides, and Educational Material	623,822	-	623,822
Total Program Services	7,779,226	-	7,779,226
Supporting Services:			
Fundraising and Development	1,557,951	-	1,557,951
Underwriting	705,616	-	705,616
General and Administrative	2,186,947	-	2,186,947
Total Supporting Services	4,450,514	-	4,450,514
Total Operating Expenses	12,229,740	-	12,229,740
(Deficit) Surplus of Operating Revenue and Other Support Over Operating Expenses	(4,648,425)	185,649	(4,462,776)
NONOPERATING GAINS (LOSSES)			
Unrealized Gains on Investments	145,124	27,391	172,515
Realized (Loss) Gains on Investments	(61)	309	248
Investment Income, Net	132,128	9,570	141,698
(Loss) on Disposal of Assets	(6,389)	-	(6,389)
Nonoperating Gains, Net	270,802	37,270	308,072
Change in Net Assets Before Equity Transfers	(4,377,623)	222,919	(4,154,704)
Equity Transfers from WGBH Educational Foundation	898,326	-	898,326
CHANGE IN NET ASSETS	(3,479,297)	222,919	(3,256,378)
Net Assets - Beginning of Year	5,074,225	3,906,685	8,980,910
NET ASSETS - END OF YEAR	$ 1,594,928	$ 4,129,604	$ 5,724,532

See accompanying Notes to Consolidated Financial Statements.

NEW ENGLAND PUBLIC MEDIA, INC.
CONSOLIDATED STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2023

	Without Donor Restrictions	With Donor Restrictions	Total
OPERATING REVENUE			
Underwriting	$ 1,643,701	$ -	$ 1,643,701
Viewer and Listener Support	3,976,148	-	3,976,148
Grants and Contributions	148,304	381,080	529,384
Community Service Grants from Corporation for Public Broadcasting	206,524	-	206,524
Other Services Revenue	128,858	-	128,858
Planned Giving	-	3,000,000	3,000,000
Change in Value of Split Interest Agreements	-	2,022	2,022
Contributed Nonfinancial Assets	518,633	-	518,633
Miscellaneous Income	260,716	-	260,716
Total Operating Revenue	6,882,884	3,383,102	10,265,986
Net Assets Released from Restrictions	344,320	(344,320)	-
Total Operating Revenue and Other Support	7,227,204	3,038,782	10,265,986
OPERATING EXPENSES			
Program Services:			
Programming and Production	3,803,519	-	3,803,519
Broadcasting	2,893,863	-	2,893,863
Public Information, Guides, and Educational Material	645,344	-	645,344
Total Program Services	7,342,726	-	7,342,726
Supporting Services:			
Fundraising and Development	1,839,013	-	1,839,013
Underwriting	573,814	-	573,814
General and Administrative	2,689,779	-	2,689,779
Total Supporting Services	5,102,606	-	5,102,606
Total Operating Expenses	12,445,332	-	12,445,332
(Deficit) Surplus of Operating Revenue and Other Support Over Operating Expenses	(5,218,128)	3,038,782	(2,179,346)
NONOPERATING GAINS (LOSSES)			
Unrealized Gains on Investments	77,350	14,990	92,340
Realized (Loss) Gains on Investments	(165)	321	156
Investment Income, Net	30,260	7,780	38,040
(Loss) on Disposal of Assets	(203,426)	-	(203,426)
Nonoperating (Losses) Gains, Net	(95,981)	23,091	(72,890)
Change in Net Assets Before Equity Transfers	(5,314,109)	3,061,873	(2,252,236)
Equity Transfers from WGBH Educational Foundation	2,974,917	-	2,974,917
CHANGE IN NET ASSETS	(2,339,192)	3,061,873	722,681
Net Assets - Beginning of Year	7,413,417	844,812	8,258,229
NET ASSETS - END OF YEAR	$ 5,074,225	$ 3,906,685	$ 8,980,910

See accompanying Notes to Consolidated Financial Statements.

NEW ENGLAND PUBLIC MEDIA, INC.
CONSOLIDATED STATEMENT OF FUNCTIONAL EXPENSES
YEAR ENDED JUNE 30, 2024

	Program Services				Support Services				
	Programming and Production	Broadcasting	Public Information, Guides, and Educational Material	Total Program Services	Fundraising and Development	Underwriting	General and Administrative	Total Supporting Services	Total Operating Expenses
OPERATING EXPENSES									
Salaries and Wages	$ 1,793,498	$ 895,685	$ 343,047	$ 3,032,230	$ 398,888	$ 313,482	$ 985,054	$ 1,697,424	$ 4,729,654
Retirement Plan Contributions	20,937	10,456	4,005	35,398	4,657	3,660	11,500	19,817	55,215
Other Employee Benefits	135,355	67,597	25,890	228,842	30,104	23,658	74,342	128,104	356,946
Payroll Taxes	85,398	42,648	16,334	144,380	18,993	14,927	46,904	80,824	225,204
Legal Fees	-	-	-	-	150	-	59,550	59,700	59,700
Accounting Fees	-	-	-	-	-	-	45,793	45,793	45,793
Consulting and Advisory Services	79,163	14,890	60,140	154,193	649,439	81,641	179,651	910,731	1,064,924
Marketing and Promotions	15,378	4,144	29,039	48,561	138,284	25	9,431	147,740	196,301
Information Technology	5,898	500,887	3,975	510,760	28,164	9,623	56,064	93,851	604,611
Occupancy	73,166	725,292	86,811	885,269	42,590	14,910	152,131	209,631	1,094,900
Travel	5,485	5,608	582	11,675	559	2,723	12,197	15,479	27,154
Interest	2,321	73,604	-	75,925	-	-	297,285	297,285	373,210
Depreciation and Amortization	12,247	611,329	-	623,576	-	-	82,802	82,802	706,378
Equipment Expense	11,840	7,942	372	20,154	-	-	4,345	4,345	24,499
Insurance	2,341	-	-	2,341	-	-	46,566	46,566	48,907
Digital Services	4,735	-	17,056	21,791	-	-	981	981	22,772
Rights and Licenses	2,948	-	-	2,948	-	-	-	-	2,948
Production and Acquisitions	909,282	781,758	200	1,691,240	26,482	-	25,622	52,104	1,743,344
In-Kind	217,225	14,890	26,642	258,757	81,371	176,440	40,271	298,082	556,839
Bad Debt	(2,600)	400	-	(2,200)	61,576	61,110	(4,699)	117,987	115,787
Miscellaneous	18,630	5,027	9,729	33,386	76,694	3,417	61,157	141,268	174,654
Total Operating Expenses	$ 3,393,247	$ 3,762,157	$ 623,822	$ 7,779,226	$ 1,557,951	$ 705,616	$ 2,186,947	$ 4,450,514	$ 12,229,740

