

NEVADA CANCER COALITION
(A NONPROFIT ORGANIZATION)

REPORTING PACKAGE

JUNE 30, 2023

NEVADA CANCER COALITION
JUNE 30, 2023

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INDEPENDENT AUDITORS' REPORT

To the Board of Directors of
Nevada Cancer Coalition

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of Nevada Cancer Coalition (a nonprofit organization), which comprise the statement of financial position as of June 30, 2023, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of Nevada Cancer Coalition as of June 30, 2023, and the changes in its net assets and its 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) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Nevada Cancer Coalition 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.

Other Matter – Prior Period Adjustment

As discussed in Note 9, the Coalition has recorded a prior period adjustment to change the presentation of the financial statements to the accrual basis of accounting.

Responsibilities of Management for the Financial Statements

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 Nevada Cancer Coalition's ability to continue as a going concern for one year after the date that the financial statements are issued.

Auditors' 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 auditors' 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 and *Government Auditing Standards* 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 and *Government Auditing Standards*, 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 Nevada Cancer Coalition'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 Nevada Cancer Coalition'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.

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by the audit requirements of Title 2 U.S. Code of Federal Regulations (CFR) Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance), and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of federal awards is fairly stated, in all material respects, in relation to the 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 March 27, 2024 on our consideration of Nevada Cancer Coalition'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 solely 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 the effectiveness of Nevada Cancer Coalition's 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 Nevada Cancer Coalition's internal control over financial reporting and compliance.

Barnard Vogler & Co.

Reno, Nevada
March 27, 2024



NEVADA CANCER COALITION
STATEMENT OF FINANCIAL POSITION
JUNE 30, 2023

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ASSETS	
CURRENT ASSETS	
Cash, cash equivalents, and restricted cash	\$ 808,057
Accounts receivable	259,691
Prepaid expenses and other	3,575
Total current assets	<u>1,071,323</u>
NONCURRENT ASSETS	
Property and equipment, net	8,585
Operating lease right of use asset	82,242
Total noncurrent assets	<u>90,827</u>
Total assets	<u><u>\$ 1,162,150</u></u>
LIABILITIES	
CURRENT LIABILITIES	
Accounts payable	\$ 25,000
Accrued expenses	9,976
Deferred revenue	56,505
Current portion of operating lease liability	46,678
Total current liabilities	<u>138,159</u>
NONCURRENT LIABILITIES	
Operating lease liability, net of current portion	<u>36,758</u>
Total Liabilities	174,917
NET ASSETS	
Without donor restrictions	685,848
With donor restrictions	301,385
Total net assets	<u>987,233</u>
Total liabilities and net assets	<u><u>\$ 1,162,150</u></u>

See accompanying notes

NEVADA CANCER COALITION
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2023

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	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>
OPERATING ACTIVITIES			
REVENUE AND OTHER SUPPORT			
Government grants	\$ 2,568,022	\$ -	\$ 2,568,022
Conference income	97,685	-	97,685
Contributions	24,673	8,508	33,181
Contract income	63,851	62,199	126,050
Net assets released from restrictions	250	(250)	-
Total revenue	<u>2,754,481</u>	<u>70,457</u>	<u>2,824,938</u>
EXPENSES			
Program services	2,498,846	-	2,498,846
Supporting services			
Management and general	<u>167,142</u>	-	<u>167,142</u>
Total expenses	<u>2,665,988</u>	<u>-</u>	<u>2,665,988</u>
INCREASE (DECREASE) IN NET ASSETS	88,493	70,457	158,950
NET ASSETS, beginning of year as previously stated	286,322	230,928	517,250
PRIOR PERIOD ADJUSTMENT			
Change in accounting principle - basis of accounting	<u>311,033</u>	<u>-</u>	<u>311,033</u>
ADJUSTED NET ASSETS, beginning of year	<u>597,355</u>	<u>230,928</u>	<u>828,283</u>
NET ASSETS, end of year	<u>\$ 685,848</u>	<u>\$ 301,385</u>	<u>\$ 987,233</u>

See accompanying notes

NEVADA CANCER COALITION
STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED JUNE 30, 2023

