

**WESTERN NEW YORK PUBLIC  
BROADCASTING ASSOCIATION**

**CONSOLIDATED FINANCIAL STATEMENTS  
WITH ADDITIONAL INFORMATION**

**JUNE 30, 2017**

## INDEPENDENT AUDITORS' REPORT

The Board of Trustees  
Western New York Public Broadcasting Association

We have audited the accompanying consolidated balance sheets of Western New York Public Broadcasting Association (the Association) as of June 30, 2017 and 2016, and the related consolidated statements of activities and cash flows for the years then ended, and the related notes to the consolidated financial statements.

### 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.

### Auditors' 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. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

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

### Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Association as of June 30, 2017 and 2016, and the changes in its net assets and cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

  
September 29, 2017

WESTERN NEW YORK PUBLIC BROADCASTING ASSOCIATION

**Consolidated Balance Sheets**

June 30,	2017	2016
<b>Assets</b>		
<b>Current assets:</b>		
Cash and cash equivalents	\$ 238,935	\$ 556,860
Receivables (Note 2)	1,489,251	865,247
Investments for short-term purposes (Note 3)	1,824,000	1,824,000
Prepaid expenses and other assets	473,263	391,579
	<u>4,025,449</u>	<u>3,637,686</u>
Receivables - noncurrent (Note 2)	710,729	467,137
Investments (Note 3)	21,736,323	21,037,881
Charitable lead annuity trust (Note 4)	253,243	286,570
Property and equipment, net (Note 5)	10,009,903	10,640,677
Radio operating licenses	3,766,000	3,766,000
Interest in Centralcast, LLC (Note 6)	587,775	611,874
	<u>\$ 41,089,422</u>	<u>\$ 40,447,825</u>
<b>Liabilities and Net Assets</b>		
<b>Current liabilities:</b>		
Loans payable (Note 7)	\$ 4,699,000	\$ 4,699,000
Accounts payable	712,284	553,062
Accrued expenses	654,015	693,572
Deferred revenue	428,926	425,044
	<u>6,494,225</u>	<u>6,370,678</u>
<b>Net assets:</b>		
Unrestricted	32,875,006	32,850,904
Temporarily restricted (Note 8)	1,501,819	1,007,871
Permanently restricted	218,372	218,372
	<u>34,595,197</u>	<u>34,077,147</u>
	<u>\$ 41,089,422</u>	<u>\$ 40,447,825</u>

See accompanying notes.

WESTERN NEW YORK PUBLIC BROADCASTING ASSOCIATION

**Consolidated Statements of Activities**

For the years ended June 30,

2017

	Unrestricted	Temporarily Restricted	Permanently Restricted	Totals
Operating revenues and grants:				
Contributions	\$ 7,736,569	\$ 23,673	\$ -	\$ 7,760,242
Government grants	1,450,249	-	-	1,450,249
Corporation for Public Broadcasting	1,736,462	-	-	1,736,462
Funding for designated projects	570,766	-	-	570,766
Equipment rentals, royalties and other	1,068,464	-	-	1,068,464
Total operating revenues and grants	<u>12,562,510</u>	<u>23,673</u>	<u>-</u>	<u>12,586,183</u>
Operating expenses:				
Television:				
WNED-TV:				
Broadcasting	2,003,367	-	-	2,003,367
Production	683,601	-	-	683,601
Designated projects	554,531	-	-	554,531
Educational services	230,818	-	-	230,818
Engineering	877,049	-	-	877,049
Radio:				
WNED-FM/WNJA-FM	633,420	-	-	633,420
WBFO-FM/WOLN-FM/WUBJ-FM	1,605,252	-	-	1,605,252
Film commission	372,867	-	-	372,867
Support services:				
General and administrative	2,077,135	-	-	2,077,135
Facilities	769,858	-	-	769,858
Development	3,656,448	-	-	3,656,448
Corporate communications	519,045	-	-	519,045
	<u>13,983,391</u>	<u>-</u>	<u>-</u>	<u>13,983,391</u>
Depreciation (primarily television and radio)	927,187	-	-	927,187
Gain on sale of property and equipment	-	-	-	-
Total operating expenses	<u>14,910,578</u>	<u>-</u>	<u>-</u>	<u>14,910,578</u>
Total operating activities	<u>(2,348,068)</u>	<u>23,673</u>	<u>-</u>	<u>(2,324,395)</u>
Nonoperating activities:				
Investment earnings (losses) (Note 3)	2,338,062	28,224	-	2,366,286
Capital contributions	85,393	665,537	-	750,930
Capital contributions expenses	(88,484)	-	-	(88,484)
Interest in Centralcast, LLC (Note 6)	(24,099)	-	-	(24,099)
Rental loss, net of expenses of \$53,456 and \$47,878	(16,941)	-	-	(16,941)
Interest expense	(130,924)	-	-	(130,924)
Loss on foreign exchange	(14,323)	-	-	(14,323)
Net assets released from restrictions	223,486	(223,486)	-	-
Total nonoperating activities	<u>2,372,170</u>	<u>470,275</u>	<u>-</u>	<u>2,842,445</u>
Change in net assets	24,102	493,948	-	518,050
Net assets - beginning	<u>32,850,904</u>	<u>1,007,871</u>	<u>218,372</u>	<u>34,077,147</u>
Net assets - ending	<u>\$ 32,875,006</u>	<u>\$ 1,501,819</u>	<u>\$ 218,372</u>	<u>\$ 34,595,197</u>