See accompanying Notes to Consolidated Financial Statements.

NEW ENGLAND PUBLIC MEDIA, INC.
CONSOLIDATED STATEMENT OF FUNCTIONAL EXPENSES
YEAR ENDED JUNE 30, 2023

	Program Services				Support Services				
	Programming and Production	Broadcasting	Public Information, Guides, and Educational Material	Total Program Services	Fundraising and Development	Underwriting	General and Administrative	Total Supporting Services	Total Operating Expenses
OPERATING EXPENSES									
Salaries and Wages	$ 2,093,324	$ 728,255	$ 440,250	$ 3,261,829	$ 722,568	$ 339,446	$ 1,611,653	$ 2,673,667	$ 5,935,496
Retirement Plan Contributions	21,169	7,364	4,452	32,985	7,307	3,433	16,298	27,038	60,023
Other Employee Benefits	191,377	66,579	40,249	298,205	66,059	31,033	147,341	244,433	542,638
Payroll Taxes	88,165	30,672	18,542	137,379	30,432	14,296	67,878	112,606	249,985
Legal Fees	-	890	-	890	1,112	-	77,206	78,318	79,208
Accounting Fees	-	-	-	-	-	-	35,739	35,739	35,739
Consulting and Advisory Services	27,856	6,081	48,510	82,447	501,327	-	138,996	640,323	722,770
Marketing and Promotions	6,188	866	8,224	15,278	152,464	90	1,394	153,948	169,226
Information Technology	4,356	458,455	9,016	471,827	26,581	5,862	55,995	88,438	560,265
Occupancy	105,220	460,553	27,972	593,745	25,599	11,655	158,741	195,995	789,740
Travel	9,426	4,182	-	13,608	1,152	3,955	7,488	12,595	26,203
Interest	-	11,808	-	11,808	-	-	45,166	45,166	56,974
Depreciation and Amortization	8,076	243,002	-	251,078	-	-	77,211	77,211	328,289
Equipment Expense	9,617	2,008	159	11,784	7,196	-	-	7,196	18,980
Insurance	2,310	-	-	2,310	-	-	48,450	48,450	50,760
Digital Services	330	2,267	15,097	17,694	-	172	82	254	17,948
Rights and Licenses	-	-	-	-	-	-	-	-	-
Production and Acquisitions	996,483	847,741	12	1,844,236	125,300	28	108,289	233,617	2,077,853
In-Kind	222,768	14,457	27,321	264,546	83,447	129,342	41,298	254,087	518,633
Bad Debt	-	-	-	-	(8,008)	29,141	(44,831)	(23,698)	(23,698)
Miscellaneous	16,854	8,683	5,540	31,077	96,477	5,361	95,385	197,223	228,300
Total Operating Expenses	$ 3,803,519	$ 2,893,863	$ 645,344	$ 7,342,726	$ 1,839,013	$ 573,814	$ 2,689,779	$ 5,102,606	$ 12,445,332

See accompanying Notes to Consolidated Financial Statements.

NEW ENGLAND PUBLIC MEDIA, INC.
CONSOLIDATED STATEMENTS OF CASH FLOWS
YEARS ENDED JUNE 30, 2024 AND 2023

	2024	2023
CASH FLOWS FROM OPERATING ACTIVITIES		
(Decrease) Increase in Net Assets	$ (3,256,378)	$ 722,681
Adjustments to Reconcile Increase (Decrease) in Net Assets to Net Cash Provided by Operating Activities:		
Unrealized Gains on Investments and Split Interest Agreements	(176,095)	(94,362)
Realized Gains on Investments	(248)	(156)
Depreciation and Amortization	539,159	252,832
Loss on Disposal of Assets	6,389	203,426
Amortization of Right-of-Use Assets	167,219	75,457
Contributions of Securities	10,618	6,588
Proceeds from Sale of Contributed Securities	(13,216)	(6,455)
Credit Loss Expense	52,637	(23,698)
Changes in Operating Assets and Liabilities:		
Accounts Receivable	(45,672)	1,215,255
Grants Receivable	23,828	(29,400)
Pledges Receivable	3,114,308	(2,890,966)
Prepaid Expenses and Other Assets	(123,160)	2,350
CSG Receivable	-	244,401
Accounts Payable	(1,630,710)	2,040,577
Accrued Expenses	(143,919)	(459,482)
Deferred Revenue and Other Liabilities	(35,510)	(54,072)
Lease Liabilities	(84,425)	20,911
Right-of-Use Asset	617,476	3,919
Net Cash (Used) Provided by Operating Activities	(977,699)	1,229,807
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchases of Property, Facilities, and Equipment	(70,515)	(2,239,220)
Purchases of Investments	(3,846,975)	(38,044)
Proceeds from Disposal of Long-Term Assets	-	841,309
Proceeds from Sales of Investments	521,823	72,077
Net Cash Used by Investing Activities	(3,395,667)	(1,363,878)
CASH FLOWS FROM FINANCING ACTIVITIES		
Line of Credit Advances	13,164,192	17,093,263
Line of Credit Payments	(8,398,148)	(17,090,129)
Debt Principal Payments	(62,368)	(56,841)
Finance Lease Principal Payments	(270,989)	(81,829)
Proceeds from Issuance of Long-Term Debt	17,686	-
Net Cash Provided (Used) by Financing Activities	4,450,373	(135,536)
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	77,007	(269,607)
Cash and Cash Equivalents - Beginning of Year	185,583	455,190
CASH AND CASH EQUIVALENTS - END OF YEAR	$ 262,590	$ 185,583
	-	-

