

**STATE OF NEVADA
SPEECH-LANGUAGE PATHOLOGY, AUDIOLOGY AND
HEARING AID DISPENSING BOARD**

FINANCIAL STATEMENTS

JUNE 30, 2017 AND 2016

**STATE OF NEVADA SPEECH-LANGUAGE PATHOLOGY, AUDIOLOGY
AND HEARING AID DISPENSING BOARD**

TABLE OF CONTENTS
JUNE 30, 2017 AND 2016

	<u>Page</u>
INDEPENDENT AUDITORS' REPORT	1-2
MANAGEMENT'S DISCUSSION AND ANALYSIS	3-6
BASIC FINANCIAL STATEMENTS	7
Statements of Net Position and Governmental Fund Balance Sheets	8
Statements of Activities and Governmental Fund Revenue, Expenditures, and Changes in Fund Balance	9
Notes to Financial Statements	10-14
REQUIRED SUPPLEMENTARY INFORMATION	15
Statements of Revenue and Expenditures - Budget and Actual	16-17
REPORT ON INTERNAL CONTROL AND COMPLIANCE	18
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 <i>Government Auditing Standards</i>	19

INDEPENDENT AUDITORS' REPORT

To the Members of the State of Nevada Speech-Language Pathology, Audiology and Hearing Aid Dispensing Board

Reports on the Financial Statements

We have audited the accompanying financial statements of the governmental activities and fund information of State of Nevada Speech-Language Pathology, Audiology and Hearing Aid Dispensing Board (the Board) as of and for the years ended June 30, 2017 and 2016, and the related notes to the financial statements, which collectively comprise the Board's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express opinions 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 from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities and the fund information of the Board, as of June 30, 2017 and 2016, and the respective changes in financial position for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information on pages 3-6 and 16-17 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context.

We have applied certain limited procedures to the management's discussion and analysis in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

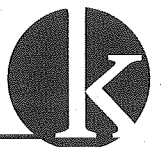
The budgetary comparison information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the budgetary comparison information are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated October 10, 2017 on our consideration of the Board'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 internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Board's internal control over financial reporting and compliance.

Kane & Company

Reno, Nevada
October 10, 2017



MANAGEMENT'S DISCUSSION AND ANALYSIS

**STATE OF NEVADA SPEECH-LANGUAGE PATHOLOGY, AUDIOLOGY
AND HEARING AID DISPENSING BOARD
MANAGEMENT DISCUSSION AND ANALYSIS
JUNE 30, 2017 AND 2016**

The Board members' and management's discussion and analysis of the State of Nevada Speech-Language Pathology, Audiology and Hearing Aid Dispensing Board (the "Board") financial condition and activities for the fiscal years ended June 30, 2017 and 2016 is presented in conjunction with the audited financial statements.

Financial Highlights

- Program revenue for the years ended June 30, 2017 and 2016 was \$139,024 and \$129,993, respectively.
- The Board incurred expenses totaling \$8,532 during 2016 in connection with the transition to bring in the Hearing Aid Dispensing Board as part of their operations.

Overview of Annual Financial Report

Management's Discussion and Analysis (MD&A) serves as an introduction to, and should be read in conjunction with, the basic audited financial statements and supplementary information. The MD&A represents the Board members' and management's examination and analysis of the Board's financial condition and performance. Summary financial statement data, key financial and operational indicators used in the Board's strategic plan, budget, and other management tools were used for this analysis.

The Board uses the modified accrual basis of accounting for internal financial statement reporting. The financial statements have been prepared in accordance with generally accepted accounting principles as they apply to governmental units. The financial statements include a statement of net position/balance sheet, a statement of activities/revenue, expenditures, and changes in fund balance, and notes to the financial statements.

The Statement of Net Position and Governmental Fund Balance Sheet present the financial position of the Board on both the modified accrual basis under the general fund and the full accrual basis as net position. This statement provides information on the Board's assets, deferred inflows, liabilities and deferred outflows with the difference reported as net position. Over time, increases and decreases in net position are one indicator of whether the financial position of the Board is improving or deteriorating.

The Statement of Net Position and Governmental Fund Balance Sheet provide information about the nature and amount of resources and obligations at year-end. The Statement of Activities and Governmental Fund Revenue, Expenditures and Changes in Fund Balance presents the results of the activities over the course of the fiscal year and information as to how the fund balance and net position changed during the year. The fund balance changes under the modified accrual method when revenue is received or the expenditure is made, while changes in net position under the full accrual method are recorded as soon as the underlying event giving rise to the change occurs, regardless of the timing of the related cash flows. This statement also provides certain information about the Board's recovery of its costs.