See accompanying notes.

2016

Unrestricted	Temporarily Restricted	Permanently Restricted	Totals
\$ 7,812,482	\$ 22,007	\$ -	\$ 7,834,489
1,473,540	-	-	1,473,540
1,990,215	-	-	1,990,215
460,994	-	-	460,994
882,119	-	-	882,119
<u>12,619,350</u>	<u>22,007</u>	<u>-</u>	<u>12,641,357</u>
2,218,753	-	-	2,218,753
748,098	-	-	748,098
523,891	-	-	523,891
185,740	-	-	185,740
925,322	-	-	925,322
634,450	-	-	634,450
1,513,032	-	-	1,513,032
332,393	-	-	332,393
1,640,907	-	-	1,640,907
836,238	-	-	836,238
3,601,938	-	-	3,601,938
478,673	-	-	478,673
<u>13,639,435</u>	<u>-</u>	<u>-</u>	<u>13,639,435</u>
996,592	-	-	996,592
(3,059)	-	-	(3,059)
<u>14,632,968</u>	<u>-</u>	<u>-</u>	<u>14,632,968</u>
<u>(2,013,618)</u>	<u>22,007</u>	<u>-</u>	<u>(1,991,611)</u>
(732,031)	(6,362)	-	(738,393)
193,400	531,600	-	725,000
(106,107)	-	-	(106,107)
(81,587)	-	-	(81,587)
(21,371)	-	-	(21,371)
(113,341)	-	-	(113,341)
(55,185)	-	-	(55,185)
234,743	(234,743)	-	-
<u>(681,479)</u>	<u>290,495</u>	<u>-</u>	<u>(390,984)</u>
(2,695,097)	312,502	-	(2,382,595)
<u>35,546,001</u>	<u>695,369</u>	<u>218,372</u>	<u>36,459,742</u>
<u>\$ 32,850,904</u>	<u>\$ 1,007,871</u>	<u>\$ 218,372</u>	<u>\$ 34,077,147</u>

WESTERN NEW YORK PUBLIC BROADCASTING ASSOCIATION

**Consolidated Statements of Cash Flows**

For the years ended June 30,	2017	2016
<b>Operating activities:</b>		
Change in net assets	\$ 518,050	\$ (2,382,595)
Adjustments to reconcile change in net assets to net cash flows from operating activities:		
Depreciation	927,187	996,592
Gain on sale of property and equipment	-	(3,059)
Net realized and unrealized (gains) losses on investments	(1,974,545)	1,037,169
Interest in Centralcast, LLC, net	24,099	67,205
Contributions for long-term purposes	(837,910)	(725,000)
Changes in other operating assets and liabilities:		
Receivables	(281,566)	440,813
Prepaid expenses and other assets	(81,684)	(118,510)
Charitable lead annuity trust	33,327	34,993
Accounts payable	159,222	(67,742)
Accrued expenses	(39,557)	55,499
Deferred revenue	3,882	228,207
<b>Net operating activities</b>	<b>(1,549,495)</b>	<b>(436,428)</b>
<b>Investing activities:</b>		
Property and equipment, net	(296,413)	(263,492)
Proceeds from sale of property and equipment	-	59,059
Proceeds from sales of investments	6,962,617	35,323,427
Purchases of investments	(5,686,514)	(35,088,336)
<b>Net investing activities</b>	<b>979,690</b>	<b>30,658</b>
<b>Financing activities:</b>		
Net payments on demand loans payable	-	(200,000)
Proceeds from contributions for long-term purposes	251,880	251,789
<b>Net financing activities</b>	<b>251,880</b>	<b>51,789</b>
Net change in cash and cash equivalents	(317,925)	(353,981)
Cash and cash equivalents - beginning	556,860	910,841
Cash and cash equivalents - ending	\$ 238,935	\$ 556,860

See accompanying notes.