See accompanying Notes to Consolidated Financial Statements.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Financial Statement Presentation

The consolidated financial statements of New England Public Media, Inc. and affiliates (NEPM or the Organization) include the accounts of New England Public Media and its wholly owned affiliated stations (WGBY-TV, WNNU-FM, WNNZ-AM, WNNZ-FM, and WNNI-FM), collectively referred to herein as NEPM.

Effective July 23, 2019, the WGBH Educational Foundation (GBH or the Foundation) entered into an affiliation agreement with New England Public Radio (NEPR). NEPR business operations were combined with the Foundation's television station, WGBY, to create an entity called NEPM. GBH is the sole corporate member of NEPM.

All significant intercompany accounts and transactions have been eliminated.

The accompanying consolidated financial statements have been prepared on the accrual basis of accounting in conformity with accounting principles generally accepted in the United States of America (GAAP). Net assets are classified as either with donor restrictions or without donor restrictions. In the accompanying consolidated financial statements, net assets that have similar characteristics have been combined into similar categories as follows:

Net Assets Without Donor Restrictions

Net assets without donor restrictions are the part of net assets of a not-for-profit entity that are not subject to donor-imposed restrictions. A donor-imposed restriction is a donor stipulation that specifies a use for a contributed asset that is more specific than broad limits resulting from the following: a) the nature of the not-for-profit entity, b) the environment in which it operates and c) the purposes specified in its articles of incorporation or bylaws or comparable documents. This classification includes all revenues, gains and expenses not restricted by donors. The Organization reports all expenditures in this class of net assets since the use of restricted contributions in accordance with donors' stipulations results in the release of the restriction.

Net assets without donor restrictions may be designated for specific purposes by action of the Board of Directors (the Board). Upon approval by the Board, transfers are made between undesignated and board-designated net assets without donor restrictions.

Net Assets with Donor Restrictions

Net assets with donor restrictions are the part of net assets of a not-for-profit entity subject to donor-imposed restrictions. These include contributions for which donor-imposed restrictions have not been met, endowment gifts required to be retained for either a term or in perpetuity, investment income and appreciation on endowment funds and pledges receivable.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Net Assets With Donor Restrictions (Continued)

Donor-imposed restrictions may expire due to the passage of time or through actions of the Organization pursuant to the stipulations of the donor. Expirations of donor-imposed stipulations that simultaneously increase one class of net assets and decrease another are reported as net assets released from restrictions. The Organization has not elected the simultaneous release option for unconditional non-exchange transactions that are also subject to purpose restrictions. Under this option, net assets without donor restrictions include the donor-restricted gifts and pledges whose purpose restrictions are met in the same reporting year as the revenue is recognized.

NEPM receives contributions from the Corporation for Public Broadcasting (CPB), organizations, major donors, states and federal agencies for the production of television and radio programming. These contributions are reported as increases in net assets with donor restrictions. NEPM's policy is to release the contributions into net assets without donor restrictions upon delivery of the completed programming.

Contributions received with donor restrictions are released from restriction as costs are incurred.

Functional Allocation of Expenses

The costs of providing the various programs and other activities have been summarized on a functional basis in the consolidated statement of activities in accordance with the overall mission of the Organization. In the consolidated statement of functional expenses, each functional classification displays all expenses related to the underlying operations by natural classification. Accordingly, certain costs, such as salaries, benefits, depreciation and maintenance have been allocated among the respective program and support services benefited based on total personnel costs or other systematic methods.

Use of Estimates

The preparation of the accompanying consolidated financial statements in conformity with GAAP 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 consolidated financial statements and the revenues and expenses reported for the period. Significant estimates include radio licenses, assets held for sale, deferred revenue and other liabilities, and the valuation of non-marketable investments. Actual results could differ from those estimates.

Adoption of New Accounting Standard

In 2024, the Organization adopted FASB ASU 2016-13, *Financial Instruments – Credit Losses (Topic 326): Measurement of Credit Losses on Financial Instruments*, as amended, which modifies the measurement of expected credit losses. The Organization adopted this new guidance utilizing the modified retrospective transition method. The adoption of this Standard did not have a material impact on the Organization's consolidated financial statements but did change how the allowance for credit losses is determined.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Revenue Recognition

The Organization recognizes revenue from a variety of sources, including but not limited to the following:

