



## Report in Brief

### Why We Did This Audit

We performed this examination based on our annual audit plan objective to perform reviews of a cross-section of stations and organizations in the public broadcasting system.

Our objectives were to examine the station's certifications of compliance with Corporation for Public Broadcasting (CPB) grant terms to: a) claim Non-Federal Financial Support (NFFS) on its Annual Financial Reports in accordance with CPB Financial Reporting Guidelines; b) expend Community Service Grant (CSG) and other grant funds in accordance with grant agreement requirements; and c) comply with the Certification of Eligibility requirements and the statutory provisions of the Communications Act of 1934, as amended. The amount of NFFS a station reports to CPB affects the amount of CPB funding the station receives.

Send all inquiries to our office at (202) 879-9669 or email [OIGemail@cpb.org](mailto:OIGemail@cpb.org) or visit [www.cpb.org/oig](http://www.cpb.org/oig)

[Listing of OIG Reports](#)

### *Audit of Community Service Grants at WTMD, Towson, Maryland for the Period July 1, 2014 through June 30, 2016*

#### What We Found

The station overstated NFFS by \$22,708 because it did not adjust for membership premiums.

**The NFFS overstatement resulted in potential CSG overpayments of \$1,285.**

In addition we found noncompliance with Act requirements to provide the public with reasonable advance notice of Board of Directors committee meetings.

The station agreed with our findings and has instituted corrective actions. CPB management will make the final determination on our findings and recommendations.

#### What We Recommend

That CPB:

- recover FY 2017 CSG payments made to WTMD of \$602 and potentially reduce FY 2018 CSG payments by \$683;
- require WTMD to identify the corrective actions and controls it will implement to ensure future compliance; and
- verify during the audit resolution process that upcoming committee meetings are posted to the station's website seven days in advance of the upcoming meeting(s).