The notes to financial statements provide required disclosures and other information that are essential to a full understanding of material data provided in the statements. The notes present information about the Board's accounting policies, significant account balances and activities, material risks, obligations, commitments, contingencies and subsequent events, if any.

The financial statements were prepared by the Board's staff from the detailed books and records of the Board. The financial statements were audited during the independent external audit process.

Financial Analysis

The basic financial statements, as well as the required supplementary information, the Statement of Revenue and Expenditures – Budget and Actual, serve as the key financial data for the Board members' and management's monitoring and planning. Comments regarding budget-to-actual variances are included in the following Results of Operations by the name of the statement or account.

**STATE OF NEVADA SPEECH-LANGUAGE PATHOLOGY, AUDIOLOGY
AND HEARING AID DISPENSING BOARD**

MANAGEMENT DISCUSSION AND ANALYSIS (CONTINUED)
JUNE 30, 2017 AND 2016

CONDENSED STATEMENTS OF NET POSITION

	<u>2017 Actual Government- Wide</u>	<u>2016 Actual Government- Wide</u>
ASSETS		
Cash and cash equivalents	\$ 195,930	\$ 202,985
Prepaid expenses	2,120	-
Capital assets, net of accumulated depreciation	2,836	7,351
Total assets	<u>200,886</u>	<u>210,336</u>
LIABILITIES		
Accounts payable	941	273
Accrued payroll	1,277	1,037
Licensing fees received in advance	60,992	55,967
Total liabilities	<u>63,210</u>	<u>57,277</u>
NET POSITION		
Net position		
Invested in capital assets	2,836	7,351
Unrestricted	134,840	145,708
Total net position	<u>\$ 137,676</u>	<u>\$ 153,059</u>

CONDENSED STATEMENT OF ACTIVITIES

	<u>2017 Actual Government- Wide</u>	<u>2016 Actual Government- Wide</u>
EXPENSES		
Operations	\$ 50,816	\$ 62,319
Contract personnel, administrative support and board salary	99,690	93,663
Travel	3,942	5,073
Total expenses	<u>154,448</u>	<u>161,055</u>
PROGRAM REVENUE		
Licensing fees (charges for services)	108,949	100,392
Other fees	30,075	25,501
List purchases	-	4,100
Total program revenue	<u>139,024</u>	<u>129,993</u>
GENERAL REVENUE		
Interest income	41	49
Total revenue	<u>139,065</u>	<u>130,042</u>
Change in net position	(15,383)	(31,013)
NET POSITION		
Beginning of year	<u>153,059</u>	<u>184,072</u>
End of year	<u>\$ 137,676</u>	<u>\$ 153,059</u>

**STATE OF NEVADA SPEECH-LANGUAGE PATHOLOGY, AUDIOLOGY
AND HEARING AID DISPENSING BOARD**

MANAGEMENT DISCUSSION AND ANALYSIS (CONTINUED)
JUNE 30, 2017 AND 2016

Statement of Net Position

The Board's net position remains strong at year-end with adequate liquid assets to fulfill its responsibilities. The Board members and management believe the current financial condition and staff capabilities are sufficient to meet anticipated operating expenses and operational objectives.

Statement of Activities

Revenue: The program revenue received by the Board is generated through renewal and licensure of Speech Pathologists, Audiologists and Hearing Aid Specialists. Total program revenue received by the Board for the fiscal years ended June 30, 2017 and 2016 was \$139,024 and \$129,993, respectively.

Expenses: Operating expenses for the fiscal year ended June 30, 2017 and 2016 were \$154,448 and \$161,055, respectively. The increase is primarily related to contract services to manage the Board's activities.

General Fund Budgetary Highlights

Revenue was lower than budget by \$2,835 for the year ended June 30, 2017 and \$13,233 for the year ended June 30, 2016.

Total expenses were lower than the budgeted amounts by \$27,312 for the year ended June 30, 2017 and higher than budgeted amounts by \$13,152 for the year ended June 30, 2016. For the year ended June 30, 2016 the primary area where expenses were higher than budget relate to the executive director and administrative support.

Economic Factors and Next Year's Budget

The Board is charged with, and given statutory authority, to provide public protection through the licensure and regulation of Speech-Language Pathologists, Audiologists and Hearing Aid Specialists. The Board provides direction of staff actions toward its mission of public protection through licensure and disciplinary measures.