- Local corporate sponsorship supporting operations is recognized as revenue without donor restrictions when the related sponsorship credit is run on the Organization's broadcasts. For the years ended June 30, 2024 and 2023, local corporate underwriting revenue was approximately $1,370,000 and $1,644,000.
- Viewer and listener support consists of contributions from the general public to support the general operations of the Organization and are recognized upon receipt.
- Revenue from unconditional contributions include Organization grants and gifts from major donors. They are recognized as revenue with or without donor restrictions upon notice of the donor's unconditional promise to give and are reflected in the grants and contributions line of the consolidated statement of activities. Revenue is released from restriction when the time or purpose restriction has been met.
- CPB grants are conditional contributions and recognized as revenue with donor restrictions when the related conditions are met. These non-exchange agreements are considered conditional if the terms of the agreement include both a right of return of assets received/promised and a barrier to entitlement. Conditional agreements are not recognized until the conditions and barriers on which they depend are met. They are reflected in the grants and contributions line of the consolidated statement of activities.
- Community service grants from the Corporation for Public Broadcasting (CPB) are recognized as revenue without donor restrictions upon receipt of the award letter from CPB.
- Planned giving consists of contributions from the estates of deceased donors. Revenue is recognized as increases in net assets without donor restrictions or with donor restrictions upon notification of the gift, depending on the nature of the restriction identified by the donor.
- Contributed nonfinancial assets (donated services and facilities) whose value is measurable are recorded at the estimated fair value of the related services or facilities as revenue and expense, or capitalized as assets, when received. The fair value is determined based on the donor's usual and customary fees charged to paying customers for equivalent goods and services. Donated services and materials are received by the Organization from various professional and educational organizations and relate principally to educational material promotion, advertising, and production in the support of national programming. The economic benefit and costs of these donated services and materials are recorded in the accompanying consolidated financial statements as revenue and expense at the estimated fair value of the services received to the extent that the services require specialized skills, would be purchased by the Organization if not donated, and that the services create or enhance nonfinancial assets.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Revenue Recognition (Continued)

- Other services revenue consists of production services provided to other organizations. Revenue is recognized in net assets without donor restrictions over the period in which the service is provided.
- Miscellaneous income consists primarily of revenue derived from rental of space, and the filing of film tax credits. Rental income is recognized in the period in which the space is occupied, and film tax credit revenue is recognized when the tax credit application is submitted.

The consolidated statement of activities reflects the disaggregation of revenues earned during the fiscal year by the Organization. Revenues earned from underwriting, and other services are all recognized in accordance with ASC (Accounting Standards Codification) 606, *Contracts with Customers*. With the exception of rental income, which is recognized in accordance with ASC 842, *Leases*, all miscellaneous income is also recognized in accordance with ASC 606. Customer payment is generally due within 30 days of invoice date.

Revenues earned from contributions, community service grants, federal and CPB grants, and major donors are recognized in accordance with ASC 958, *Not-for-Profit Entities*.

Cash

The Organization maintains its cash balance with two institutions and was approximately $263,000 and $186,000 at June 30, 2024 and 2023, respectively. Cash includes amounts on deposit with financial institutions.

Investments

Investments are stated at fair value. Securities traded on a national securities exchange are valued at the last reported sales price on June 30, 2024 and 2023; investments traded in the over-the-counter market and listed securities for which no sale was reported on that date are valued at the average of the last reported bid and ask prices.

Investment income or loss (including unrealized and realized gains and losses on investments, interest, and dividends) and unrealized changes in investments are recorded as nonoperating gains (losses) unless the income is restricted by donor or law. If restricted by donor or law, they are reported as follows:

- As increases in net assets with donor restrictions if the terms of the underlying gift require that they be added to the principal of a permanent endowment fund; and
- As increases in net assets with donor restrictions if the terms of the underlying gift or relevant state law impose restrictions on the current use of the income or net gains. The Organization has relied on the Uniform Prudent Management of Institutional Funds Act (UPMIFA) enacted by the Commonwealth of Massachusetts in July 2009 regarding relevant state law that unappropriated endowment gains should generally be classified as net assets with donor restrictions until appropriated by the Board of Directors.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Investments (Continued)

Annually, the Organization reviews investments where the fair value is substantially below cost, and in cases where the decline is considered to be "other than temporary," an adjustment is recorded as a realized loss, and a new cost basis is established. At June 30, 2024 and 2023, there were no investments that had fair values less than cost that were determined to be other than temporary.

Pledges Receivable

Unconditional promises to give are recorded as pledges receivable in the consolidated financial statements when the donor's commitment is received. Unconditional promises to give that are expected to be fulfilled within one year are recorded at fair value. Multiyear unconditional promises are recognized at the present value of the future expected cash flows, less an appropriate reserve for uncollectible pledges. Discounts are calculated using the Organization's taxable unsecured borrowing rate, which considers market and credit risk. Subsequent years' accretion of the discount is included in contribution revenue and used in accordance with any donor-imposed restrictions on the contributions. The allowance for credit losses is based upon management's judgment and analysis of the creditworthiness of the donors, past collection experience and other relevant factors.

Conditional promises to give are considered conditional if the terms of the agreement include both a right of return of assets received/promised and a barrier to entitlement. Conditional agreements are not recognized as pledges receivable until the conditions and barriers on which they depend are met.

Accounts Receivable and Allowance for Credit Losses

Accounts receivables are reported net of an allowance for credit losses to represent the Organization's estimate of expected losses at the statement of financial position date. The adequacy of the Organization's allowance for credit losses is reviewed on an ongoing basis, using historical payment trends, write-off experience, analyses of receivable portfolios by payor source and aging of receivables, a review of specific accounts, as well as expected future economic conditions and market trends, and adjustments are made to the allowance as necessary. Management regularly reviews data about receivable balances of revenue in evaluating the sufficiency of the allowance for credit losses. Management believes the composition of receivables at year-end is consistent with historical conditions as credit terms and practices and the customer base has not changed significantly. Also, management believes that future economic conditions will be comparable to prior year economic conditions and will not have a significant impact on collectability of receivables. At June 30, 2024 and 2023, the allowance for estimate of expected credit losses was $81,943 and $29,308, respectively.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Accounts Receivable and Allowance for Credit Losses

Changes in the allowance for credit losses for the years ended June 30, 2024 and 2024 were as follows:

	2024	2023
Balance, Beginning of Year	$ 29,308	$ 48,183
Provision for Credit Losses	52,634	-
Amounts Written Off	1	18,875
Balance, End of year	$ 81,943	$ 29,308

Radio Licenses

The Organization owns various radio licenses for four separate radio frequencies which cover the western Massachusetts area. These radio licenses are indefinite-lived assets and are subject to at least annual impairment testing.

