



Stoy, Malone & Company, P.C.
Certified Public Accountants

705 York Road
Baltimore, MD 21204
410-828-1961
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February 19, 2015

Board of Directors and Senior Management of
WTMD, Towson University Public Media, Inc.,
and Towson University Foundation, Inc.
1 Olympic Place
Towson, MD 21204

We have audited the financial statements of WTMD as of and for the year ended June 30, 2014, and have issued our report thereon dated February 9, 2015. Professional standards require that we advise you of the following matters relating to our audit.

Our Responsibility in Relation to the Financial Statement Audit

As communicated in our engagement letter dated December 22, 2014, our responsibility, as described by professional standards, is to form and express an opinion about whether the financial statements that have been prepared by management with your oversight are presented fairly, in all material respects, in conformity with accounting principles generally accepted in the United States of America. Our audit of the financial statements does not relieve you or management of its respective responsibilities.

Our responsibility, as prescribed by professional standards, is to plan and perform our audit to obtain reasonable, rather than absolute, assurance about whether the financial statements are free of material misstatement. An audit of financial statements includes consideration of internal control over financial reporting as a basis for designing 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 over financial reporting. Accordingly, as part of our audit, we considered the internal control of WTMD solely for the purpose of determining our audit procedures and not to provide any assurance concerning such internal control.

We are also responsible for communicating significant matters related to the audit that are, in our professional judgment, relevant to your responsibilities in overseeing the financial reporting process. However, we are not required to design procedures for the purpose of identifying other matters to communicate to you.

Planned Scope and Timing of the Audit

We conducted our audit consistent with the planned scope and timing we previously communicated to you.

Compliance with All Ethics Requirements Regarding Independence

The engagement team and our firm have complied with all relevant ethical requirements regarding independence.

Qualitative Aspects of the Entity's Significant Accounting Practices

Significant Accounting Policies

Management has the responsibility to select and use appropriate accounting policies. A summary of the significant accounting policies adopted by WTMD is included in Note 1 to the financial statements. There has been no initial selection of accounting policies and no changes in significant accounting policies or their application during fiscal year 2014. No matters have come to our attention that would require us, under professional standards, to inform you about (1) the methods used to account for significant unusual transactions and (2) the effect of significant accounting policies in controversial or emerging areas for which there is a lack of authoritative guidance or consensus.

Significant Accounting Estimates

Accounting estimates are an integral part of the financial statements prepared by management and are based on management's current judgments. Those judgments are normally based on knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ markedly from management's current judgments.

There are no sensitive or significant accounting estimates affecting the financial statements.

Financial Statement Disclosures

The financial statement disclosures are neutral, consistent, and clear.

Significant Difficulties Encountered during the Audit

We encountered no significant difficulties in dealing with management relating to the performance of the audit.

Uncorrected and Corrected Misstatements

For purposes of this communication, professional standards require us to accumulate all known and likely misstatements identified during the audit, other than those that we believe are trivial, and communicate them to the appropriate level of management. Further, professional standards require us to also communicate the effect of uncorrected misstatements related to prior periods on the relevant classes of transactions, account balances or disclosures, and the financial statements as a whole. We have attached a summary of uncorrected financial statement misstatements whose effects in the current and prior periods, as determined by management, are immaterial, both individually and in the aggregate, to the financial statements taken as a whole.

In addition, professional standards require us to communicate to you all material, corrected misstatements that were brought to the attention of management as a result of our audit procedures. We have attached a list of adjustments made to the financial statements.

Disagreements with Management

For purposes of this letter, professional standards define a disagreement with management as a matter, whether or not resolved to our satisfaction, concerning a financial accounting, reporting, or auditing matter, which could be significant to WTMD's financial statements or the auditor's report. No such disagreements arose during the course of the audit.

Representations Requested from Management

We have requested certain written representations from management, which are included in the attached letter dated February 9, 2015.

Management's Consultations with Other Accountants

In some cases, management may decide to consult with other accountants about auditing and accounting matters. Management informed us that, and to our knowledge, there were no consultations with other accountants regarding auditing and accounting matters.

