NORTH CAROLINA BOARD OF PODIATRY EXAMINERS

Financial Statements for the
Year Ended May 31, 2022 and
Independent Auditor's Report

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BOARD MEMBERS (2022)

James Judge, DPM, President

Alan P. Bocko, DPM, Vice President

J. Scott Stancil, DPM, Secretary-Treasurer

Tanzy Wallace, Public Member

BOARD ADMINISTRATOR

Tracy Steadman, Executive Secretary

LEGAL COUNSEL

Young Moore and Henderson, P.A.

NORTH CAROLINA BOARD OF PODIATRY EXAMINERS

TABLE OF CONTENTS

NORTH CAROLINA BOARD OF PODIATRY EXAMINERS

MANAGEMENT'S DISCUSSION AND ANALYSIS

Introduction

This section of the Board's financial report represents Management's analysis of the Board's financial performance during the year ended May 31, 2022. Please read it in conjunction with the financial statements which follow this section.

Financial Highlights

During 2022 the net position of the Board decreased by $8,566, or 3.06%, due primarily to the Board's operating expenses exceeding its operating revenues.

During 2022, the operating revenues of the Board increased by $9,070, or 8.77%, due primarily to an increase in exam fee income and late fee income.

During 2022, the non-operating revenues of the Board decreased by $2,102, or 796.21%, due primarily to valuation adjustments to certificates of deposit in the secondary market.

During 2022, the operating expenses of the Board increased by $17,728, or 17.47%, due primarily to an increase in board per diem related expenses and exam related expenses.

Overview of the Financial Statements

This financial report consists of two sections: Management's Discussion and Analysis and the Financial Statements. The Board has no other supplementary information required by the Governmental Accounting Standards Board (GASB). The Financial Statements also include notes to the financial statements that provide detail of the information included in the financial statements.

The financial statements of the Board report information about the Board using accounting methods similar to those used by private sector companies. These statements offer short and long-term financial information about the activities of the Board.

The Statement of Net Position presents the current and long-term portions of assets and liabilities separately.

The Statement of Revenues, Expenses, and Changes in Net Position presents information on how the Board's assets changed as a result of its operations.

The Statement of Cash Flows presents information on how the Board's cash changed as a result of its financial activities.

NORTH CAROLINA BOARD OF PODIATRY EXAMINERS

MANAGEMENT'S DISCUSSION AND ANALYSIS

Condensed Financial Information

The following presents condensed financial information on the operations of the Board:

	Current Year as of and for the year ended May 31, 2022		Prior Year as of and for the year ended May 31, 2021	
Current assets	$	105,138	$	210,773
Other assets		197,961		90,464
Total assets	$	303,099	$	301,237
Current liabilities	$	32,012	$	21,584
Total liabilities	$	32,012	$	21,584
Unrestricted net position	$	271,087	$	279,653
Total net position	$	271,087	$	279,653
Operating revenues	$	112,501	$	103,431
Operating expenses		(119,229)		(101,501)
Operating income		(6,728)		1,930
Non-operating revenues		(1,838)		264
Change in net position	$	(8,566)	$	2,194

MANAGEMENT'S DISCUSSION AND ANALYSIS

Financial Analysis

Net position is an indicator of the fiscal health of the Board. Assets exceeded liabilities by $271,087 for the year ended May 31, 2022, and $279,653 for the year ended May 31, 2021. The largest component of net position was cash and investments. Cash and investments represented 108.91% of total net position for the year ended May 31, 2022. Cash and investments represented 104.65% of total net position for the year ended May 31, 2021. Current assets consist of cash in bank and prepaid professional dues and prepaid insurance. The Board has no capital assets. Current liabilities consist of accounts payable due to vendors and unearned revenue from license fees paid in advance. The Board has no long-term liabilities. Net Position consists entirely of unrestricted net assets. The following is a comparative summary of the Statements of Net Position.

	Current Year May 31, 2022	Prior Year May 31, 2021	Amount of Change	Percentage Change
Current assets	$ 105,138	$ 210,773	$ (105,635)	-50.12%
Other assets	197,961	90,464	107,497	118.83%
Total assets	$ 303,099	$ 301,237	$ 1,862	0.62%
Current liabilities	$ (32,012)	$ (21,584)	$ (10,428)	48.31%
Total liabilities	$ (32,012)	$ (21,584)	$ (10,428)	48.31%
Unrestricted	$ 271,087	$ 279,653	$ (8,566)	-3.06%
Total net position	$ 271,087	$ 279,653	$ (8,566)	-3.06%

The following is a summary of the Statement of Revenues, Expenses, and Changes in Net Position. Further discussion of this is included in the preceding section entitled "Financial Highlights."