	Program Services	Management and General	Total
Salaries and wages	\$ 552,418	\$ 45,382	\$ 597,800
Employee benefits	28,834	30,986	59,820
Payroll taxes	29,701	31,917	61,618
Total salaries and related expenses	<u>610,953</u>	<u>108,285</u>	<u>719,238</u>
Advertising	53,801	1,814	55,615
Conferences	9,262	1,808	11,070
Contract services	1,684,125	15,000	1,699,125
Depreciation	2,196	-	2,196
Insurance	-	5,175	5,175
Postage	1,512	220	1,732
Printing and copy	12,219	2,481	14,700
Professional fees	22,458	12,517	34,975
Rent and equipment	47,954	6,664	54,618
Supplies	25,265	5,996	31,261
Telephone and web services	6,267	5,743	12,010
Travel	22,834	1,439	24,273
Total expenses	<u>\$ 2,498,846</u>	<u>\$ 167,142</u>	<u>\$ 2,665,988</u>

See accompanying notes

NEVADA CANCER COALITION
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2023

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CASH FLOWS FROM OPERATING ACTIVITIES	
Change in net assets	\$ 158,950
Adjustments to reconcile net income to net cash provided (used) by operating activities:	
Depreciation	2,196
Amortization right-of-use asset, operating lease	45,105
(Increase) decrease in:	
Accounts receivable	37,568
Prepaid expenses	81,425
Increase (decrease) in:	
Accounts payable	(5,984)
Deferred revenue	25,085
Accrued expenses	1,154
Operating lease liability	<u>(43,911)</u>
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	<u>301,588</u>
NET CHANGE IN CASH, CASH EQUIVALENTS, AND RESTRICTED CASH	301,588
CASH, CASH EQUIVALENTS, AND RESTRICTED CASH, beginning of year	<u>506,469</u>
CASH, CASH EQUIVALENTS, AND RESTRICTED CASH, end of year	<u><u>\$ 808,057</u></u>
SUPPLEMENTAL CASH FLOW DATA	
Right-of-use asset obtained in exchange for operating lease liability	\$ 127,347

See accompanying notes

NOTES TO FINANCIAL STATEMENTS

NEVADA CANCER COALITION
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 1 - NATURE OF ACTIVITIES AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Activities: Nevada Cancer Coalition (Coalition) is a nonprofit which envisions healthy communities across Nevada with equitable access to quality cancer care and support. The Coalition was formed in 2002 to develop a comprehensive cancer control plan for the State of Nevada with its primary funding source, the Department of Health and Human Services.

Basis of Accounting: The financial statements are prepared on the accrual basis of accounting. Accordingly revenues are recognized when earned and expenses are recognized when incurred.

Basis of Presentation: Financial statement presentation follows the recommendations of the Financial Accounting Standards Board Accounting Standards Codification (FASB ASC) 958-210-45. Under FASB ASC 958-210-45, the Coalition is required to report information regarding its financial position and activities according to two classes of net assets: net assets without donor restrictions and net assets with donor restrictions.

- ***Net assets without donor restrictions:*** Net assets are not subject to donor-imposed restrictions and may be expended for any purpose in performing the primary objectives of the Coalition. These net assets may be used at the discretion of the Coalition's management and board of directors.
- ***Net assets with donor restrictions:*** Net assets subject to stipulations imposed by donors and grantors. Some donor restrictions are temporary in nature; those restrictions will be met by actions of the Coalition or by the passage of time. Other donor restrictions are perpetual in nature, whereby the donor has stipulated the funds be maintained in perpetuity.

Measure of Operations: The statement of activities reports all changes in net assets, including changes in net assets from operating and nonoperating activities. Operating activities consist of those items attributable to the Coalition's ongoing operations. Nonoperating activities are limited to resources that generate return from investments and other activities considered to be of a more unusual or nonrecurring nature.

Cash, Cash Equivalents, and Restricted Cash: For purposes of the statement of cash flows the Coalition considers all highly liquid investments with an original maturity of three months or less to be cash equivalents.

Investments: Investments consist of mutual funds held in a brokerage account with readily determinable fair values which are reported at their fair value with realized and unrealized gains and losses included as investment income in the accompanying statement of activities. Donated securities are reported at their estimated fair values on the date of donation.