Through the Board members' and management's review of the annual budget and monthly income and expense statements, it is expected that these tools will continue to provide the Board with sufficient long and short-term planning information.

BASIC FINANCIAL STATEMENTS

**STATE OF NEVADA SPEECH-LANGUAGE PATHOLOGY, AUDIOLOGY
AND HEARING AID DISPENSING BOARD**
STATEMENTS OF NET POSITION AND GOVERNMENTAL FUND BALANCE SHEETS
JUNE 30, 2017 AND 2016

	2017			2016		
	General Fund	Adjustments (Note 3)	Statement of Net Position	General Fund	Adjustments (Note 3)	Statement of Net Position
ASSETS						
Cash and cash equivalents	\$ 195,930	\$ -	\$ 195,930	\$ 202,985	\$ -	\$ 202,985
Prepaid expenses	2,120	-	2,120	-	-	-
Capital assets, net of accumulated depreciation	-	2,836	2,836	-	7,351	7,351
Total assets	\$ 198,050	2,836	200,886	202,985	7,351	210,336
LIABILITIES						
Accounts payable	\$ 941	-	941	\$ 273	-	273
Accrued payroll	1,277	-	1,277	1,037	-	1,037
Licensing fees received in advance	60,992	-	60,992	55,967	-	55,967
Total liabilities	63,210	-	63,210	57,277	-	57,277
FUND BALANCE / NET POSITION						
Fund balance						
Unassigned	134,840	(134,840)	-	145,708	(145,708)	-
Total liabilities and fund balance	\$ 198,050			\$ 202,985		
Net position						
Invested in capital assets		2,836	2,836		7,351	7,351
Unrestricted		134,840	134,840		145,708	145,708
Total net position		\$ 137,676	\$ 137,676		\$ 153,059	\$ 153,059

See accompanying notes

**STATE OF NEVADA SPEECH-LANGUAGE PATHOLOGY, AUDIOLOGY
AND HEARING AID DISPENSING BOARD**
STATEMENTS OF ACTIVITIES AND GOVERNMENTAL FUND REVENUE, EXPENDITURES,
AND CHANGES IN FUND BALANCE
FOR THE YEARS ENDED JUNE 30, 2017 AND 2016

	2017			2016		
	General Fund	Adjustments (Note 3)	Statement of Activities	General Fund	Adjustments (Note 3)	Statement of Activities
EXPENDITURES/EXPENSES						
Board operations	\$ 149,933	\$ 4,515	\$ 154,448	\$ 156,427	\$ 4,628	\$ 161,055
PROGRAM REVENUE						
Charges for services	139,024	-	139,024	129,993	-	129,993
Net program revenue	(10,909)	(4,515)	(15,424)	(26,434)	(4,628)	(31,062)
GENERAL REVENUE						
Interest income	41	-	41	49	-	49
Excess (deficiency) of revenue over (under) expenditures	(10,868)	10,868	-	(26,385)	26,385	-
Change in net position	-	(15,383)	(15,383)	-	(31,013)	(31,013)
FUND BALANCE / NET POSITION						
Beginning of year	145,708	7,351	153,059	172,093	11,979	184,072
End of year	\$ 134,840	\$ 2,836	\$ 137,676	\$ 145,708	\$ 7,351	\$ 153,059

See accompanying notes

NOTES TO FINANCIAL STATEMENTS

**STATE OF NEVADA SPEECH-LANGUAGE PATHOLOGY,
AUDIOLOGY AND HEARING AID DISPENSING BOARD**
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2017 AND 2016

NOTE 1 - REPORTING ENTITY AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The State of Nevada Speech-Language Pathology, Audiology and Hearing Aid Dispensing Board (the Board) is regulated by the Nevada Revised Statutes Chapter 637B, which also specifies the authorized activities of the Board. It is the licensing and regulatory agency for the practice of Speech Pathology, Audiology and Hearing Aid Specialists in the state of Nevada. The Board was created to protect the public health, safety, and welfare by ensuring that only competent persons practice speech pathology, audiology and hearing aid medical practices in Nevada.

AB 115 was passed at the 2015 Legislative Session, effective June 8, 2015, which moved the licensing and regulation of Hearing Aid Specialists and Apprentices under the Board, abolished the Board of Hearing Aid Specialists, and renamed the Board of Examiners for Speech Pathology and Audiology as the Speech-Language Pathology, Audiology and Hearing Aid Dispensing Board. Transition of administrative and licensing functions began July 1, 2015 under a transition agreement with the Board of Hearing Aid Specialists. Pursuant to AB115 all duties and responsibilities were transitioned by October 1, 2015.