	The year ended May 31, 2022	The year ended May 31, 2021	Amount of Change	Percentage Change
Operating revenues	$ 112,501	$ 103,431	$ 9,070	8.77%
Operating expenses	(119,229)	(101,501)	(17,728)	17.47%
Non-operating revenues	(1,838)	264	(2,102)	-796.21%
Change in net position	$ (8,566)	$ 2,194	$ (10,760)	490.43%
Ending net position	$ 271,087	$ 279,653	$ (8,566)	-3.06%

NORTH CAROLINA BOARD OF PODIATRY EXAMINERS

MANAGEMENT'S DISCUSSION AND ANALYSIS

The following is a breakdown of operating revenues by source. Further discussion of this is included in the preceding section entitled "Financial Highlights."

	The year ended May 31, 2022	The year ended May 31, 2021	Amount of Change	Percentage Change
Individual renewal fees	$ 84,567	$ 83,917	$ 650	0.77%
New individual licenses	2,317	1,492	825	55.29%
Corporate license renewals	4,825	4,383	442	10.08%
New corporate licenses	229	181	48	26.52%
Late fee income	2,970	525	2,445	465.71%
Exam fee income	12,600	8,050	4,550	56.52%
Mailing list income	4,500	4,500	0	0.00%
Other income	493	383	110	28.72%
Total	$ 112,501	$ 103,431	$ 9,070	8.77%

The following is a breakdown of non-operating revenues by source. Further discussion of this is included in the preceding section entitled "Financial Highlights."

	The year ended May 31, 2022	The year ended May 31, 2021	Amount of Change	Percentage Change
Interest income	$ 616	$ 2,327	$ (1,711)	-73.53%
Unrealized gain/loss (on CDs in the secondary market)	(2,454)	(2,063)	(391)	18.95%
Total	$ (1,838)	$ 264	$ (2,102)	-796.21%

Events Affecting Future Operations

The Board is not aware of any significant events that may affect future operations of the Board which are reportable pursuant to GASB reporting requirements. The Board anticipates that revenues and expenses of the Board in the upcoming year will be comparable to preceding years.

Contacting the Board's Management

This financial report is designed to provide a general overview of the Board's finances and to demonstrate the Board's accountability for the money it receives. If you have any questions about this report or need additional information, contact: North Carolina Board of Podiatry Examiners, 3739 National Drive, Unit 202, Raleigh, NC 27612.

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INDEPENDENT AUDITOR'S REPORT

Members of the Board
North Carolina Board of Podiatry Examiners
Raleigh, North Carolina

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of the North Carolina Board of Podiatry Examiners (Board), an independent state board which is a nonmajor enterprise fund of the primary government of the State of North Carolina, as of and for the year ended May 31, 2022, and the related notes to the financial statements, which comprise the Board's basic financial statements as listed in the table of contents.

In our opinion, based on our audit, the accompanying financial statements present fairly, in all material respects, the respective financial position of the North Carolina Board of Podiatry Examiners as of May 31, 2022, and the results of its operations, changes in financial position, and cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Board and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

The Board's management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for 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.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Board's ability to continue as a going concern for one year after the date that the financial statements are issued.

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit 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 Board's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Board's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

INDEPENDENT AUDITOR'S REPORT (CONCLUDED)

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis, be presented to supplement the basic financial statements. Such information is the responsibility of management and, 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 required supplementary information 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.

Hawley, C.P.A., P.A.

Hawley, C.P.A., P.A.
Angier North Carolina

September 23, 2022

NORTH CAROLINA BOARD OF PODIATRY EXAMINERS
STATEMENT OF NET POSITION
AS OF MAY 31, 2022

	May 31, 2022	
	Proprietary-Enterprise Fund	
ASSETS		
Current assets:		
Cash and cash equivalents (Notes 1 and 2)	$	97,412
Prepaid expenses (Note 1)		7,726
Total current assets		105,138
Other assets:		
Investments (Notes 1, 2 and 3)		197,841
Accrued interest receivable (on investments)		120
Total other assets		197,961
TOTAL ASSETS	$	303,099
LIABILITIES AND NET POSITION		
Current liabilities:		
Accounts payable (Note 4)	$	11,208
Unearned revenue (Note 1)		20,804
Total current liabilities		32,012
TOTAL LIABILITIES		32,012
NET POSITION (NOTE 1)		
Unrestricted net position		271,087
TOTAL NET POSITION		271,087
TOTAL LIABILITIES AND NET POSITION	$	303,099

See notes to financial statements.

