

NEWARK PUBLIC RADIO, INC.

Financial Statements

and

Independent Auditors' Reports

September 30, 2006 and 2005

NEWARK PUBLIC RADIO, INC.
September 30, 2006 and 2005

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NEWARK PUBLIC RADIO, INC.
September 30, 2006 and 2005

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To the Board of Trustees of
Newark Public Radio, Inc.
Newark, New Jersey

INDEPENDENT AUDITORS' REPORT

We have audited the accompanying statements of financial position of Newark Public Radio, Inc. as of September 30, 2006 and 2005 and the related statements of activities and changes in net assets, cash flows and functional expenses for the years then ended. These financial statements are the responsibility of Newark Public Radio, Inc.'s management. 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 and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audits to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Newark Public Radio, Inc. as of September 30, 2006 and 2005 and the changes in its net assets and its cash flows for the years then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with Government Auditing Standards, we have also issued our report dated December 18, 2006 on our consideration of Newark Public Radio, Inc.'s internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards and should be considered in assessing the results of our audits.

Our audits were made for the purpose of forming an opinion on the basic financial statements of Newark Public Radio, Inc. taken as a whole. The accompanying schedule of expenditures of Federal awards and state financial assistance is presented for purposes of additional analysis as required by the State of New Jersey, Department of Treasury Circular 04-04-OMB and is not a required part of the basic financial statements. This schedule has been subjected to the procedures applied in the audits of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

M.D. Oppenheim & Company, P.C.

December 18, 2006

To the Board of Trustees of
Newark Public Radio, Inc.
Newark, New Jersey

INDEPENDENT AUDITORS' REPORT

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M.D. Oppenheim & Company, P.C.

December 18, 2006

NEWARK PUBLIC RADIO, INC.
 Statements of Financial Position
 September 30, 2006 and 2005

	2006	2005
<u>Assets</u>		
Current assets:		
Cash and cash equivalents	\$ 1,608,990	\$ 1,327,437
Investments	1,433,280	1,392,125
Underwriting receivables, less allowance for uncollectible accounts of \$85,077 and \$35,000, respectively	234,444	262,758
Pledges receivable	173,530	199,884
Grants receivable	129,456	154,431
Prepaid expenses	62,854	62,981
Total current assets	3,642,554	3,399,616
Property and equipment, net	1,882,893	1,944,326
Other assets:		
Investments	790,000	790,000
Debt financing costs, net	35,807	39,785
Total	\$ 6,351,254	\$ 6,173,727
<u>Liabilities and Net Assets</u>		
Current liabilities:		
Bonds payable	\$ 91,705	\$ 87,024
Accounts payable and accrued expenses	100,559	141,899
Deferred revenue	144,943	99,060
Total current liabilities	337,207	327,983
Bonds payable, net of current portion	966,460	1,056,996
Security deposits payable	4,300	4,300
Total liabilities	1,307,967	1,389,279
Net assets:		
Unrestricted:		
Board designated for future expansion	400,000	400,000
Board designated education fund	205,500	205,500
Board designated technical innovation fund	205,500	205,500
Available for general operations	2,439,346	2,019,721
	3,250,346	2,830,721
Investment in property and equipment	860,535	840,091
Total unrestricted net assets	4,110,881	3,670,812
Temporarily restricted	142,406	323,636
Permanently restricted	790,000	790,000
Total net assets	5,043,287	4,784,448
Total	\$ 6,351,254	\$ 6,173,727

The accompanying notes are an integral part of these financial statements.

NEWARK PUBLIC RADIO, INC.
 Statements of Activities and Changes in Net Assets
 Years ended September 30, 2006 and 2005

	2006				2005			
	Unrestricted	Temporarily Restricted	Permanently Restricted	Total	Unrestricted	Temporarily Restricted	Permanently Restricted	Total
Support and revenues:								
Contributions	\$ 2,552,490	\$ 433,193	\$	\$ 2,985,683	\$ 2,840,520	\$ 949,141	\$ -	\$ 3,789,661
Grants and contracts	646,668			646,668	549,267			549,267
Investment income	175,383			175,383	124,737			124,737
Underwriting revenue	744,380			744,380	694,777			694,777
Rental income	156,252			156,252	151,181			151,181
Special events	276,784			276,784	228,231			228,231
Other income	33,630			33,630	27,975			27,975
Total revenues	4,585,587	433,193		5,018,780	4,616,688	949,141		5,565,829
Net assets released from restrictions:								
Satisfaction of purpose restrictions	614,423	(614,423)			906,676	(906,676)		
Total	5,200,010	(181,230)		5,018,780	5,523,364	42,465		5,565,829
Expenses:								
Program services	3,228,023			3,228,023	3,453,301			3,453,301
Administrative	668,842			668,842	753,708			753,708
Fundraising	863,076			863,076	859,745			859,745
Total expenses	4,759,941			4,759,941	5,066,754			5,066,754
Changes in net assets	440,069	(181,230)		258,839	456,610	42,465		499,075
Net assets, beginning of year	3,670,812	323,636	790,000	4,784,448	3,214,202	281,171	790,000	4,285,373
Net assets, end of year	<u>\$ 4,110,881</u>	<u>\$ 142,406</u>	<u>\$ 790,000</u>	<u>\$ 5,043,287</u>	<u>\$ 3,670,812</u>	<u>\$ 323,636</u>	<u>\$ 790,000</u>	<u>\$ 4,784,448</u>

