

**Montana State University Billings
Yellowstone Public Radio/KEMC-FM
Financial Report
For the fiscal year ended June 30, 2011**

The audit of the Yellowstone Public Radio/KEMC-FM Financial Report for fiscal year ended June 30, 2011 was performed by Anderson Zurmuehlen. The audit resulted in one recommendation as follows.

Audit recommendation:

2011-1 Investment Income

The Station reconciled investment balances to the investment statement at year end; however, there was an error in the investment income balance that resulted in an adjustment entry to correctly report the investment income and contribution revenue at year end. The entry did not impact total revenue. We recommend that management reconcile the investment income to the investment statements to ensure accurate reporting of investment and contribution income at year end.

Management response:

Concur. Management performs regular reconciliations of investment income to the investment statements received. To help ensure appropriate financial statement classification of investment income, management will also compare total investment income as reported on the financial statements to the investment statements.