NORTH CAROLINA BOARD OF PODIATRY EXAMINERS
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
YEAR ENDED MAY 31, 2022

		2022 Proprietary-Enterprise Fund
OPERATING REVENUES:		
Fees, licenses, and fines:		
Individual renewal fees	$	84,567
New individual licenses		2,317
Corporate license renewals		4,825
New corporate licenses		229
Exam fee income		12,600
Late fee income		2,970
Other operating income:		
Mailing list income		4,500
Other income		493
Total operating revenues	$	112,501
OPERATING EXPENSES:		
Personal services (and board members expenses):		
Board per diem expense (including meals and transportation)	$	5,107
Supplies and materials:		
Office supplies expense		1,449
Services:		
Contracted management services - administrative fees (Note 5)		49,640
Staff travel expense		145
Professional dues		865
Legal and accounting fees		22,595
Information technology expense		180
Website and graphics expense		203
Copying and printing expense		832
Mailing/postage expense		2,244
Telephone expense		521
Exam expense (including exam supplies, food supplies and rental space)		20,191
Bank charges (including merchant fees)		2,226

See notes to financial statements.

NORTH CAROLINA BOARD OF PODIATRY EXAMINERS
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
YEAR ENDED MAY 31, 2022

		2022 Proprietary-Enterprise Fund
OPERATING EXPENSES (CONTINUED)		
Insurance expense		13,031
Total operating expenses	$	119,229
Operating income (loss)	$	(6,728)
NON-OPERATING REVENUES (EXPENSES):		
Interest income (Notes 1 and 2)	$	616
Unrealized gain/loss (on certificates of deposit in the secondary market) (Notes 1 and 2)		(2,454)
Total non-operating revenues	$	(1,838)
Change in net position	$	(8,566)
Net position - beginning of year		279,653
Net position - end of year	$	271,087

See notes to financial statements.

NORTH CAROLINA BOARD OF PODIATRY EXAMINERS
STATEMENT OF CASH FLOWS
YEAR ENDED MAY 31, 2022

		2022 Proprietary-Enterprise Fund
Cash flows from operating activities:		
Cash received from fees and other revenues	$	116,262
Cash payments for operating expenses		(111,865)
Net cash provided by operating activities	$	4,397
Cash flows from investing activities:		
Transfers from investments	$	90,295
Transfers (to) investments		(200,295)
Interest earned from investments		665
Net cash provided by investing activities	$	(109,335)
Net increase in cash	$	(104,938)
Cash - beginning of year		202,350
Cash - end of year	$	97,412
Reconciliation of operating income to net cash provided by operating activities:		
Operating income	$	(6,728)
Adjustments to reconcile operating income to net cash provided by operating activities:		
Changes in assets and liabilities:		
Prepaid expenses	$	697
Accounts payable		6,667
Unearned revenue		3,761
Total adjustments	$	11,125
Net cash provided by operating activities	$	4,397

See notes to financial statements.

Note 1 - Nature of Activities and Significant Accounting Policies

Description of Organization and Purpose

The North Carolina Board of Podiatry Examiners (the "Board") is an independent state board. It is an occupational licensing board and is authorized by Chapter 90 of the North Carolina General Statutes. The Board is composed of four members who are appointed by the Governor of the State of North Carolina. It is a nonmajor enterprise fund of the primary government of the State of North Carolina and is reported as such in the State's Annual Comprehensive Financial Report (ACFR).

The Board is established to maintain minimum standards for services provided by podiatrists.

The Board's operations are financed with self-generated revenues from fees charged to examinees and licensees.

Financial Reporting Entity

The concept underlying the definition of the financial reporting entity is that elected officials are accountable to their constituents for their actions. As required by accounting principles generally accepted in the United States of America (GAAP), the financial reporting entity includes both the primary government and all of its component units. An organization other than a primary government serves as a nucleus for a reporting entity when it issues separate financial statements. The accompanying financial statements present all funds and activities for which the Board is responsible.