The accompanying notes are an integral part of these financial statements.

NEWARK PUBLIC RADIO, INC.
Statements of Cash Flows
Years ended September 30, 2006 and 2005

	2006	2005
Cash flows from operating activities:		
Changes in net assets	\$ 258,839	\$ 499,075
Adjustments to reconcile changes in net assets to net cash provided by operating activities:		
Depreciation and amortization	129,746	159,336
Loss on disposal of equipment	1,563	
Net realized/unrealized gains on investments	(33,648)	(45,886)
Bad debt expense	41,000	11,000
Changes in assets and liabilities:		
Underwriting receivables	(12,686)	(111,569)
Pledges receivable	26,354	28,607
Grants receivable	24,975	51,576
Prepaid expenses	127	31,964
Accounts payable and accrued expenses	(41,340)	33,268
Deferred revenue	45,883	(72,640)
Total adjustments	181,974	85,656
Net cash provided by operating activities	440,813	584,731
Cash flows from investing activities:		
Property and equipment additions	(65,897)	(91,470)
Purchase of investments	(318,277)	(185,309)
Proceeds from sale of investments	310,769	100,719
Net cash used in investing activities	(73,405)	(176,060)
Cash flows from financing activities:		
Reduction of mortgage payable	(85,855)	(81,391)
Net cash used in financing activities	(85,855)	(81,391)
Net increase in cash and cash equivalents	281,553	327,280
Cash and cash equivalents, beginning of year	1,327,437	1,000,157
Cash and cash equivalents, end of year	\$ 1,608,990	\$ 1,327,437
Supplemental disclosure:		
Interest paid	\$ 58,843	\$ 58,549

No amounts were paid for income taxes for the years ended September 30, 2006 and 2005.

The accompanying notes are an integral part of these financial statements.

NEWARK PUBLIC RADIO, INC.
Statements of Functional Expenses
Years ended September 30, 2006 and 2005

	2006				2005			
	Program Services	Supporting Services		Total	Program Services	Supporting Services		Total
	Station Operations	Administrative	Fundraising		Station Operations	Administrative	Fundraising	
Salaries	\$ 1,536,127	\$ 343,759	\$ 263,317	\$ 2,143,203	\$ 1,441,252	\$ 382,027	\$ 200,854	\$ 2,024,133
Fringe benefits	268,966	68,452	55,200	392,618	244,097	73,477	40,001	357,575
Artist fees	95,332			95,332	129,759			129,759
Professional services	225,907	40,188	75,342	341,437	393,610	49,811	125,015	568,436
Audience research	57,701			57,701	18,536			18,536
Office expense	42,906	9,464	2,688	55,058	21,414	15,352	2,087	38,853
Broadcast supplies	42,124			42,124	49,791			49,791
Program purchases	51,478			51,478	43,954			43,954
Telephone	45,440	8,578	7,418	61,436	41,449	10,859	6,279	58,587
Printing	78,551			78,551	71,653			71,653
Fundraising supplies			41,645	41,645			68,585	68,585
Premiums	19,302		87,882	107,184	14,983		110,882	125,865
Postage and shipping	45,380	4,127	89,334	138,841	54,493	3,571	78,624	136,688
Dues and subscriptions	9,558	6,433	6,673	22,664	11,566	6,613	5,990	24,169
Satellite fee	6,600			6,600	6,850			6,850
News wire	21,888			21,888	21,397			21,397
Fees	756	9,279	34,942	44,977		47,659	1,497	49,156
Travel and entertainment	50,071	7,290	13,048	70,409	79,099	11,629	8,653	99,381
Meetings and conferences	400	718		1,118	575	1,120		1,695
Advertising and public relation	264,648	4,224	30,314	299,186	418,417	1,446	36,285	456,148
Staff development	3,719	590	3,584	7,893	27,289	2,165	962	30,416
Utilities	33,891	7,060	6,119	47,070	17,374	19,434	4,057	40,865
Space and equipment rental	156,304	4,385	3,803	164,492	148,817	5,501	12,619	166,937
Repairs and maintenance	22,459	32,370		54,829	13,580	25,424		39,004
Insurance	29,647	6,175	5,353	41,175	31,465	7,527	4,666	43,658
Depreciation and amortization	71,528	24,287	33,931	129,746	108,349	27,087	23,900	159,336
Interest expense	42,367	8,826	7,650	58,843	41,682	11,054	5,813	58,549
Special events			93,968	93,968			122,359	122,359
Bad debt expense		75,887		75,887		44,457		44,457
Loss on disposal of assets		1,563		1,563				
Miscellaneous	4,973	5,187	865	11,025	1,850	7,495	617	9,962
Total expenses	\$ 3,228,023	\$ 668,842	\$ 863,076	\$ 4,759,941	\$ 3,453,301	\$ 753,708	\$ 859,745	\$ 5,066,754