Grants and Accounts Receivables: Receivables are presented net of an allowance for uncollectible accounts which has been established based upon historical data and management's estimates of uncollectible accounts. The Coalition follows the policy of writing off accounts receivable when they are deemed no longer collectible. In establishing an allowance for doubtful collections, the Coalition considers information available about the customer's or contributor's apparent financial condition, payment history, the Coalition's relationship with the customer or contributor, the relative strength of the Coalition's legal position, the related cost of any proceedings, and general and local economic conditions. Receivables are deemed to be delinquent when payments are past due 30 days and written off when they are determined to be uncollectible based on an evaluation by management of facts and circumstances. The maximum losses that the Coalition would incur if a customer or contributor failed to pay would be limited to the carrying value after any allowances provided.

NEVADA CANCER COALITION
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2023

NOTE 1 - NATURE OF ACTIVITIES AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
(Continued)

Property and Equipment: Property and equipment are recorded at cost, or at the estimated fair value at the date of the gift, if donated. Such gifts of land, buildings, and equipment are reported as unrestricted unless specific donor stipulations specify how the donated assets must be used. Additions and improvements in excess of \$2,500 are capitalized, whereas costs of maintenance and repairs are expensed as incurred.

Depreciation is provided for in amounts sufficient to relate the cost of depreciable assets to operations over their estimated service lives on a straight line basis. The estimated useful life for furniture and fixtures and equipment is 5 to 7 years.

The Coalition reviews the carrying values of property and equipment for impairment whenever events or circumstances indicate that the carrying value of an asset may not be recoverable from the estimated future cash flows expected to result from its use and eventual disposition. When considered impaired, an impairment loss is recognized to the extent carrying value exceeds the fair value of the asset. The Coalition has determined that there were no indicators of asset impairment during the year ended June 30, 2023.

Contributed Services: The Coalition is required to recognize the contributions of services if the services received (a) create or enhance nonfinancial assets or (b) require specialized skills, are provided by individuals possessing those skills, and would typically need to be purchased if not provided by donation. Services requiring specialized skills are those provided by accountants, architects, carpenters, doctors, electricians, lawyers, nurses, plumbers, teachers and other professionals and craftsmen.

Volunteers have donated significant amounts of time serving on the Coalition's committees and Board of Directors. The services donated do not meet the criteria for recognition as defined above. Accordingly, the financial statements do not reflect the value of these services.

Revenue Recognition: The Coalition recognizes revenue based on the guidance in ASC 606, Revenue from Contracts with Customers (Topic 606). Topic 606 outlines a single comprehensive model for organizations to use in accounting for revenue arising from contracts with customers and supersedes most current revenue recognition guidance, including industry-specific guidance. A portion of the Coalition's revenue is derived from cost-reimbursable federal and state contracts and grants, which are conditioned upon certain performance requirements and/ or the incurrence of allowable qualifying expenses. Amounts received are recognized as revenue when the Coalition has incurred expenditures in compliance with specific contract or grant provisions.

Revenue is classified separately between exchange and contribution to identify various revenue sources. The Coalition has exchange revenue derived from its fundraising events and one off contracts with various governments in which specific services are contracted. Contribution revenue occurs in the form of donations from individual and corporate sponsorships. Amounts received prior to incurring qualifying expenditures are reported as refundable advance in the statement of financial position.

The Coalition's contracts are typically to provide a specified service within its local communities. These services contain but are not limited to resource management, outreach campaigns, evidence-based projects, or policy advocacy. Health care provider educational events occur annually where the Coalition provides accommodations and continuing education. Contributions mostly come from individual and corporate partners that donate funding towards the Coalition's purpose. These revenues are received both restricted and unrestricted. Revenues for all different sources as identified above are recognized when earned.

NEVADA CANCER COALITION
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2023

NOTE 1 - NATURE OF ACTIVITIES AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
(Continued)

Revenue Recognition (continued):

Revenues do not require significant estimates or judgments as the transaction price is fixed and stated in each contract or donation. The Coalition revenues also do not include material amounts of variable consideration, or result in significant obligations associated with returns, refunds or warranties.

Payment terms are consistently applied with most contracts and invoiced amounts for related services billed in arrears.

