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January 14, 2015

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

Biannual Status Report on Audits of Certain State Boards

NRS 218G.400 requires certain boards to be audited annually or biennially by contract auditors. The audit report must be filed by the board on or before December 1 of each year in which an audit is conducted. In addition, boards with revenue less than \$75,000 for any fiscal year must complete a self-reported balance sheet and submit it to the Legislative Auditor and the Chief of the Budget Division on or before December 1 following the end of that fiscal year.

Financial Report Not Submitted

One board did not submit the required financial report:

<u>Board</u>	<u>Due December 1, 2014</u>
Nevada State Board of Podiatry	Balance Sheet Not Submitted

Additional Information – Nevada State Board of Podiatry

On June 23, 2014, the Executive Director of the Nevada State Board of Podiatry was arrested and charged with embezzling \$34,700 from the Board. The Executive Director pleaded guilty and was ordered to pay restitution.

In a letter dated November 17, 2014, the newly hired Executive Director stated the Board was working towards reconciling its accounts. Once the reconciliation is complete, it will provide financial information to our office. We will continue to monitor the board's compliance with financial reporting requirements.

Boards Current With Filing Requirements

The following boards submitted audit reports or balance sheets for the year ended June 30, 2014, and are current in filing their required reports.

Nevada State Board of Accountancy
Board of Examiners for Alcohol, Drug and Gambling Counselors
State Board of Architecture, Interior Design and Residential Design
Board of Athletic Trainers
Barbers' Health and Sanitation Board

Chiropractic Physicians' Board of Nevada
State Contractors' Board
State Board of Cosmetology
Board of Dental Examiners of Nevada
Board of Dispensing Opticians
Board of Examiners for Long-Term Care Administrators
State Funeral and Cemetery Services Board
Board of Hearing Aid Specialists
Board of Homeopathic Medical Examiners
State Board of Landscape Architecture
Board for the Regulation of Liquefied Petroleum Gas
Board of Examiners for Marriage and Family Therapists and
Clinical Professional Counselors
Board of Massage Therapists
Board of Medical Examiners
State Board of Nursing
State Board of Occupational Therapy
State Board of Optometry
State Board of Oriental Medicine
State Board of Osteopathic Medicine
State Board of Pharmacy
Board of Physical Therapy Examiners
Board of Psychological Examiners
State Board of Professional Engineers and Land Surveyors
Board of Registered Environmental Health Specialists
Board of Examiners for Social Workers
Nevada State Board of Veterinary Medical Examiners

All other boards not identified are currently in compliance with NRS 218G.400.

Financial Information – All Boards

See Attachment A for an overview of financial data on all occupational licensing boards.

Please contact me at (775) 684-6815 if you have any questions regarding this letter.

Sincerely,



Paul V. Townsend, CPA
Legislative Auditor

PVT:da

cc: Governor Brian Sandoval

Mike Willden, Chief of Staff, Office of the Governor

Julia Teska, Director, Department of Administration

Annalyn Bo Carillo, Boards and Commissions Manager, Office of the Governor

Attachment A
Occupational Licensing Boards
Financial Information
2014

Board	Revenues	Expenditures	Fund Balance/ Net Assets
1 Contractors	\$ 6,534,972	\$ 5,769,776	\$ 10,223,318
2 Medical Examiners ¹	\$ 4,237,171	\$ 3,496,707	\$ 3,383,698
3 Nursing	\$ 2,854,555	\$ 2,704,165	\$ 4,691,069
4 Pharmacy	\$ 2,506,303	\$ 2,055,077	\$ 1,079,592
5 Cosmetology	\$ 2,060,853	\$ 2,123,784	\$ 734,357
6 Private Investigators ² (Biennial audit)	\$ 1,132,164	\$ 1,106,551	\$ 48,993
7 Dental Examiners	\$ 1,011,097	\$ 829,025	\$ 842,652
8 Massage Therapists	\$ 867,606	\$ 860,660	\$ 230,518
9 Engineers and Land Surveyors	\$ 843,995	\$ 738,767	\$ 801,508
10 Architecture, Interior Design & Residential Design	\$ 795,104	\$ 905,306	\$ 1,047,551
11 Accountancy	\$ 676,956	\$ 657,753	\$ 1,072,224
12 Osteopathic Medicine	\$ 605,284	\$ 581,676	\$ 939,154
13 Liquefied Petroleum Gas	\$ 362,221	\$ 350,258	\$ 295,602
14 Veterinary Medical Examiners	\$ 350,701	\$ 348,836	\$ 540,885
15 Physical Therapy Examiners (Biennial audit)	\$ 336,267	\$ 336,028	\$ 412,810
16 Chiropractic Physicians	\$ 334,263	\$ 290,914	\$ 80,914
17 Social Workers ³	\$ 284,900	\$ 257,042	\$ (66,058)
18 Funeral Board	\$ 229,293	\$ 115,065	\$ 111,240
19 Long-Term Care Administrators	\$ 221,290	\$ 218,154	\$ 90,894
20 Optometry (Biennial audit)	\$ 201,294	\$ 158,291	\$ 499,787
21 Alcohol, Drug, and Gambling Counselors	\$ 200,444	\$ 178,638	\$ 118,516
22 Occupational Therapy (Biennial audit)	\$ 190,194	\$ 165,790	\$ 621,534
23 Psychological Examiners	\$ 176,552	\$ 169,665	\$ 143,717
24 Marriage and Family Therapists and Clinical Counselors	\$ 139,144	\$ 140,590	\$ 21,725
25 Dispensing Opticians	\$ 112,203	\$ 94,444	\$ 53,111
26 Certified Court Reporters ² (Biennial audit)	\$ 92,919	\$ 83,988	\$ 62,412
27 Podiatry ⁴	\$ 61,967	\$ 57,665	\$ 194,364
28 Landscape Architecture	\$ 60,126	\$ 69,345	\$ 72,914
29 Barbers' Health and Sanitation Board (Biennial audit)	\$ 59,233	\$ 60,840	\$ 71,173
30 Audiology and Speech Pathology ² (Biennial audit)	\$ 54,541	\$ 74,882	\$ 245,497
31 Oriental Medicine	\$ 49,854	\$ 46,040	\$ 155,631
32 Athletic Trainers	\$ 38,701	\$ 28,753	\$ 68,334
33 Homeopathic Medical Examiners ⁵	\$ 33,000	\$ 34,088	\$ (115,138)
34 Hearing Aid Specialists	\$ 31,471	\$ 34,591	\$ 4,274
35 Registered Environmental Health Specialists	\$ 22,235	\$ 18,764	\$ 36,215

¹ - Amounts listed are from the December 31, 2013 audit report.

² - Amounts listed are from the June 30, 2013 report.

³ - Fund balance deficit is because the Board has assets of \$89,550 and liabilities of \$155,608.

The majority of liabilities relate to unearned license revenue.

⁴ - Amounts listed are from the June 30, 2011 audit report. Due to embezzlement, this is the most recent financial information.

⁵ - Fund balance deficit is because \$130,764 is owed to the Office of Attorney General.