Other Significant Matters, Findings or Issues

In the normal course of our professional association with WTMD, we generally discuss a variety of matters, including the application of accounting principles and auditing standards, operating conditions affecting the entity, and operating plans and strategies that may affect the risks of material misstatement. None of the matters discussed resulted in a condition to our retention as WTMD's auditors.

This report is intended solely for the information and use of the board of directors of the Towson University Public Media, Inc., Towson University Foundation, Inc. and management of WTMD and is not intended to be and should not be used by anyone other than these specified parties.

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Client: 55150 - WTMD
 Engagement: 55150 - WTMD
 Trial Balance: YB
 Workpaper: 3700.01 - Adjusting Journal Entries Report

Account	Description	W/P Ref	Debit	Credit
Adjusting Journal Entries JE # 1		PY 3700.01		
To adjust beginning net assets for entries not posted by Foundation in PY.				
02-4112-0	Friend - Restricted or Designated		16,664.00	
02-4120-0	Foundation - Restricted or Designated		2,364.00	
02-4128-0	Business - Restricted or Designated		98,142.00	
02-3200-0	Net Assets			117,170.00
Total			117,170.00	117,170.00
Adjusting Journal Entries JE # 2		7300.04		
To record TU support				
SMC 3	Communications - TU		34,886.71	
SMC 5	Operating - TU		70,281.38	
SMC 1	Support from TU			105,168.09
Total			105,168.09	105,168.09
Adjusting Journal Entries JE # 3		7300.01		
To record TU Support occupancy rev & exp				
SMC 6	Rent - TU		565,512.53	
SMC 1	Support from TU			565,512.53
Total			565,512.53	565,512.53
Adjusting Journal Entries JE # 4		4200.30		
To record pledges receivable				
SMC 7	Member pledges and contribution receivable		17,398.00	
02-4112-0	Friend - Restricted or Designated			17,398.00
Total			17,398.00	17,398.00
Adjusting Journal Entries JE # 5		4200.15		
To record underwriting receivable				
SMC 7	Member pledges and contribution receivable		128,480.00	
02-4128-0	Business - Restricted or Designated			128,480.00
Total			128,480.00	128,480.00
Adjusting Journal Entries JE # 6				
To reclass transfers in to income.- per Susan, underwrling dollars for TUF grant. Grant funds used for underwrling at WTMD. TUF just transferred funds				
02-7208-0	Interfund Transfers In		1,000.00	
02-4128-0	Business - Restricted or Designated			1,000.00
Total			1,000.00	1,000.00
Adjusting Journal Entries JE # 8		3800.15		
to reclass reimbursement recieved from TUPM from income.				
02-4402-0	Special Event - Fundraising Activity		6,490.00	
02-7102-1	Cash Transfers to TUPM, Inc.		2,355.00	
02-5302-1	Meals / Refreshments - Program Support			152.00
02-5302-1	Meals / Refreshments - Program Support			1,262.00
02-5404-1	Books/Materials/Subscriptions-Program Support			215.00
02-5454-1	Equipment Rental / Purchases - Program Support			1,094.00
02-5702-1	Advertising - Program Support			477.00
02-5752-1	In-State Travel - Program Support			1,110.00
02-5754-1	Out-State Travel - Program Support			2,179.00
02-5850-1	Office Expense - Program Support			2,101.00
02-8104-1	Mailing Service - Program Support			255.00
Total			8,845.00	8,845.00
Adjusting Journal Entries JE # 9				
To adjust for legal fees recorded in TUPM as contribution from TUF and recorded as legal expense on TUPM				
02-7102-1	Cash Transfers to TUPM, Inc.		9,162.00	
02-5904-1	Legal Fees - Program Support			9,162.00
Total			9,162.00	9,162.00

Client: **55150 - WTMD**
Engagement: **55150 - WTMD**
Period Ending: **6/30/2014**
Trial Balance: **TB**
Workpaper: **3700.10 - Passed Journal Entries Report**