The combined value for these radio and television licenses approximates $2,780,000 for June 30, 2024 and 2023.

Property, Facilities, and Equipment

Property, facilities, and equipment are reported at cost at the date of acquisition, or estimated fair value at the date of donation, in the case of gifts, less accumulated depreciation. For assets placed in service, depreciation is provided using the straight-line method over the estimated useful life of the asset (or for leasehold improvements over the related lease term, whichever is shorter) which range from 3 to 40 years.

Maintenance and repairs are charged to expense as incurred; betterments are capitalized. Upon retirement or sale of property, facilities and equipment, the cost of the disposed assets and the related accumulated depreciation are removed from the accounts and any resulting gain or loss is credited or charged to net assets without donor restrictions.

Income Taxes

The Organization is exempt from federal income taxes under Section 501(c)(3) of the United States Internal Revenue Code. U.S. GAAP requires the Organization to evaluate tax positions taken by the Organization and recognize a tax liability (or asset) if the Organization has taken an uncertain position that more likely than not would not be sustained upon examination by the Internal Revenue Service (IRS). NEPM has analyzed the tax positions taken and has concluded that as of June 30, 2024 and 2023, there are no significant uncertain positions taken or expected to be taken that would require recognition of a liability (or asset) or disclosure in the consolidated financial statements.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Fair Value of Financial Instruments

The fair value of the Organization's financial instruments approximates the carrying amount reported in the consolidated statement of financial position for cash, investments and payables.

Health Insurance Plan

NEPM is self-insured for all of their employee health insurance plans. These costs are accounted for on an accrual basis to include estimates of future payments on claims incurred as of the date of the statement of financial position and are included in accounts payable and accrued expenses on the consolidated statement of financial position.

Related Party Transactions

NEPM received donated services and facilities from GBH at a value of approximately $1,160,000 for the years ended June 30, 2024 and 2023. These donated services are recorded as equity transfers in the consolidated statements of activities. NEPM reimbursed and received other affiliation support for operations from GBH of approximately $(261,000) and $1,802,000, respectively, for the years ended June 30, 2024 and 2023, included in equity transfers from GBH in the consolidated statements of activities. NEPM has recorded in accounts payable net amounts due to GBH of approximately $416,000 and $1,351,000 at June 30, 2024 and 2023, respectively.

NOTE 2 PLEDGES RECEIVABLE

Pledges receivable at June 30 were comprised of the following:

	2024	2023
In Less Than One Year	$ 49,895	$ 3,065,387
Allowance for Unfulfilled Pledges	(2,995)	(5,987)
Pledges Receivable, Net	46,900	3,059,400
Between One Year and Five Years	5,000	116,400
Less: Present Value Discount	(278)	(9,870)
Long-Term Pledges Receivable, Net	4,722	106,530
Total Pledges	$ 51,622	$ 3,165,930

NOTE 3 INVESTMENTS

Investments held by the Organization are comprised of the following at June 30:

	2024		2023	
	Cost	Fair Value	Cost	Fair Value
Domestic Equities				
Foundation	$ 5,218,651	$ 5,307,722	$ 1,889,754	$ 1,807,209
Total Investments	$ 5,218,651	$ 5,307,722	$ 1,889,754	$ 1,807,209

NOTE 4 FAIR VALUE OF INVESTMENT ASSETS

The Organization values its investments at fair value in accordance with the *Fair Value Measurements* standard. Under this standard, fair value is defined as the price that would be received to sell an asset or be paid to transfer a liability (i.e., the exit price) in an orderly transaction between market participants at the measurement date. The standard principally affects investments (with and without donor restrictions); however, other applicable fair value measurements include discounting multi-year pledges on the initial date of recognition, and applicable liabilities of pooled income fund and charitable gift annuities.

Additionally, the standard establishes a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements).

Inputs are used in applying the various valuation techniques and broadly refer to the assumptions that market participants use to make valuation decisions, including assumptions about risk. Inputs may include price information, volatility statistics, specific and broad credit data, liquidity statistics, and other factors. In certain cases, the inputs used to measure fair value may fall into different levels of the fair value hierarchy. In such cases, for disclosure purposes the level in the fair value hierarchy within which the fair value measurement falls in its entirety is determined based on the lowest level input that is significant to the fair value measurement. However, the determination of what constitutes “observable” requires significant judgment by the Organization. NEPM considers observable data to be that market data which is readily available; regularly distributed or updated, reliable and verifiable, not proprietary, and provided by independent sources that are actively involved in the relevant market. The categorization of a financial instrument within the hierarchy is based upon the pricing transparency of the instrument and does not necessarily correspond to the Organization’s perceived risk of that instrument.

The availability of observable inputs can vary from product to product and is affected by a wide variety of factors, including for example, the type of product, whether the product is new and not yet established in the marketplace, the liquidity of markets and other characteristics particular to the transaction.

NOTE 4 FAIR VALUE OF INVESTMENT ASSETS (CONTINUED)

To the extent that valuation is based on models or inputs that are less observable or unobservable in the market, the determination of fair value requires more judgment. Accordingly, the degree of judgment exercised by the Organization in determining fair value is greatest for instruments categorized in Level 3.

