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July 24, 2023

Members of the Nevada State Legislature  
Legislative Building  
Carson City, Nevada

**Biannual Status Report on Audits of Certain State Boards — July 2023**

Nevada Revised Statutes (NRS) 218G.400 requires certain boards to be audited annually or biennially by contract auditors. Alternatively, boards with revenue less than \$200,000 for any fiscal year must complete a self-reported balance sheet. Audit reports and balance sheets must be submitted to the Legislative Auditor and the Chief of the Budget Division on or before December 1 following the end of that fiscal year.

**Financial Issues Outstanding**

- Nevada Board of Homeopathic Medical Examiners (Annual Balance Sheet) – The Board could not provide supporting documentation from an accounting system for the information reported. The Board is currently working on transitioning historical, manually maintained financial information into its accounting system for the June 30, 2022 fiscal year. Additional financial reports were provided in July 2023. A discrepancy still exists between the balance sheet and the accounting system supporting documentation; thus, we are currently working with the Board to resolve this issue.

**Financial Issues Resolved**

- Boards not compliant with Governmental Accounting Standards Board (GASB) Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions* which became effective for fiscal years beginning after June 15, 2017:
  - Chiropractic Physicians' Board of Nevada – The independent auditor has issued a qualified opinion on the Board's annual audit since fiscal year 2018 for not adopting GASB No. 75. The Board will adopt GASB No. 75 in the fiscal year 2023 audit.

- Board of Examiners for Social Workers – The independent auditor revised the Board’s fiscal year 2022 audited financial statements to reflect the adoption of GASB No. 75. The revised financials were submitted to the Legislative Auditor in March 2023.

### **Financial Reports Not Filed**

The following board did not submit the required financial reports due December 1, 2022:

- Board of Dental Examiners of Nevada (Audited Annual Report).

The Board indicated their financial reports were delayed as the firm engaged to perform the audit resigned. The Board has hired a new certified public accountant to perform the annual audit and it should be completed soon. The Board has not submitted financial statements timely for several years.

We will continue to monitor the status of the financial issues outstanding and financial reports not filed and will provide an update regarding these issues in our January 2024 status report.

Please contact me at (775) 684-6815 or [dcrossman@lcb.state.nv.us](mailto:dcrossman@lcb.state.nv.us) if you have any questions regarding this letter.

Sincerely,



Daniel L. Crossman, CPA  
Legislative Auditor

DLC:da

cc: The Honorable Joe Lombardo, Governor of Nevada  
Ben Kieckhefer, Chief of Staff, Office of the Governor  
Amy Stephenson, Director, Office of Finance, Office of the Governor  
Adina Fitzgerald, Director, Boards and Commissions, Office of the Governor  
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