The financial statements of the Board have been prepared in accordance with generally accepted accounting principles as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

The following is a summary of the more significant accounting policies.

Reporting Entity

Effective July 1, 2001, Chapter 353 of the Nevada Revised Statutes (NRS) was amended to exempt certain professional and occupational boards from the state budget act and the provisions governing the administration of state funding. The provisions of Chapter 353 do not apply to boards created pursuant to chapters 623 to 625A, inclusive, 628, 630 to 640A inclusive, 641 to 644 inclusive, 654 and 656 of the NRS and the officers and employees thereof. Accordingly, the Board's budgeting and accounting practices and procedures have been removed from the oversight of the Department of Administration.

The Board's financial statements are not included in the financial statements of the State of Nevada since the State does not exercise financial or administrative control over the Board. This is in conformance with GASB codification Section 2100, *Defining the Government Reporting Entity*.

Basis of Presentation

The Board is defined as a single-program special-purpose entity under GASB Statement No. 14, paragraph 131 as amended by GASB Statement No. 39. This classification allows for the preparation of GASB 34 financial statements under an optional reporting method which combines the fund and government-wide statements into a single presentation. Under standard GASB 34 methodology, the government-wide statement of net position and statement of activities are presented independently from the respective fund balance sheet and statement of revenues, expenditures, and fund balance. A reconciliation of adjustments provided on the modified financial statements demonstrates the changes from the fund financial statements to the government-wide financial statements in order to assist the reader in evaluating these statements. The Board has utilized this optional method of presentation.

Fund Accounting

The general fund of the Board is used to account for the proceeds of specific revenue sources that are legally restricted to expenditures to be used solely for the Board's benefit. The net position of the general fund is restricted solely to be used by the Board to meet its obligation of licensing and regulating Speech-Language Pathologists, Audiologists and Hearing Aid Specialists in the state of Nevada.

Basis of Accounting

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows.

**STATE OF NEVADA SPEECH-LANGUAGE PATHOLOGY,
AUDIOLOGY AND HEARING AID DISPENSING BOARD**
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2017 AND 2016

NOTE 1 - REPORTING ENTITY AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Basis of Accounting (Continued)

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenue is recognized as soon as it is both measurable and available. "Measurable" means the amount of the transaction can be determined and "available" means collectable within the current period or soon enough thereafter to pay liabilities of the current period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting.

The Board has only governmental fund types.

Budget Data

The Board prepares an annual budget. The budget is prepared on a basis similar to generally accepted accounting principles under the modified accrual basis of accounting. All annual appropriations lapse at fiscal year end.

Cash and Cash Equivalents

Cash is maintained in one commercial bank in Reno, Nevada and all funds are within FDIC insurance requirements. The Board is also covered by the collateral pool for the state of Nevada.

Capital Assets

Capital assets, which include furniture, fixtures, and equipment, are reported in the net position column in the government-wide financial statements. Capital assets are defined by the Board as assets with an initial, individual cost of \$500 and an estimated useful life of at least one year. Such assets are recorded at historical cost. Donated assets are recorded at estimated fair market value at the date of donation. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend the life of the asset are expensed as incurred. Capital assets are depreciated using the straight-line method over three to seven years.

Under the modified accrual basis of accounting, acquisitions are considered expenditures in the year purchased.

Licensing and Licensing Fees Received in Advance

Licensing revenue includes fees for applications and renewal.

The Board administers its licensing registration and the license is in effect for a period of one year from the date of licensure. License fees received in advance represents revenue for the next renewal period that was collected during the current renewal period.

Fund Equity

In the governmental fund financial statement, fund balances are classified as follows:

Nonspendable - represents amounts that are either not in a spendable form or are legally or contractually required to remain intact. The Board has no nonspendable fund balances.

Restricted - represents amounts which can be spent only for specific purposes because of state or federal laws, or externally imposed conditions. The Board has no restricted fund balances.

Committed - represents amounts which can be used only for specific purposes determined by the members of the governing Board's formal action through a resolution or action. The Board has no committed funds.

STATE OF NEVADA SPEECH-LANGUAGE PATHOLOGY,
AUDIOLOGY AND HEARING AID DISPENSING BOARD
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2017 AND 2016

NOTE 1 - REPORTING ENTITY AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Fund Equity (Continued)

Assigned - represents amounts that are intended by the Board for specific purposes but do not require action by the governing Board. The Board has no assigned funds.