A description of the Organization's valuation methodologies for assets and liabilities measured at fair value is as follows:

Level 1 – is based upon quoted prices in active markets that the Organization has the ability to access for identical assets and liabilities. Market price data is generally obtained from exchange or dealer markets. The Organization does not adjust the quoted price for such assets and liabilities.

Level 2 – is based on quoted prices for similar instruments in active markets, quoted prices for identical or similar instruments in markets that are not active, and model-based valuation techniques for which all significant assumptions are observable in the market or can be corroborated by observable market data for substantially the full term of the assets. Inputs are obtained from various sources including market participants, dealers, and brokers.

Level 3 – is typically based on unobservable inputs that are supported by little or no market activity and rely on assumptions and estimates about pricing derived from available information.

The following table presents the financial instruments carried at fair value and is intended to permit reconciliation of the fair value hierarchy to the amounts presented in the statement of financial position as of June 30:

	2024			
	Quoted Prices (Level 1)	Other Significant Observable Inputs (Level 2)	Significant Unobservable Inputs and/or Restrictions (Level 3)	Total
Domestic Equities	$ 5,307,722	$ -	$ -	$ 5,307,722
Total Investments	$ 5,307,722	$ -	$ -	$ 5,307,722

	2023			
	Quoted Prices (Level 1)	Other Significant Observable Inputs (Level 2)	Significant Unobservable Inputs and/or Restrictions (Level 3)	Total
Domestic Equities	$ 1,807,209	$ -	$ -	$ 1,807,209
Total Investments	$ 1,807,209	$ -	$ -	$ 1,807,209

NOTE 4 FAIR VALUE OF INVESTMENT ASSETS (CONTINUED)

The Organization uses prices and inputs that are current as of the measurement date, including during periods of market dislocation. In periods of market dislocation, the observability of prices and inputs, including those obtained from external pricing sources, may be reduced for many instruments.

NOTE 5 PROPERTY, FACILITIES, AND EQUIPMENT

Property, facilities, and equipment consist of the following at June 30:

	Useful Life	2024	2023
Land and Land Improvements		$ 233,222	$ 233,222
Building and Improvements	3 to 40 Years	2,354,544	2,337,225
Broadcast, Video, and Film Equipment	3 to 20 Years	4,947,375	4,616,908
Office Equipment, Furniture, and Fixtures	3 to 25 Years	756,461	741,025
Fixed Assets Not Yet Placed Into Service		-	308,973
Subtotal		8,291,602	8,237,353
Less: Accumulated Depreciation		(3,256,181)	(2,726,899)
Property, Facilities, and Equipment, Net		$ 5,035,421	$ 5,510,454

Assets approximate $16,000 and $2,829,000 were disposed of during the years ended June 30, 2024 and 2023, respectively. A loss on disposal of approximately $6,000 and $203,000 were recorded during the years ended June 30, 2024 and 2023, respectively.

Depreciation expense related to property, facilities, and equipment approximates $539,000 and $253,000 for the years ended June 30, 2024 and 2023, respectively.

NOTE 6 DEBT

NEPM entered into a term loan agreement with Bank of America (the term loan) for $600,000 which is guaranteed by GBH. The proceeds of the term loan were used to refinance existing indebtedness of NEPM. The term loan is payable in equal installments of $5,600, with interest due at a rate equal to 2.20% per annum through April 30, 2030.

Line of Credit

On June 27, 2024, NEPM entered into a revolving credit agreement in conjunction with GBH. Under this agreement, NEPM has access to a line of credit of $8,000,000. Borrowings under the agreement are made at the CME term Secured Overnight Financing Rate (SOFR) Daily Floating Rate Loan. Interest on the outstanding principal will accrue at a rate equal to the SOFR Daily Floating Rate plus 0.875%. The interest rate as of June 30, 2024 was 6.33% (5.45% plus .875%). There was approximately $13,164,000 withdrawn in fiscal year 2024 of which approximately $8,398,000 was repaid as of June 30, 2024. There was approximately $5,769,000 outstanding for NEPM on June 30, 2023, and approximately $1,003,000 as of June 30, 2023.

NOTE 6 DEBT (CONTINUED)

Auto Loan

NEPM entered into a loan agreement, secured by auto, to BTLS, Inc, bearing interest at 10.21%. The loan is payable in monthly installments of approximately $575, including interest, with a final maturity date in October 2025. There was approximately $8,500 outstanding on the loan as of June 30, 2024.

NEPM debt payable consists of the following at June 30:

	Original Issuance	2024	2023
NEPM Bank of America Term Loan, Due 2030	$ 600,000	$ 371,073	$ 424,241
NEPM Bank of America Line of Credit, Due 2025	$ 8,000,000	$ 5,769,180	$ 1,003,135
NEPM Automobile Loan, Due 2025	17,686	8,513	-
Total	$ 8,617,686	6,148,766	1,427,376
Less: Current Maturities		5,839,823	1,061,234
Long-Term Debt, Net		$ 308,943	$ 366,142

The scheduled principal payments are shown in the table below:

Year Ending June 30,	Amount
2025	5,839,823
2026	62,976
2027	62,141
2028	63,532
2029	64,973
Thereafter	55,321
Total Principal Payments	$ 6,148,766

Total interest expense was approximately $297,000 and $45,000, respectively, for the years ended June 30, 2024 and 2023 and is included in general and administrative expenses on the consolidated statements of activities.

NOTE 7 RIGHT-OF-USE ASSETS AND LEASE LIABILITIES

The Organization determines if an arrangement is or contains a lease at inception of the contract. Right-of-use assets represent a right to use the underlying assets for the lease term and lease liabilities represent an obligation to make lease payments arising from the leases. Right-of-use assets and lease liabilities are recognized at commencement date based on the present value of lease payments over the lease term. The Organization uses the implicit rate noted within the contract. If not readily available, a risk-free Treasury rate is utilized. A right-of-use asset and lease liability is not recognized for leases with an initial term of 12 months or less. Lease expense for these leases is recognized on a straight-line basis over the lease term.