**Notes to Consolidated Financial Statements**

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**1. Summary of Significant Accounting Policies:**

**Organization:**

The consolidated financial statements include the accounts of Western New York Public Broadcasting Association (the Association) and a supporting organization, The WNED Foundation, Inc. (the Foundation).

The Association is a nonprofit corporation chartered by the New York State Board of Regents to serve the educational, cultural, and informational needs of residents in Western New York and Southern Ontario through the operation of public television and radio stations, the provision of public television and radio programming and outreach activities.

The Foundation is a nonprofit corporation whose primary purpose is to solicit, collect and invest funds on behalf of the Association, the Foundation's sole member.

All significant accounts and transactions between the Association and the Foundation have been eliminated in the accompanying financial statements.

**Subsequent Events:**

The Association has evaluated events and transactions for potential recognition or disclosure through September 29, 2017, the date the financial statements were available to be issued.

**Basis of Presentation:**

The Association reports information regarding its financial position and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets.

Temporarily restricted net assets are those whose use has been limited by donors to a specific time period or purpose. Permanently restricted net assets have been restricted by donors to be maintained by the Association in perpetuity, the earnings from which can be used for unrestricted or specified purposes.

The Association's Board of Trustees has interpreted the New York State Prudent Management of Institutional Funds Act (NYPMIFA) as requiring the preservation of the fair value of the original permanently restricted gift as of the gift date, absent explicit donor stipulations to the contrary. The Association has adopted investment and spending policies for endowment assets that attempt to provide returns sufficient to address the purposes of the assets over the long-term.

Investment earnings of donor-restricted endowment funds are classified as temporarily restricted net assets until those amounts are appropriated for expenditure by the Association in a manner consistent with the standard of prudence prescribed by NYPMIFA.

**Cash and Cash Equivalents:**

Cash and cash equivalents designated for operations include investments in highly liquid securities with original maturities of ninety days or less. Cash and cash equivalents in financial institutions may exceed insured limits at various times during the year and subject the Association to concentrations of credit risk.

**Investments:**

Investments are stated at estimated fair value. The fair value of marketable securities is determined by quoted prices in active markets. The Association uses net asset value (NAV) per share (or its equivalent) as a practical expedient to determine the fair value of investments that (i) do not have a readily determinable fair value predicated upon quoted prices in active markets, and (ii) have the attributes of an investment company or prepare their financial statements consistent with the measurement principles of an investment company (Note 10).

**Property and Equipment:**

Property and equipment is stated at cost or fair market value at the date of donation, net of accumulated depreciation. Depreciation is computed by the straight-line method over estimated service lives.

**Radio Operating Licenses:**

Acquired radio operating licenses are not subject to amortization. They are considered indefinite-lived intangibles and are recorded at cost and tested annually for impairment or more frequently if an event occurs or circumstances change that would indicate impairment.

**Deferred Revenue:**

Deferred revenue includes unspent funds from grantors for designated projects and advance payments related to underwriting contracts and rental agreements. Management recognizes these amounts as revenue as costs are incurred or services are rendered.

**Contributions:**

Contributions, including unconditioned promises to give, are reported at fair value at the date received. Gifts are reported as restricted support if they are received with donor stipulations that limit their use. When a donor restriction expires, that is, when a stipulated time restriction ends or purpose restriction is accomplished, temporarily restricted net assets are reclassified as unrestricted net assets and reported in the statement of activities as net assets released from restrictions. Donor restricted contributions whose restrictions are met within the same year as received are reported as unrestricted contributions in the accompanying financial statements.

Unconditional promises to give that are expected to be collected within one year are recorded as contributions receivable at their net realizable value. Unconditional promises to give that are expected to be collected in future years are recorded at the present value of estimated future cash flows. The discounts on those amounts are computed using an appropriate interest rate applicable to the year in which the promise is received. Amortization of the discount is included in contribution revenue.

Program underwriting revenue is recognized as contribution revenue from the underwriting entity when management believes substantially all material conditions of the arrangement have been met.

**Grant Revenue:**

The Association receives grants from Corporation for Public Broadcasting and New York State Department of Education. Revenues from grants are recognized when the related expenditures have been incurred.