Unassigned - represents all amounts not included in other classifications.

The Board's policy is to first apply expenditures against nonspendable fund balances and then unassigned balances. On an annual basis assigned fund balances are determined based upon available resources.

The Board has adopted GASB Statement No. 63, *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position*. The Board has no amounts classified as deferred outflows or inflows of resources at June 30, 2017 or 2016, and, accordingly, there is no material impact to the Board's financial position as a result of this pronouncement. However, equity is now classified as net position and displayed in the three following components, as applicable:

Net invested in capital assets - consists of capital assets, net of accumulated depreciation and any related debt.

Restricted net position - consists of net position with constraints placed on their use either by (1) external groups such as creditors, grantors, contributors, or laws and regulations of other governments; or (2) law through constitutional provisions or enabling legislation.

Unrestricted net position - net position that is neither classified as "invested in capital assets" nor as "restricted."

Subsequent Events

Subsequent events have been evaluated through October 10, 2017, which represents the date the financial statements were available to be issued. Subsequent events after that date have not been evaluated.

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

NOTE 2 - COMPLIANCE WITH NEVADA REVISED STATUTES AND NEVADA ADMINISTRATIVE CODE

The Board conformed to all significant statutory constraints on its financial administration during the fiscal year.

NOTE 3 - CONVERSION TO GOVERNMENT-WIDE FINANCIAL STATEMENTS

Adjustments on the face of the financial statements were made to the fund balance sheets and statements of revenue, expenditures, and changes in fund balance in order to reconcile the fund financial statements to the government-wide statements of net position and activities. For the year ended June 30, 2017, these adjustments detail the effect of the capitalization of fixed assets of \$23,140, accumulated depreciation of \$20,304 and depreciation expense of \$4,515. For the year ended June 30, 2016, these adjustments detail the effect of the capitalization of fixed assets of \$23,140, accumulated depreciation of \$15,789 and depreciation expense of \$4,628.

**STATE OF NEVADA SPEECH-LANGUAGE PATHOLOGY,
 AUDIOLOGY AND HEARING AID DISPENSING BOARD**
 NOTES TO FINANCIAL STATEMENTS (CONTINUED)
 JUNE 30, 2017 AND 2016

NOTE 4 - CAPITAL ASSETS

The Board's capital assets activity during the years is as follows:

	July 1, 2016	Additions	Deletions	June 30, 2017
Capital assets being depreciated				
Office furniture, equipment and software	\$ 23,140	\$ -	\$ -	\$ 23,140
Less accumulated depreciation				
Office furniture, equipment and software	(15,789)	(4,515)	-	(20,304)
Total capital assets being depreciated, net	\$ 7,351	\$ (4,515)	\$ -	\$ 2,836
	July 1, 2015	Additions	Deletions	June 30, 2016
Capital assets being depreciated				
Office furniture, equipment and software	\$ 23,140	\$ -	\$ -	\$ 23,140
Less accumulated depreciation				
Office furniture, equipment and software	(11,161)	(4,628)	-	(15,789)
Total capital assets being depreciated, net	\$ 11,979	\$ (4,628)	\$ -	\$ 7,351

REQUIRED SUPPLEMENTARY INFORMATION

**STATE OF NEVADA SPEECH-LANGUAGE PATHOLOGY, AUDIOLOGY
AND HEARING AID DISPENSING BOARD**

STATEMENT OF REVENUE AND EXPENDITURES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2017
(WITH COMPARATIVE TOTALS FOR THE YEAR ENDED JUNE 30, 2016)

