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January 21, 2016

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

Biannual Status 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, 2015</u>
Board of Dispensing Opticians	Annual audit report not submitted

Additional Information—Board of Dispensing Opticians

During December 2015 and January 2016, we contacted the Board of Dispensing Opticians by letter, email, and phone. The Board of Dispensing Opticians indicated the audit report was not completed timely due to a change in auditors. Further communications revealed the audit report is expected to be completed by the end of January 2016.

Questionable Expenses

Board

Board of Oriental Medicine

During our review of the information submitted by the Board of Oriental Medicine, we noted expenses of about \$13,000 that appeared questionable. We requested clarification regarding these expenditures from the Board of Oriental Medicine. The Board indicated it has retained a forensic accountant to review the expenditures in question. At this time, the Board's investigation is ongoing. We have submitted this information to the Attorney General's Office.

Boards Current With Filing Requirements

The following boards submitted audit reports or balance sheets for the year ended June 30, 2015, 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
Board of Examiners for Audiology and Speech Pathology
Certified Court Reporters' Board of Nevada
Chiropractic Physicians' Board of Nevada
State Contractors' Board
State Board of Cosmetology
Board of Dental Examiners of Nevada
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 Long-Term Care Administrators
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 Oriental Medicine
State Board of Osteopathic Medicine
State Board of Pharmacy
State Board of Podiatry
Private Investigator's Licensing Board
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

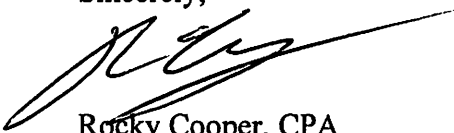
All other boards not identified are currently in compliance with NRS 218G.400.

Financial Information–All Boards

See Attachment A for an overview of each board's revenue and expenditure data. Some boards were required to implement new accounting standards during this fiscal year if they participate in the Public Employees Retirement System. This change in accounting for pension obligations and expenses resulted in a prior period adjustment. As a result, fund balances are not consistent from the prior fiscal year and we have not included them as part of Attachment A.

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

Sincerely,



Rocky Cooper, CPA
Legislative Auditor

RC:da

Enclosure

cc: Governor Brian Sandoval

Michael J. Willden, Chief of Staff, Office of the Governor

James R. Wells, CPA, Director, Office of Finance, Office of the Governor

Nikki Haag, Boards and Commissions Manager, Office of Governor

Attachment A
Occupational Licensing Boards
Financial Information
2015

Board	Revenues	Expenditures
1 Accountancy	\$ 630,878	\$ 614,916
2 Alcohol, Drug, and Gambling Counselors	\$ 187,110	\$ 187,545
3 Architecture, Interior & Residential Design	\$ 795,128	\$ 914,080
4 Athletic Trainers	\$ 31,808	\$ 27,217
5 Audiology and Speech Pathology	\$ 99,857	\$ 133,141
6 Barbers' Health and Sanitation Board ¹	\$ 59,233	\$ 60,840
7 Certified Court Reporters	\$ 82,945	\$ 68,224
8 Chiropractic Physicians	\$ 338,218	\$ 352,531
9 Contractors	\$ 6,641,172	\$ 6,133,885
10 Cosmetology	\$ 2,161,428	\$ 2,444,476
11 Dental Examiners of Nevada	\$ 1,116,288	\$ 917,315
12 Dispensing Opticians	—	—
13 Funeral Board	\$ 316,134	\$ 187,642
14 Hearing Aid Specialists	\$ 34,061	\$ 35,060
15 Homeopathic Medical Examiners	\$ 37,450	\$ 36,595
16 Landscape Architecture	\$ 79,621	\$ 69,224
17 Liquefied Petroleum	\$ 377,879	\$ 355,279
18 Long-Term Care Administrators	\$ 182,467	\$ 166,297
19 Marriage and Family Therapists	\$ 145,469	\$ 149,842
20 Massage Therapists	\$ 844,698	\$ 849,793
21 Medical Examiners ²	\$ 3,972,829	\$ 3,362,427
22 Nursing	\$ 3,026,282	\$ 2,707,022
23 Occupational Therapy ¹	\$ 190,194	\$ 165,790
24 Optometry ¹	\$ 201,294	\$ 158,291
25 Oriental Medicine	\$ 55,204	\$ 56,947
26 Osteopathic Medicine	\$ 623,996	\$ 580,555
27 Pharmacy	\$ 2,411,376	\$ 2,163,649
28 Physical Therapy Examiners ¹	\$ 336,267	\$ 336,028
29 Podiatry	\$ 41,250	\$ 80,634
30 Private Investigators	\$ 1,445,920	\$ 1,365,609
31 Professional Engineers and Land Surveyors	\$ 870,132	\$ 681,560
32 Psychological Examiners	\$ 182,821	\$ 192,711
33 Registered Environmental Health Specialists	\$ 22,935	\$ 18,336
34 Social Workers	\$ 295,793	\$ 266,060
35 Veterinary Medical Examiners	\$ 359,400	\$ 394,670

¹ - Amounts listed are from the audit report for the period ended June 30, 2014, as these boards report biennially.

² - Board has a December 31 fiscal year end. Amounts listed are from December 2014 audit report.