The accompanying notes are an integral part of these financial statements.

NEWARK PUBLIC RADIO, INC.
Notes to Financial Statements
Years ended September 30, 2006 and 2005

1. Organization and purpose:

Newark Public Radio, Inc. is a not-for-profit corporation authorized to operate and distribute non-commercial WBGO FM (the "Station") locally at 88.3mHz and worldwide via the internet at www.wbgo.org. The Station is a publicly-supported cultural institution that champions jazz and presents news through radio and other technologies. An affiliate of National Public Radio, the Station's significant sources of revenue are contributions and grants.

2. Summary of significant accounting policies:

Basis of presentation

Financial reporting by not-for-profit organizations requires that resources be classified for accounting and reporting purposes into net asset categories according to externally (donor) imposed restrictions. The unrestricted net asset category represents net assets that are not subject to donor imposed restrictions, the temporarily restricted net asset category represents net assets that are subject to donor imposed time or purpose restrictions and the permanently restricted net asset category represents net assets that are subject to donor imposed restrictions that cannot be satisfied by either time or by actions of the Station. For the years ended September 30, 2006 and 2005 the Station had accounting transactions in all three net asset categories.

Revenue and support recognition

Contributions, including membership fees, are recognized as revenue when they are received or unconditionally pledged and revenues are recorded as unrestricted or restricted support according to donor stipulations that limit the use of these assets due to time or purpose restrictions. When a donor restriction expires, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statements of activities and changes in net assets as net assets released from restrictions.

The Station accounts for those contract revenues which have been determined to be exchange transactions in the statements of activities and changes in net assets to the extent that expenses have been incurred for the purpose specified by the grantor during the period. Program revenues received in advance of their usage are classified as liabilities in the statements of financial position. In applying this concept, the legal and contractual requirements of each individual contract are used as guidance.

Unrestricted revenues are obtained from underwriting revenues, special events, program fees and investment income. These revenues are used to offset program expenses as well as the cost of property and equipment acquisitions and supporting services expenses.

NEWARK PUBLIC RADIO, INC.
Notes to Financial Statements
Years ended September 30, 2006 and 2005

2. Summary of significant accounting policies (Cont.):

Investments

Investments, primarily consisting of certificates of deposit, mutual funds, and equity securities, are stated at fair value. Gains and losses, both realized and unrealized, resulting from increases or decreases in the fair value of investments are reflected in the statements of activities and changes in net assets as increases or decreases in unrestricted net assets unless the use was restricted by explicit donor stipulations or by law.

Income taxes

The Station is exempt from Federal income tax under Section 501(c)(3) of the Internal Revenue Code. Accordingly, the accompanying financial statements do not reflect provisions for Federal income taxes.

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 certain reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reported period. Accordingly, actual results could differ from those estimates.

Property and equipment and depreciation

Property and equipment purchases are recorded at cost, except for donated items which are recorded at the fair value on the date of donation. Depreciation is provided over the estimated useful lives of the assets which range from five to thirty five years, using the straight-line method.

The principal rates for computing depreciation by major asset categories are as follows:

Buildings	3%
Building improvements	3%
Office equipment	20%
Broadcasting equipment	20%

When an asset is sold or retired, the cost and accumulated depreciation are removed from the respective accounts. Maintenance, repairs and minor renewals are charged to operations as incurred.

NEWARK PUBLIC RADIO, INC.
Notes to Financial Statements
Years ended September 30, 2006 and 2005

2. Summary of significant accounting policies (Cont.):

Functional allocation of expenses

Costs of providing program and supporting services have been summarized on a functional basis based on a combination of a direct costing method for charging certain expenses to each function which is consistent with the benefit derived, and using salaries to allocate those expenses that do not have a direct association to a particular function.