The Organization's operating and finance lease agreements are for television or radio transmitters on telecommunication towers, equipment, and automobiles. Agreements typically have initial terms of 5 to 10 years. The leases may include one or more options to renew, with renewals that can extend the lease term from 10 to 50 years. The exercise of lease renewal options is at the Organization's sole discretion. When determining the lease term, the Organization has included options to extend or terminate the lease when it is reasonably certain that the option will be exercised.

Supplemental balance sheet information related to leases as of June 30, 2024 are as follows:

	Finance Lease	Operating Lease
Right-of-Use Assets - Leases	$ 3,339,444	$ 1,017,536
Accumulated Amortization	(777,520)	(241,837)
Right-of-Use Assets - Leases, Net	$ 2,561,924	$ 775,699
Current Portion of Right-of-Use Obligations	$ 97,165	$ 41,953
Long-Term Right-of- Use Obligations, Excluding Current Portion	2,916,691	743,113
Total Lease Liabilities	$ 3,013,856	$ 785,066
Weighted Average Remaining Lease Term Years	15.4	37.3
Weighted Average Discount Rate	2.37%	1.35%

NOTE 7 RIGHT-OF-USE ASSETS AND LEASE LIABILITIES (CONTINUED)

Supplemental balance sheet information related to leases as of June 30, 2023 are as follows:

	Finance Lease	Operating Lease
Right-of-Use Assets - Leases	$ 491,491	$ 1,027,082
Accumulated Amortization	(40,627)	(197,784)
Right-of-Use Assets - Leases, Net	$ 450,864	$ 829,298
Current Portion of Right-of-Use Obligations	$ 11,466	$ 50,662
Long-Term Right-of-Use Obligations, Excluding Current Portion	463,195	786,858
Total Lease Liabilities	$ 474,661	$ 837,520
Weighted Average Remaining Lease Term Years	17.9	37.0
Weighted Average Discount Rate	1.05%	1.31%

Future maturities of lease liabilities as June 30, 2024 are as follows:

Year Ending June 30,	Finance Lease	Operating Lease
2025	167,221	52,188
2026	175,342	53,120
2027	183,860	49,929
2028	192,794	45,351
2029	202,164	32,823
Thereafter	2,755,644	781,353
Total Lease Payments	3,677,025	1,014,764
Less: Imputed Interest	(663,169)	(229,698)
Total Lease Payments	$ 3,013,856	$ 785,066

The components of lease expense for the years ended June 30, 2024 and 2023 are as follows:

	12 Months Ended June 30, 2024	12 Months Ended June 30, 2023
Operating Lease Cost	$ 54,308	$ 57,043
Variable and Short Term Lease Cost (a)	5,958	130,669
Total Operating Costs	$ 60,266	$ 187,712

NOTE 7 RIGHT-OF-USE ASSETS AND LEASE LIABILITIES (CONTINUED)

	12 Months Ended June 30, 2024	12 Months Ended June 30, 2023
Finance Lease Cost		
Depreciation of Property Under Finance Lease	$ 167,219	$ 75,457
Interest on Debt of Property Under Finance Lease	73,604	11,808
Total Finance Lease Cost	$ 240,823	$ 87,265

(a) Includes certain equipment, automobiles, month-to-month and leases with a maturity of less than 12 months.

Cash paid for amounts included in the measurement of lease liabilities:

	12 Months Ended June 30, 2024	12 Months Ended June 30, 2023
Operating Cash Flows from Operating Leases	$ 57,776	$ 59,693
Operating Cash Flows from Finance Leases	73,604	11,808
Financing Cash Flows from Finance Leases	139,609	10,328

NOTE 8 RETIREMENT PLAN

The Organization has multiple defined contribution plans (the Plans) for eligible employees through the Teachers Insurance and Annuity Association (TIAA) and College Retirement Equity Fund in accordance with the provisions of Section 403(b) of the Internal Revenue Code. Contributions are made by the provisions of Section 403(b) of the Internal Revenue Code. The Organization's expense under the Plans approximates $55,000 and $60,000 for the year ended June 30, 2024, and 2023, respectively. The Organization has approximately $10,000 and $0 liability for benefits as of June 30, 2024 and 2023, respectively. The Organization matched 80% of qualified employee salary deferrals for the largest plan for the years ended June 30, 2024, and 2023. These amounts are included within accrued expenses on the consolidated statement of financial position.

NOTE 9 COMPONENTS OF NET ASSETS

Net assets of NEPM consist of the following at June 30:

	2024		
	Without Donor Restrictions	With Donor Restrictions	Total
Undesignated	$ 4,306	$ -	$ 4,306
Board-Designated Endowment	1,590,622	-	1,590,622
Grants for Future Programming	-	34,400	34,400
Capital Campaign and Other	-	3,759,084	3,759,084
Investments Held in Perpetuity	-	197,891	197,891
Appreciation of Investments Not Yet Released Into Operations	-	138,229	138,229
Total	$ 1,594,928	$ 4,129,604	$ 5,724,532

	2023		
	Without Donor Restrictions	With Donor Restrictions	Total
Undesignated	$ 3,577,146	$ -	$ 3,577,146
Board-Designated Endowment	1,497,079	-	1,497,079
Grants for Future Programming	-	280,844	280,844
Capital Campaign and Other	-	3,326,991	3,326,991
Investments Held in Perpetuity	-	197,891	197,891
Appreciation of Investments Not Yet Released Into Operations	-	100,959	100,959
Total	$ 5,074,225	$ 3,906,685	$ 8,980,910

Endowments classified with donor restrictions are to be utilized for programming, fellowships, and operational support.