<u>Account</u>	<u>Description</u>	<u>W/P Ref</u>	<u>Debit</u>	<u>Credit</u>
Passed Journal Entries JE # 7		5100.02		
To move expenses into prepaid				
01-1010-0	Prepaid Expenses and Other Receivables		3,075.00	
02-6000-1	Dues / Memberships - Program Support			3,075.00
Total			<u>3,075.00</u>	<u>3,075.00</u>



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Suite 100
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February 9, 2015

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Towson, Maryland 21204

This representation letter is provided in connection with your audit of the financial statements of WTMD, which comprise the statements of financial position as of June 30, 2014, and the related statements of activities and changes in net assets and cash flows for the year then ended, and the related notes to the financial statements, for the purpose of expressing an opinion on whether the financial statements are presented fairly, in all material respects, in accordance with accounting principles generally accepted in the United States of America (U.S. GAAP).

Certain representations in this letter are described as being limited to matters that are material. Items are considered material, regardless of size, if they involve an omission or misstatement of accounting information that, in the light of surrounding circumstances, makes it probable that the judgment of a reasonable person relying on the information would be changed or influenced by the omission or misstatement.

We confirm that to the best of our knowledge and belief, having made such inquiries as we considered necessary for the purpose of appropriately informing ourselves as of February 9, 2015:

Financial Statements

- We have fulfilled our responsibilities, as set out in the terms of the audit engagement letter dated December 22, 2014 for the preparation and fair presentation of the financial statements in accordance with U.S. GAAP.
- We acknowledge our responsibility 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.
- We acknowledge our responsibility for the design, implementation, and maintenance of internal control to prevent and detect fraud.
- Significant assumptions used by us in making accounting estimates, including those measured at fair value, are reasonable.
- Related party relationships and transactions have been appropriately accounted for and disclosed in accordance with the requirements of U.S. GAAP.
- All events subsequent to the date of the financial statements and for which U.S. GAAP requires adjustment or disclosure have been adjusted or disclosed.
- The effects of the uncorrected misstatements attached are immaterial, both individually and in the aggregate, to the financial statements as a whole.
- The effects of all known actual or possible litigation and claims have been accounted for and disclosed in accordance with U.S. GAAP.



STUDIO
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Towson, MD 21204

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- We have complied with all restrictions on resources (including donor restrictions) and all aspects of contractual and grant agreements that would have a material effect on the financial statements in the event of noncompliance.
- We have maintained an appropriate composition of assets in amounts needed to comply with all donor restrictions.
- We have accurately presented the entity's position regarding taxation and tax-exempt status.
- The bases used for allocation of functional expenses are reasonable and appropriate.
- We have included in the financial statements all assets and liabilities under the entity's control.
- We have designed, implemented, and maintained adequate internal controls over the receipt and recording of contributions.
- Reclassifications between net asset classes are proper.

Information Provided

- We have provided you with:
 - Access to all information, of which we are aware that is relevant to the preparation and fair presentation of the financial statements, such as records, documentation, and other matters;
 - Additional information that you have requested from us for the purpose of the audit; and
 - Unrestricted access to persons within the entity from whom you determined it necessary to obtain audit evidence.
- All transactions have been recorded in the accounting records and are reflected in the financial statements.
- We have disclosed to you the results of our assessment of the risk that the financial statements may be materially misstated as a result of fraud.
- We have no knowledge of any fraud or suspected fraud that affects the entity and involves:
 - Management;
 - Employees who have significant roles in internal control; or
 - Others when the fraud could have a material effect on the financial statements.
- We have no knowledge of any allegations of fraud, or suspected fraud, affecting the entity's financial statements communicated by employees, former employees, analysts, regulators, or others.
- We have disclosed to you all known instances of noncompliance or suspected noncompliance with laws and regulations whose effects should be considered when preparing financial statements.
- We are not aware of any pending or threatened litigation or claims whose effects should be considered when preparing the financial statements and we have not consulted legal counsel concerning litigation or claims.
- We have disclosed to you the identity of the entity's related parties and all the related party relationships and transactions of which we are aware.

Stephen Yasko, WTMD, General Manager
Towson University Public Media, Inc., Executive Director

John J. Mease, Jr., CPA, Towson University Foundation, Inc., Vice President