Cash and cash equivalents

Cash and cash equivalents include funds held in money market accounts and other instruments with an initial maturity of three months or less.

3. Grants and pledges receivable:

The Station was due certain amounts at September 30, 2006 and 2005 from funding sources which resulted from expenditures incurred in excess of payments received or from donors' notifications of intent to give as follows:

<u>Grants receivable</u>	<u>2006</u>	<u>2005</u>
New Jersey State Council on the Arts	\$ 125,956	\$ 132,764
National Endowment for the Arts	<u>5,000</u>	<u>21,667</u>
	<u>\$ 129,456</u>	<u>\$ 154,431</u>

Pledges receivable amount to \$173,530 and \$199,884 at September 30, 2006 and 2005, all of which are expected to be collected in the subsequent fiscal year.

4. Investments:

The following summarizes the relationship between the market value and cost of investments at September 30, 2006 and 2005.

	<u>2006</u>		<u>2005</u>	
	<u>Cost</u>	<u>Market</u>	<u>Cost</u>	<u>Market</u>
Stocks	\$ 2,106	\$ 4,144	\$ 1,401	\$ 3,352
Certificates of deposit	966,000	956,380	982,000	968,100
Mutual funds	<u>1,248,517</u>	<u>1,262,756</u>	<u>1,222,059</u>	<u>1,210,673</u>
	<u>\$ 2,216,623</u>	<u>\$ 2,223,280</u>	<u>\$ 2,205,460</u>	<u>\$ 2,182,125</u>

The annual return on investments exclusive of unrealized gains of \$29,994 and \$44,025, based on market value, was approximately 6.60% and 3.83% for the years ended September 30, 2006 and 2005, respectively.

NEWARK PUBLIC RADIO, INC.
Notes to Financial Statements
Years ended September 30, 2006 and 2005

5. Property and equipment:

Property and equipment at September 30, 2006 and 2005 consisted of the following:

	2006	2005
Land	\$ 47,855	\$ 47,855
Buildings	82,684	82,684
Building improvements	2,236,375	2,226,896
Broadcasting equipment	1,280,571	1,232,630
Office equipment	510,539	529,819
	4,158,024	4,119,884
Less depreciation	2,275,131	2,175,558
	\$ 1,882,893	\$ 1,944,326

Depreciation expense totaled \$125,767 and \$155,357 for the years ended September 30, 2006 and 2005, respectively.

6. Deferred financing costs:

The Station incurred bond financing costs of \$60,855 in conjunction with the issuance of New Jersey Economic Development Agency Bonds which are being amortized over fifteen years at an amount of \$3,979 annually. Bond financing costs shown net of accumulated amortization of \$23,871 and \$19,893 were \$35,807 and \$39,785 at September 30, 2006 and 2005, respectively.

7. Operating leases:

The Station leases a portion of its radio frequency to two other radio stations under two noncancelable leases that expire in November 2008 and September 2006. Rental income from these leases was \$156,252 and \$151,181 for the years ended September 30, 2006 and 2005. Minimum future annual rentals under these agreements are as follows:

Years ending September 30,

2007	\$ 91,258
2008	93,994
2009	15,742

NEWARK PUBLIC RADIO, INC.
Notes to Financial Statements
Years ended September 30, 2006 and 2005

7. Operating leases (Cont.):

The Station leases office equipment and transportation equipment under various non-cancelable operating leases expiring through 2010. Rental expenses related to these leases amounted to \$21,168 and \$24,951 for the years ended September 30, 2006 and 2005, respectively. Minimum future annual rentals for the remaining lease terms are as follows:

Years ending September 30,

2007	25,788
2008	24,888
2009	22,188
2010	9,245

8. Bonds payable:

In November 2000 the New Jersey Economic Development Authority (“NJEDA”) issued \$1,500,000 of variable rate, tax exempt revenue bonds (Newark Public Radio, Inc. – 2000 Project) to help pay for a portion of the estimated costs to construct, equip and staff the facility, renovate the administrative offices and radio station, acquire machinery and equipment and refinance existing debt.

Under the terms of the bond indenture agreement and the loan agreement between the Station and NJEDA the bonds require the monthly payment of principal and interest. The interest rate is currently 5.25%, pegged to the average U.S. Treasury five-year note yield plus 2% and resets every five years. The bonds mature in October 2015 and are secured by a mortgage on land and building.