	2017			2016
	Original and Final Budget	Actual Amounts Budgetary Basis	Variance to Final Budget Favorable (Unfavorable)	Actual (Memorandum Only)
REVENUE				
Fees				
License fees	\$ 93,400	\$ 108,949	\$ 15,549	\$ 100,392
Other fees	43,500	26,375	(17,125)	25,501
Interest income	-	41	41	49
List purchases	5,000	3,700	(1,300)	4,100
Total revenue	<u>141,900</u>	<u>139,065</u>	<u>(2,835)</u>	<u>130,042</u>
EXPENDITURES				
Current				
Accounting and audit fees	-	1,800	(1,800)	10,225
Administrative support	27,989	23,715	4,274	18,220
Bank fees	3,500	2,681	819	2,149
Board salary	4,800	3,975	825	5,100
Dues and subscriptions	450	450	-	450
Examination fees	3,000	3,894	(894)	2,800
Executive Director services	72,000	72,000	-	70,343
Hearing Aid transition costs	-	-	-	8,532
Insurance	1,850	1,872	(22)	1,743
Internet services	1,200	1,462	(262)	3,804
Legal fees	3,500	3,314	186	6,757
Legislative services	22,300	15,212	7,088	5,568
Licensing - data system	18,900	7,998	10,902	6,486
Meetings	1,000	287	713	1,278
Office lease	5,506	5,506	-	5,883
Office supplies	1,500	628	872	650
Postage and delivery	1,000	675	325	812
Printing and reproduction	500	60	440	203
Professional fees	1,800	-	1,800	-
Telephone	750	462	288	351
Travel - in state	4,200	2,272	1,928	5,073
Travel - out of state	1,500	1,670	(170)	-
Total current expenditures	<u>177,245</u>	<u>149,933</u>	<u>27,312</u>	<u>156,427</u>
Capital outlay	-	-	-	-
Total expenditures	<u>177,245</u>	<u>149,933</u>	<u>27,312</u>	<u>156,427</u>
Excess (deficiency) of revenue over (under) expenditures	\$ <u>(35,345)</u>	\$ <u>(10,868)</u>	\$ <u>24,477</u>	\$ <u>(26,385)</u>

See accompanying notes

**STATE OF NEVADA SPEECH-LANGUAGE PATHOLOGY, AUDIOLOGY
AND HEARING AID DISPENSING BOARD**

STATEMENT OF REVENUE AND EXPENDITURES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016
(WITH COMPARATIVE TOTALS FOR THE YEAR ENDED JUNE 30, 2015)

	2016			2015
	Original and Final Budget	Actual Amounts Budgetary Basis	Variance to Final Budget Favorable (Unfavorable)	Actual (Memorandum Only)
REVENUE				
Fees				
License fees	\$ 105,900	\$ 100,392	\$ (5,508)	\$ 45,833
Other fees	32,875	25,501	(7,374)	53,975
Interest income	-	49	49	49
List purchases	4,500	4,100	(400)	-
Total revenue	<u>143,275</u>	<u>130,042</u>	<u>(13,233)</u>	<u>99,857</u>
EXPENDITURES				
Current				
Accounting and audit fees	10,200	10,225	(25)	-
Administrative support	14,555	18,220	(3,665)	10,898
Bank fees	3,500	2,149	1,351	2,831
Board salary	5,400	5,100	300	2,220
Dues and subscriptions	450	450	-	450
Examination fees	3,000	2,800	200	-
Executive Director services	60,000	70,343	(10,343)	55,200
Hearing Aid transition costs	10,604	8,532	2,072	-
Insurance	1,550	1,743	(193)	754
Internet services	1,200	3,804	(2,604)	399
Legal fees	8,450	6,757	1,693	5,902
Legislative services	3,108	5,568	(2,460)	28,485
Licensing - data system	7,500	6,486	1,014	7,647
Meetings	500	1,278	(778)	195
Office equipment	-	-	-	5,784
Office lease	5,883	5,883	-	1,188
Office supplies	1,100	650	450	859
Postage and delivery	1,000	812	188	-
Printing and reproduction	1,100	203	897	1,800
Telephone	750	351	399	576
Travel - in state	3,425	5,073	(1,648)	1,582
Travel - out of state	-	-	-	1,762
Total current expenditures	<u>143,275</u>	<u>156,427</u>	<u>(13,152)</u>	<u>128,532</u>
Capital outlay	-	-	-	1,116
Total expenditures	<u>143,275</u>	<u>156,427</u>	<u>(13,152)</u>	<u>129,648</u>
Excess (deficiency) of revenue over (under) expenditures	\$ -	\$ (26,385)	\$ (26,385)	\$ (29,791)

See accompanying notes

REPORT ON INTERNAL CONTROL AND COMPLIANCE



**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**

To the Members of the State of Nevada Speech-Language
Pathology, Audiology and Hearing Aid Dispensing Board

We have audited the financial statements of the State of Nevada Speech-Language Pathology, Audiology and Hearing Aid Dispensing Board as of and for the years ended June 30, 2017 and 2016, and have issued our report thereon dated October 10, 2017. 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.

Internal Control over Financial Reporting

In planning and performing our audit, we considered the Board's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Board's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Board's internal control over financial reporting.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or, significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the State of Nevada Speech-Language Pathology, Audiology and Hearing Aid Dispensing Board'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*.

Purpose of this Report

This report is intended solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Reno, Nevada
October 10, 2017