For financial reporting purposes, the Board is a nonmajor enterprise fund of the primary government of the State of North Carolina and is reported as such in the State's Annual Comprehensive Financial Report (ACFR). These financial statements for the Board are separate and apart from those of the State of North Carolina and do not present the financial position of the State nor changes in the State's financial position and cash flows.

Basis of Presentation

The accompanying financial statements have been prepared in accordance with accounting principles generally accepted in the United States of America. The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental accounting principles and reporting standards.

All activities of the Board are accounted for within a single proprietary (enterprise) fund. Proprietary funds are used to account for operations that are financed and operated in a manner similar to private business enterprises where the intent of the governing body is that the cost of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges.

Note 1 - Nature of Activities and Significant Accounting Policies (Continued)

Basis of Accounting

The financial statements of the Board are prepared using the economic resource measurement focus and the accrual basis of accounting. The economic resource measurement focus measures all assets that are available to the entity, not only cash or soon to be assets. Both long-term assets and long-term liabilities are measured and depreciation is recorded as a cost of operations. Under the accrual basis of accounting, revenues are recognized when earned, and expenses are recorded when a liability has been incurred, regardless of the timing of cash flows. Fees received for the various licenses are deemed earned when the license period begins.

The Statement of Revenues, Expenses, and Changes in Net Position classifies the Board's revenues as operating. Operating revenues and expenses consist of those revenues and expenses that result from the ongoing principal operations of the Board. Operating revenues consist primarily of license fees and includes activities that have characteristics of exchange transactions. Operating expenses are all expense transactions incurred other than those related to capital and noncapital financing or investing activities as defined by GASB Statement No. 9, *Reporting Cash Flows of Proprietary and Nonexpendable Trust Funds and Governmental Entities That Use Proprietary Fund Accounting*. Non-operating revenues and expenses consist of those revenues and expenses that are related to investing, capital, and non-capital financing activities; and are classified as non-operating in the financial statements.

Cash and Cash Equivalents

This classification includes undeposited receipts, petty cash, checking accounts and time deposits (excluding certain certificates of deposit) held by the Board.

Investments

The Board is authorized to invest idle funds in accordance with North Carolina General Statutes. This classification consists of certain certificates of deposits held by the Board for investment. Investments generally are reported at fair market value. Certificates of deposit are reported at cost (which is the same as fair value) if purchased in the primary certificate of deposit market, and at fair value if purchased in the secondary certificate of deposit market (as determined by quoted market prices). The net increase (decrease) in the fair value of investments for certificates of deposit is recognized as a component of investment interest income.

Prepaid Expenses

This classification includes prepaid professional dues and prepaid insurance.

Unearned Revenue

The Board's fees are assessed and collected for fiscal periods which do not correspond with the Board's financial accounting period. License fees received in the latter part of the fiscal year are deferred and recognized as revenue over the periods to which they relate.

Note 1 - Nature of Activities and Significant Accounting Policies (Continued)

Net Position

Net investment in capital assets - This component of net position consists of capital assets, net of accumulated depreciation and reduced by the outstanding balances of any loan proceeds that are attributable to the acquisition, construction, or improvement of those capital assets. The Board had no capital assets at year end.

Restricted net position - This component of net position consists of net position which the Board is legally or contractually obligated to spend in accordance with restrictions imposed by external parties. The Board had no restricted net position at year end.

Unrestricted net position - This component of net position consists of net position that does not meet the definition of *restricted or net investment in capital assets.*

Use of Estimates

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

Note 2 - Deposits and Investments

All of the Board's deposits which are uninsured are uncollateralized [unless collateralized pursuant to NC Administrative Code (20 NCAC 7)] by the financial institution holding said deposits. For deposits, custodial credit risk is the risk that in the event of the failure of the depository (or counterparty), the Board will not be able to recover the value of its deposits that are in the possession of the outside party. The Board does not have a formal written policy regarding custodial credit risk for deposits.

At May 31, 2022, the Board's deposits in banks had a carrying amount of $295,253 and a bank balance of $296,222, which was covered by federal depository insurance. Certificates of deposit in the amount of $197,841 are considered time deposits for this disclosure and are classified as investments on the Statement of Net Position.

The Board had interest earnings of $616 for the year ended May 31, 2022. The Board had an unrealized loss of $2,454 on certificates of deposit in the secondary market for the year ended May 31, 2022.

Note 2 - Deposits and Investments (Continued)

The Board is subject to the following risks:

Interest rate risk - Interest rate risk is the risk the Board may face should interest rate variances affect the fair value of investments. As a means of limiting its exposure to fair value losses arising from interest rate variances, the Board limits its investments, if any, to certificates of deposits with maturities of no more than 36 months and to money market mutual funds.