Scheduled principal repayments of the bonds are as follows:

Years ending September 30,

2007	\$ 91,705
2008	96,637
2009	101,834
2010	107,311
2011	113,082
Thereafter	547,596

NEWARK PUBLIC RADIO, INC.
Notes to Financial Statements
Years ended September 30, 2006 and 2005

9. Employee retirement plan:

All full time employees of the Station who have completed minimum service requirements are eligible to participate in Newark Public Radio, Inc.'s Retirement Plan (the "Plan"), a defined contribution plan. Participants in the Plan may contribute a percentage of their compensation up to the maximum allowed by I.R.S. regulations. The Station makes discretionary contributions to each participant's account of up to 4% of the participant's compensation. Participants become vested immediately upon entry into the plan. It is the Station's policy to fund contributions currently. The Station's discretionary contribution was approximately \$46,400 and \$49,500 for the years ended September 30, 2006 and 2005, respectively.

10. Net assets:

Components of temporarily and permanently restricted net assets at September 30, 2006 and 2005 were as follows:

	2006	2005
Temporarily restricted –		
Restricted by donor for programmatic use as follows:		
IBOC Project	\$ 14,465	\$ 6,196
CPB Web Project	1,450	9,250
Children's Jazz Series	6,021	21,030
Jazzset	8,765	41,282
Internship Program	3,938	8,580
Jazz Masters Touring	4,568	15,550
Jazzset CD Project	18,877	
Children Initiative Grant	79,197	81,697
N.J. Dept. of the Treasury	295	110,051
Special Projects	4,830	
	142,406	293,636
Restricted for use in subsequent time periods:		
General operation		30,000
	\$ 142,406	\$ 323,636
Permanently restricted net assets –		
Donor restricted endowed principal:		
National Endowment for the Arts	\$ 240,000	\$ 240,000
Jazznet Endowment	300,000	300,000
Prudential Financial	250,000	250,000
	\$ 790,000	\$ 790,000

Of the funds included in the permanently restricted net assets of the Station, \$430,000 represents donations certified by the New Jersey Cultural Trust.

NEWARK PUBLIC RADIO, INC.
Notes to Financial Statements
Years ended September 30, 2006 and 2005

Concentrations of credit risk:

Financial investments which potentially subject the Station to concentrations of credit risk consist of cash and cash equivalents, investments, and receivables. In an attempt to limit the credit risk, the Station places all funds with high quality financial institutions. At various times throughout the years, the Station had cash balances in excess of FDIC insurance coverage. The credit risk with regard to receivables is limited due to amounts being comprised of many immaterial balances from a wide range of individuals and organizations.

NEWARK PUBLIC RADIO, INC.
 Schedule of Expenditures of Federal Awards and State Financial Assistance
 Year ended September 30, 2006

<u>Grantor/Program Title</u>	<u>CFDA Number</u>	<u>Award Number</u>	<u>Award Period</u>	<u>Expenditures</u>	<u>Questioned Costs</u>
<u>Federal Awards</u>					
National Endowment for the Arts	45.024	05-3446-7113	06/01/05-06/30/06	\$ 53,332	
	45.024		06/01/06-05/31/07	<u>20,000</u>	
Total Federal awards				<u>\$ 73,332</u>	
<u>State Financial Assistance</u>					
State of New Jersey – Department of State Pass-through New Jersey State Council on the Arts	N/A	0502X010091 0502X010118	07/01/06-06/30/07 07/01/05-06/30/06	\$ 59,181(A) <u>200,328(A)</u>	\$ -0- <u>-0-</u>
Total state financial assistance				<u>\$ 259,509</u>	<u>\$ -0-</u>

(A) In connection with our audit of Newark Public Radio, Inc. for the year ended September 30, 2006, nothing came to our attention that caused us to believe that the financial information submitted by the Station in the Final Report, relating to the New Jersey State Council on the Arts grant, required adjustment or contained unallowable costs.

See independent auditors' report on page 1.

To the Board of Trustees of
Newark Public Radio, Inc.
Newark, New Jersey

INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER FINANCIAL
REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN
AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH
GOVERNMENT AUDITING STANDARDS

We have audited the financial statements of Newark Public Radio, Inc. as of and for the year ended September 30, 2006, and have issued our report thereon dated December 18, 2006. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered Newark Public Radio, Inc.'s internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide an opinion on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a reportable condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Newark Public Radio, Inc.'s financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

To the Board of Trustees of
Newark Public Radio, Inc.
Newark, New Jersey

This report is intended solely for the information and use of the audit committee, management of Newark Public Radio, Inc. and state awarding agencies and is not intended to be and should not be used by anyone other than these specified parties.

M.D. Oppenheim & Company, P.C.

December 18, 2006