



CASEY NEILON

Date Pending, 2024

To the Board of Directors and Managements
Board of Examiners for Social Workers
4600 Kietzke Lane, #O264
Reno, NV 89502

We have audited the financial statements of the governmental activities and major fund of the Board of Examiners for Social Workers (the "Board") for the year ended June 30, 2024. Professional standards require that we provide you with information about our responsibilities under generally accepted auditing standards and *Government Auditing Standards*, as well as certain information related to the planned scope and timing of our audit. We have communicated such information in our letter to you dated July 26, 2024. Professional standards also require that we communicate to you the following information related to our audit.

Significant Audit Matters

Qualitative Aspects of Accounting Practices

Management is responsible for the selection and use of appropriate accounting policies. The significant accounting policies used by the Board are described in Note 1 to the financial statements. As described in Note 1 to the financial statements, the Board adopted the new Statement of Governmental Accounting Standards (GASB Statement) Statement No. 100, *Accounting Changes and Errors* in 2024. The implementation of this statement had no impact to the Board. We noted no transactions entered into by the Board during the year for which there is a lack of authoritative guidance or consensus. All significant transactions have been recognized in the financial statements in the proper period.

Accounting estimates are an integral part of the financial statements prepared by management and are based on management's knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ significantly from those expected. The most sensitive estimates affecting the Board's financial statements were:

Management's estimate of the liabilities for pension and other post-employment benefits were based on information provided by the State of Nevada. These liabilities were supported by actuarial opinions, as required by generally accepted accounting standards. We evaluated the key factors and assumptions used to develop the liabilities in determining that it is reasonable in relation to the financial statements taken as a whole.

Certain financial statement disclosures are particularly sensitive because of their significance to financial statement users. The most sensitive disclosures affecting the Board's financial statements relate to the pension and other post-employment benefits information.

The financial statement disclosures are neutral, consistent, and clear.

Difficulties Encountered in Performing the Audit

We encountered no significant difficulties in dealing with management in performing and completing our audit.

Corrected and Uncorrected Misstatements

Professional standards require us to accumulate all known and likely misstatements identified during the audit, other than those that are clearly trivial, and communicate them to the appropriate level of management. Management has corrected all such misstatements. The following listing of journal entries were misstatements detected as a result of audit procedures, and were corrected by management:

Account	Description	Debit	Credit
To remove the uncorrected balance of PTO expense and compensated absence			
50107	Payroll:Employer Payroll Expenses:PTO Expense	2,611.00	
23010	Payroll Liabilities:Compensated Absences		2,611.00
Total		2,611.00	2,611.00
To remove the duplicates items included in Accrued Liability balance as these were already			
23520	Accrued Liabilities	3,591.00	
23520	Accrued Liabilities	14,388.00	
23520	Accrued Liabilities	2,640.00	
21000	Accounts Payable		14,388.00
22050	Deferred Revenue		2,640.00
61050	Contract Services:Contract-Labor		140.00
61150	Contract Services:Contract-Legal		3,219.00
62050	Operating Costs:Printing		232.00
Total		20,619.00	20,619.00
To remove the impact of open equity rollforward (AJE#2) adjustments to both A/P balance			
21000	Accounts Payable	12,585.00	
61150	Contract Services:Contract-Legal	1,434.00	
61200	Contract Services:Contract-Legislative Consultant	3,500.00	
62000	Operating Costs	705.00	
23520	Accrued Liabilities		18,224.00
Total		18,224.00	18,224.00

Additionally we recorded entries to convert the fund financial statements to government wide financial statements as follows:

Account	Description	Debit	Credit
To record FY24 GASB 68 adjustment			
24000	Net Pension Liability	6,458.00	
25000	Deferred Inflows Related to Pension	5,433.00	
50057	Payroll:Wages:PERS	8,167.00	
13000	Deferred Outflows Related to Pension		20,058.00
Total		20,058.00	20,058.00
To record FY24 GASB 75 adjustment			
13050	Deferred Outflows Related to OPEB	146.00	
25500	Deferred Inflows Related to OPEB	5,154.00	
50100	PEBP Expense	20,371.00	
25600	Net OPEB Liability		13,666.00
50103	Payroll:Employer Payroll Expenses:Ins Regis		12,005.00
Total		25,671.00	25,671.00
To adjust accrued compensated absences to actual			
50107	Payroll:Employer Payroll Expenses:PTO Expense	5,984.00	
23020	Payroll Liabilities:Compensated Absences- Non Current		5,984.00
Total		5,984.00	5,984.00

Disagreements with Management

For purposes of this letter, a disagreement with management is a financial accounting, reporting, or auditing matter, whether or not resolved to our satisfaction, that could be significant to the financial statements or the auditor's report. We are pleased to report that no such disagreements arose during the course of our audit.

Management Representations

We have requested certain representations from management that are included in the management representation letter dated Date Pending, 2024.

Management Consultations with Other Independent Accountants

In some cases, management may decide to consult with other accountants about auditing and accounting matters, similar to obtaining a "second opinion" on certain situations. If a consultation involves application of an accounting principle to the Board's financial statements or a determination of the type of auditor's opinion that may be expressed on those statements, our professional standards require the consulting accountant to check with us to determine that the consultant has all the relevant facts. To our knowledge, there were no such consultations with other accountants.

Other Audit Findings or Issues

We generally discuss a variety of matters, including the application of accounting principles and auditing standards, with management each year prior to retention as the Board's auditors. However, these discussions occurred in the normal course of our professional relationship and our responses were not a condition to our retention.

Other Matters

We applied certain limited procedures to management's discussion and analysis, budgetary comparison schedule – general fund, pension and other post-employment benefits information, which are required supplementary information (RSI) that supplements the basic financial statements. Our procedures consisted of inquiries of management regarding 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 did not audit the RSI and do not express an opinion or provide any assurance on the RSI.

Restriction on Use

This information is intended solely for the information and use of the governing body and management of the Board and is not intended to be, and should not be, used by anyone other than these specified parties.

Very truly yours,

Casey Neilon, Inc.