Credit risk - Credit risk is the risk that an issuer or counterparty to an investment will not fulfill its obligations. Investments of the Board are subject to the statutory requirements of North Carolina General Statutes; however, the Board's present policy for managing credit risk is to limit its investments to certificates of deposits and money market mutual funds.

The following table presents fair value of investments by type and investment subject to interest rate risk and credit risk at May 31, 2022, for the Board's investments.

			Properties of Debt Securities	
Investment Type		Fair Value	Weighted Avg Maturities	Ratings
Securities:				
Certificates of Deposit	$	197,841	19.5 Months	N/A

Reconciliation of Deposits and Investments

A reconciliation of deposits and investments for the Board to the basic financial statements at May 31, 2022 is as follows:

		May 31, 2022
Carrying Amount of Bank Deposits	$	97,412
Certificates of Deposits		197,841
Total Deposits and Investments	$	295,253
Current:		
Cash and Cash Equivalents	$	97,412
Noncurrent:		
Investments		197,841
Total Deposits and Investments	$	295,253

Note 3 - Fair Value Measurements

To the extent available, the Board's investments are recorded at fair value as of May 31, 2022. GASB Statement No. 72, *Fair Value Measurement and Application*, defines fair value as the price that would be received to sell an asset in an orderly transaction between market participants at the measurement date. This statement establishes a hierarchy of valuation inputs based on the extent to which the inputs are observable in the marketplace. Inputs are used in applying the various valuation techniques and take into account the assumptions that market participants use to make valuation decisions. Inputs may include price information, credit data, interest and yield curve data, and other factors specific to the financial instrument. Observable inputs reflect market data obtained from independent sources. In contrast, unobservable inputs reflect the entity's assumptions about how market participants would value the financial instrument. Valuation techniques should maximize the use of observable inputs to the extent available.

A financial instrument's level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. The following describes the hierarchy of inputs used to measure fair value and the primary valuation methodologies used for financial instruments measured at fair value on a recurring basis:

Level 1: Investments whose values are based on quoted prices (unadjusted) for identical assets in active markets that the Board can access at the measurement date.

Level 2: Investments with inputs – other than quoted prices included within Level 1 –that are observable for an asset, either directly or indirectly

Level 3: Investments classified as Level 3 have unobservable inputs and may require a degree of professional judgment.

The following table summarizes the Board's investments within the fair value hierarchy as of May 31, 2022.

	Fair Value Measurements Using			
Investments by Fair Value Level	Fair Value	Level 1 Inputs	Level 2 Inputs	Level 3 Inputs
Negotiable certificates of deposit	$ 197,841	$	$ 197,841	$

Note 4 - Accounts Payable

Accounts payable consists of amounts due to vendors in the ordinary operations of the Board. Accounts payable due in the ordinary operations of the Board which are due to other state agencies (if any) are reported separately.

	May 31, 2022
Due to Vendors	$ 11,208
Total Accounts Payable	$ 11,208

Note 5 - Contracted Management Services

The Board does not have any employees. The Board contracts with a management consultant service to provide services for the Board. The contract includes all services related to the process of licensure application and renewal and various other clerical duties. The Board also reimburses the management service for telephone, printing, copying, postage and miscellaneous office supplies and expenses. Payments to the management service totaled $54,265 (which consisted of contractual management fees in the amount of $49,640; and reimbursements in the amount of $4,625) during the fiscal year ended May 31, 2022.

Note 6 - Risk Management

The Board is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. These exposures to loss are handled by participation in state-administered risk programs and self retention of certain risks. Additionally, the Board protects itself from exposure to loss through the purchase of commercial insurance coverage. There have been no significant reductions in insurance coverage from coverage in the prior year, and no insurance claims were filed during the last three fiscal years.

Note 7 - Contingencies

The Board is involved in occasional disciplinary hearings throughout the year which arise in the ordinary course of its operations. In the opinion of management of the Board, the results of such actions during the year under audit do not materially affect the Board's operations, changes in financial position, or cash flows for the year herein ended.

Note 8 - Subsequent Events

Subsequent events have been evaluated through September 23, 2022, the date the financial statements were available to be issued. Events occurring after that date have not been evaluated to determine whether a change in the financial statements would be required.

This audit was conducted in approximately 55 audit hours at a cost of $5,395.