**Operating Indicator:**

Investment earnings, capital contributions and related expenses, interest in Centralcast, LLC, rental income, loss on foreign exchange and interest expense are outside of the activities fundamental to the daily operations of the Association and, accordingly, are considered nonoperating activities in the accompanying statements of activities.

**Tax Status:**

The Association and the Foundation are 501(c)(3) corporations generally exempt from income taxes under Section 501(a) of the Internal Revenue Code.

**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 amounts reported in the financial statements and accompanying notes. Actual results could differ from those estimates.



## 2. Receivables:

	2017	2016
Contributions - nonmembership:		
Gross contributions receivable	\$ 1,260,407	\$ 674,377
Less: allowance for uncollectibles	4,500	4,500
Less: unamortized discount	106,024	19,044
Net contributions receivable	<u>1,149,883</u>	<u>650,833</u>
Other receivables:		
Contributions - membership	263,000	258,000
Government grants and designated projects	56,214	98,002
Underwriting and other	755,883	350,549
	<u>1,075,097</u>	<u>706,551</u>
Less: allowance for uncollectibles	25,000	25,000
	<u>1,050,097</u>	<u>681,551</u>
Total receivables	<u>\$ 2,199,980</u>	<u>\$ 1,332,384</u>
Current	\$ 1,489,251	\$ 865,247
Noncurrent	710,729	467,137
Total receivables	<u>\$ 2,199,980</u>	<u>\$ 1,332,384</u>
Contributions - nonmembership:		
Amounts due in:		
Less than one year	\$ 447,323	\$ 207,240
One to five years	813,084	467,137
	<u>\$ 1,260,407</u>	<u>\$ 674,377</u>

## 3. Investments:

	2017	2016
Cash and cash equivalents	\$ 782,820	\$ 1,045,390
Fixed income	10,215,550	10,505,299
Domestic equities	6,623,843	7,151,467
International equities	6,153,009	4,415,492
Hedge funds	-	277,617
Other	24,036	23,476
	<u>23,799,258</u>	<u>23,418,741</u>
Less: cash and cash equivalents available for current operations	238,935	556,860
Less: investments - security for bank demand note (see Note 7)	1,824,000	1,824,000
	<u>\$ 21,736,323</u>	<u>\$ 21,037,881</u>
Investment earnings (losses):		
	<u>2017</u>	<u>2016</u>
Dividends and interest, net of investments fees of \$94,664 and \$139,708	\$ 391,741	\$ 298,776
Realized gains	590,043	518,331
Unrealized gains (losses)	1,384,502	(1,555,500)
	<u>\$ 2,366,286</u>	<u>\$ (738,393)</u>

## 4. Charitable Lead Annuity Trust:

The Association is a named beneficiary of a Charitable Lead Annuity Trust. In accordance with the terms of the trust, the Association receives \$57,000 per year through 2027. The Association received payments of \$57,000 for both years ended June 30, 2017 and 2016. The outstanding balance at June 30 is calculated at its estimated present value based upon an appropriate interest rate.

## 5. Property and Equipment:

	2017	2016
Land and improvements	\$ 1,158,286	\$ 1,158,286
Buildings and improvements	19,936,032	19,918,657
Transmission equipment	5,014,776	4,990,410
Production equipment	2,814,611	2,737,186
Technical equipment	3,453,634	3,450,399
Other equipment	1,768,341	2,116,296
	<u>34,145,680</u>	<u>34,371,234</u>
Less accumulated depreciation	24,135,777	23,730,557
	<u>\$ 10,009,903</u>	<u>\$ 10,640,677</u>

## 6. Interest in Centralcast, LLC:

The Association is one of nine public broadcasting station members of Centralcast, LLC (Centralcast), a 501(c)(3) entity formed to operate a joint master control facility to enable the members to disseminate educational programming in a collaborative and efficient manner. The members provide service fees in a percentage related to participation levels; the Association's effective percentage is approximately 12%.

The Association's investment in Centralcast is accounted for on the equity method. The Association's recorded investment in Centralcast at June 30, 2017 and 2016 totaled \$587,775 and \$611,874. Service fees and other contributions to Centralcast totaled \$148,393 and \$162,775 in 2017 and 2016.