The Organization's endowment consists of donor-restricted endowment funds established for a variety of purposes. Net assets associated with endowment funds are classified and reported based on the existence or absence of donor-imposed restrictions. Donor-restricted endowments are composed of the investments of contributed principal that have been restricted by the donor in perpetuity.

The Organization's endowment is subject to an enacted version of the UPMIFA, and as such, generally accepted accounting principles requires disclosures about the Organization's endowment funds including both donor-restricted and board-designated endowment funds.

NOTE 9 COMPONENTS OF NET ASSETS (CONTINUED)

The policy governing the investment of the Organization's endowment is twofold: to provide a reasonable and prudent level of currently expendable income in accordance with the spending policy set by the Investment Committee from time to time and to support the Organization and its mission over the long term by ensuring that the future growth of the endowment is sufficient to offset normal inflation plus reasonable spending, thereby preserving the constant dollar value and purchasing power of the endowment for the benefit of future programs and services. Under this policy, as approved by the board of directors, the endowment assets are invested in a manner that is intended to produce a real return, net of inflation and investment management costs, of at least 5% over the long-term. Actual returns in any given year may vary from this amount.

To satisfy its long-term rate-of-return objectives, the Organization relies on a total return strategy in which investment returns are achieved through both capital appreciation (realized and unrealized) and current yield (interest and dividends). The Organization targets a diversified asset allocation that places a greater emphasis on investments to achieve its long-term objective within prudent risk constraints.

Changes in endowment net assets consisted of the following:

	Without Donor Restrictions	With Donor Restrictions	Total
Endowment Net Assets at June 30, 2022	$ 1,459,181	$ 275,760	$ 1,734,941
Investment Return:			
Investment Income	32,625	7,780	40,405
Net Depreciation (Realized and Unrealized)	77,350	15,310	92,660
Total Investment Loss	109,975	23,090	133,065
Appropriation of Endowment Assets	(72,077)	-	(72,077)
Endowment Net Assets at June 30, 2023	1,497,079	298,850	1,795,929
Investment Return:			
Investment Income	36,560	9,570	46,130
Net Appreciation (Realized and Unrealized)	138,377	27,700	166,077
Total Investment Gains	174,937	37,270	212,207
Appropriation of Endowment Assets	(81,394)	-	(81,394)
Endowment Net Assets at June 30, 2024	$ 1,590,622	$ 336,120	$ 1,926,742

NOTE 10 LIQUIDITY AND AVAILABILITY

The following resources could be available within one year for general expenditures, such as operating expenses, scheduled principal payments on debt, and capital construction costs not financed with debt as of June 30, 2024:

	2024	2023
Financial Assets:		
Cash	$ 262,590	$ 185,583
Accounts Receivable	344,084	293,871
Pledges Receivable Available for Operations	49,895	65,387
Financial Assets Available Within One Year	656,569	544,841
Liquidity Resources:		
Bank Lines and Letter of Credit (Undrawn)	2,230,820	6,996,865
Financial Assets and Liquidity Resources Available Within One Year	$ 2,887,389	$ 7,541,706

NOTE 11 COMMITMENTS AND CONTINGENCIES

The Organization is obligated to make rental payments under various noncancelable operating lease agreements. Refer to Note 8 for additional information on lease commitments to be paid in the future.

Under operating lease agreements, the Organization rents certain office space to third parties. The total of future minimum rentals to be received by NEPM under the noncancelable leases are as follows:

Year Ending June 30,	Amount
2025	120,000
2026	135,000
2027	180,000
2028	180,000
2029	180,000
Thereafter	1,215,000
Total Principle Payments	$ 2,010,000

Rental income for building leases approximates $130,000 and $120,000 for the years ended June 30, 2024 and 2023, respectively. These amounts have been recorded in miscellaneous income in the consolidated statements of activities.

NOTE 12 CONTRIBUTED NONFINANCIAL ASSETS

The Organization received contributed professional services, supporting services, and trade-in services during fiscal years 2024 and 2023. Donated services are measured at their estimated fair value and have been included in the consolidated statements of activities. The Organization receives donated services from primarily three sources: administrative services, trade services, and other services. These services do require specialized skills and, therefore, meet the requirement to be recognized in financial statements. Contributions of services are recognized if the services received create or enhance nonfinancial assets or require specialized skills and are provided by individuals possessing those skills and would typically need to be purchased if not provided by donation. Contributed services and promises to give that do not meet the above criteria are not recognized. NEPM received donated administrative services and facilities approximate $366,000 and $375,000 for the years ended June 30, 2024 and June 30, 2023, respectively. Donated administrative and facilities fair market value are determined by the grantor. Additionally, a total approximate value of $191,000 and $144,000 in contributed non-financial services were received for the year ended June 30, 2024, and June 30, 2023, respectively, for airing of spots on the radio and television stations and other services. Other services include contributed television broadcast management system software license. Fair market values is based upon supplier provided invoices. These services are recorded as contributed non-financial assets in the consolidated statements of activities.

NOTE 13 SUBSEQUENT EVENTS

The Organization recognizes in the consolidated financial statement the effects of all subsequent events that provide additional evidence about conditions that existed at the dates of the consolidated statement of financial position. The Organization does not recognize subsequent events that provide evidence about conditions that did not exist at the dates of the consolidated statement of financial position but arose after the consolidated statement of financial position dates but before the consolidated financial statement are issued. For these purposes, the Organization has evaluated events occurring subsequent to the consolidated statement of financial position date through November 11, 2024, the date the consolidated financial statements were issued.



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