Financial position and results of operations of Centralcast as of and for the years ended June 30, 2017 and 2016 are summarized below:

	<u>2017</u>	2016
Total assets	<b>\$ 7,422,000</b>	\$ 6,583,000
Total liabilities	<b>\$ 2,500,000</b>	\$ 1,484,000
Total net assets	<b>\$ 4,922,000</b>	\$ 5,099,000
Total revenues and other support	<b>\$ 2,701,000</b>	\$ 2,020,000
Change in net assets	<b>\$ (177,000)</b>	\$ (560,000)

### 7. Loans Payable:

	<u>2017</u>	2016
Bank demand note for certain prior building renovations, interest at rates ranging from the 1 month LIBOR rate plus 2% to prime plus 1%, secured by certain investments. Interest expense for the years ended June 30, 2017 and 2016 was \$50,828 and \$43,754.	<b>\$ 1,824,000</b>	\$ 1,824,000
Bank demand loan for prior radio station acquisition, interest at rates ranging from 1, 2, or 3 month LIBOR rate plus 2% to prime plus 1%, secured by real property. Interest expense for the years ended June 30, 2017 and 2016 was \$80,096 and \$69,587.	<b>2,875,000</b>	2,875,000
	<b>4,699,000</b>	4,699,000
Less current portion	<b>4,699,000</b>	4,699,000
	<b>\$ -</b>	\$ -

The Association also has available a \$950,000 bank demand working capital line of credit with interest payable at either LIBOR plus 1.65% or prime minus 1% as selected by the Association. The line is secured by certain investments, and is reviewed and renewed annually. There were no borrowings outstanding at June 30, 2017 and 2016.

### 8. Temporarily Restricted Net Assets:

Temporarily restricted net assets represent certain contributions receivable, the outstanding balance on the Charitable Lead Annuity Trust, and cumulative unappropriated earnings on permanently restricted endowment assets.

### 9. Benefit Plans:

The Association sponsors a contributory, defined-contribution retirement plan covering substantially all full-time employees. Benefits are provided by the purchase of retirement annuity contracts based upon a percentage of the participant's salary. The Association's contributions to the plan amounted to \$261,625 in 2017 and \$240,588 in 2016.

The Association also maintains a deferred compensation plan in accordance with section 457(f) of the Internal Revenue Service Code, and entered into participation agreements with certain management employees under the plan. Funds available under this plan through June 30, 2017 and 2016 amounted to \$193,356 and \$128,218, and are reported as prepaid expenses and other assets and accrued expenses on the accompanying consolidated balance sheets.

### 10. Fair Value Measurements:

As described in Note 1, the Association's investments are stated at estimated fair value. The fair values of investment assets are determined as follows as of June 30, 2017 and 2016:

	<u>2017</u>	
	Quoted Prives in Active Markets	NAV
Cash for investments	\$ 543,885	\$ -
Fixed income	10,215,550	-
Domestic equities	6,623,843	-
International equities	6,153,009	-
Hedge funds	-	-
Other	-	24,036
	<b>\$ 23,536,287</b>	<b>\$ 24,036</b>

	<u>2016</u>	
	Quoted Prices in Active Markets	NAV
Cash for investments	\$ 488,530	\$ -
Fixed income	10,505,299	-
Domestic equities	7,151,467	-
International equities	4,415,492	-
Hedge funds	-	277,617
Other	-	23,476
	<b>\$ 22,560,788</b>	<b>\$ 301,093</b>


### 11. Cash Flows Information:

Interest paid for the years ended June 30, 2017 and 2016 totaled \$130,924 and \$113,341.

**INDEPENDENT AUDITORS' REPORT  
ON ADDITIONAL INFORMATION**

The Board of Trustees  
Western New York Public Broadcasting Association

We have audited the consolidated financial statements of Western New York Public Broadcasting Association (the Association) as of and for the year ended June 30, 2017, and have issued our report thereon dated September 29, 2017, which contained an unmodified opinion on those financial statements. Our audit was performed for the purpose of forming an opinion on the financial statements as a whole. The additional information on pages 10 and 11 is presented for the purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.



September 29, 2017

WESTERN NEW YORK PUBLIC BROADCASTING ASSOCIATION

**Additional Information**  
**Consolidating Balance Sheet**

June 30, 2017

	Association	Foundation	Eliminations	Consolidated Totals
<b>Assets</b>				
<b>Current assets:</b>				
Cash and cash equivalents	\$ 202,294	\$ 36,641	\$ -	\$ 238,935
Receivables	1,570,466	307,406	(388,621)	1,489,251
Investments for short-term purposes	-	1,824,000	-	1,824,000
Prepaid expenses and other assets	473,263	-	-	473,263
	<u>2,246,023</u>	<u>2,168,047</u>	<u>(388,621)</u>	<u>4,025,449</u>
Receivables - noncurrent	710,729	1,824,000	(1,824,000)	710,729
Investments	1,416,004	20,320,319	-	21,736,323
Charitable lead annuity trust	253,243	-	-	253,243
Property and equipment, net	9,467,834	542,069	-	10,009,903
Radio operating licenses	3,766,000	-	-	3,766,000
Interest in Centralcast, LLC	587,775	-	-	587,775
	<u>\$ 18,447,608</u>	<u>\$ 24,854,435</u>	<u>\$ (2,212,621)</u>	<u>\$ 41,089,422</u>
<b>Liabilities and Net Assets</b>				
<b>Current liabilities:</b>				
Loans payable	\$ 4,699,000	\$ 1,824,000	\$ (1,824,000)	\$ 4,699,000
Accounts payable	712,284	81,215	(81,215)	712,284
Accrued expenses	961,421	-	(307,406)	654,015
Deferred revenue	428,926	-	-	428,926
	<u>6,801,631</u>	<u>1,905,215</u>	<u>(2,212,621)</u>	<u>6,494,225</u>
<b>Net assets:</b>				
Unrestricted	10,208,434	22,666,572	-	32,875,006
Temporarily restricted	1,426,671	75,148	-	1,501,819
Permanently restricted	10,872	207,500	-	218,372
	<u>11,645,977</u>	<u>22,949,220</u>	<u>-</u>	<u>34,595,197</u>
	<u>\$ 18,447,608</u>	<u>\$ 24,854,435</u>	<u>\$ (2,212,621)</u>	<u>\$ 41,089,422</u>

WESTERN NEW YORK PUBLIC BROADCASTING ASSOCIATION

**Additional Information**  
**Consolidating Statement of Activities**

For the year ended June 30, 2017

	Association	Foundation	Eliminations	Consolidated Totals
Operating revenues and grants:				
Contributions	\$ 7,738,510	\$ 21,732	\$ -	\$ 7,760,242
Government grants	1,450,249	-	-	1,450,249
Corporation for Public Broadcasting	1,736,462	-	-	1,736,462
Funding for designated projects	570,766	-	-	570,766
Equipment rentals, royalties and other	1,068,464	-	-	1,068,464
Total operating revenues and grants	12,564,451	21,732	-	12,586,183
Operating expenses:				
Television:				
WNED-TV:				
Broadcasting	2,003,367	-	-	2,003,367
Production	683,601	-	-	683,601
Designated projects	554,531	-	-	554,531
Educational services	230,818	-	-	230,818
Engineering	877,049	-	-	877,049
Radio:				
WNED-FM/WNJA-FM	633,420	-	-	633,420
WBFO-FM/WOLN-FM/WUBJ-FM	1,605,252	-	-	1,605,252
Film commission	372,867	-	-	372,867
Support services:				
General and administrative	2,062,083	15,052	-	2,077,135
Facilities	769,858	-	-	769,858
Development	3,656,448	-	-	3,656,448
Corporate communications	519,045	-	-	519,045
Contributions to the Association	-	1,618,000	(1,618,000)	-
	13,968,339	1,633,052	(1,618,000)	13,983,391
Depreciation	907,750	19,437	-	927,187
Total operating expenses	14,876,089	1,652,489	(1,618,000)	14,910,578
Total operating activities	(2,311,638)	(1,630,757)	1,618,000	(2,324,395)
Nonoperating activities:				
Investment earnings (losses)	(2,280)	2,419,394	(50,828)	2,366,286
Capital contributions	750,930	-	-	750,930
Capital contributions expenses	(88,484)	-	-	(88,484)
Contributions from the Foundation	1,618,000	-	(1,618,000)	-
Interest in Centralcast, LLC	(24,099)	-	-	(24,099)
Rental loss, net of expenses of \$53,456	(16,941)	-	-	(16,941)
Interest expense	(130,924)	(50,828)	50,828	(130,924)
Loss on foreign exchange	(14,323)	-	-	(14,323)
Total nonoperating activities	2,091,879	2,368,566	(1,618,000)	2,842,445
Change in net assets	(219,759)	737,809	-	518,050
Net assets - beginning	11,865,736	22,211,411	-	34,077,147
Net assets - ending	\$ 11,645,977	\$ 22,949,220	\$ -	\$ 34,595,197