Deferred Income: Deferred income represents funds which have been received or pledged but not yet expended, plus amounts received for use in future periods.

Functional Allocation of Expenses: The costs of providing the various programs and other activities have been summarized on a functional basis in the statement of activities. The statement of functional expenses presents the natural classification detail of expenses by function. Accordingly, certain costs have been allocated based on specific identification or among the programs and supporting services benefited. The financial statements report certain categories of expenses that are attributed to more than one program or supporting function. Therefore, expenses require allocation on a reasonable basis that is consistently applied. The expenses that are allocated include payroll, advertising, conference and meetings, depreciation, direct program costs, insurance, legal and accounting, maintenance and repairs, office expenses, technical support and telephone and utilities, which are allocated on the basis of time and effort.

Advertising: The Coalition expenses the costs of all advertising campaigns and promotions as they are incurred. Total advertising costs incurred for the year ended June 30, 2023 was \$55,615.

Income Taxes: The Coalition operates under Internal Revenue Code (IRC) Section 501(c)(3) as an organization exempt from income tax. Income from certain activities not directly related to the Coalition's tax-exempt purpose is subject to taxation as unrelated business income.

The Coalition files returns of an organization exempt from income tax in the U.S. federal jurisdiction. The Coalition is no longer subject to U.S. federal income tax examinations by tax authorities for years before 2018.

Use of Estimates: The preparation of financial statements in conformity with accounting principles generally accepted 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.

Accounting Pronouncement Adopted: In February 2016, the FASB issued ASU 2016-02, *Leases*, which replaces the existing guidance. It requires a dual approach for lessee accounting under which a lessee would account for leases as finance leases or operating leases. Both finance leases and operating leases will result in the lessee recognizing a right-of-use asset ("ROU") and a corresponding lease liability. It is effective for privately held companies for annual periods beginning after December 15, 2021 and interim periods therein, with early application permitted. Management elected to adopt this standard for the year ended June 30, 2023 except for certain immaterial equipment leases.

NEVADA CANCER COALITION
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2023

NOTE 1 - NATURE OF ACTIVITIES AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
(Continued)

Accounting Pronouncement Adopted (continued): Management has elected to combine its non-lease components (such as fixed charges for common area maintenance, real estate taxes, utilities, and insurance) with lease components for each class of underlying asset, as applicable, as the non-lease components in Nevada Cancer Coalition's lease contracts typically are not material. This is consistent with ASC 842-10-15-42A. These non-lease components are usually present within the real estate leases.

Management has elected to apply the short-term lease exemption to all asset groups. Accordingly, leases with terms of twelve months or less are not capitalized and continue to be expensed on a straight-line basis over the term of the lease. This primarily affects Nevada Cancer Coalition's month-to-month real estate leases and small equipment leases.

Change in Accounting Policy: The Coalition elected during the year, to change its method of accounting for revenue recognition by adopting the accrual basis of accounting. Accordingly, the cumulative effect of the accounting change as of the beginning of the year has been reported in the Statement of Activities.

Recent Accounting Pronouncement Not Yet Adopted: In June 2016, the FASB issued ASU No. 2016-13, *Financial Instruments – Credit Losses* (Topic 326): Measurement of Credit Losses on Financial Instruments. The FASB has issued several amendments to the original standard. Topic 326 changes the impairment model for most financial instruments. Current guidance requires the recognition of credit losses based on an incurred loss impairment methodology that reflects losses once the losses are probable. Under the new standard, Nevada Cancer Coalition will be required to use a current expected credit loss model (CECL) that will immediately recognize an estimate of credit losses that are expected to occur over the life of the financial instruments that are in the scope of Topic 326, including trace receivables. The CECL model uses a broader range of reasonable and supportable information in the development of credit loss estimates. Topic 326 is effective for Nevada Cancer Coalition on July 1, 2023, with early adoption permitted. Management is currently assessing the impact the adoption of this standard will have on net assets, results of operations and cash flows.

Reclassifications: Certain prior year amounts may have been reclassified to conform to the current year financial statement presentation.

NOTE 2 - LIQUIDITY AND AVAILABILITY

The Coalition's financial assets available within one year of the financial position date for general expenditures are as follows:

Cash, cash equivalents, and restricted cash	\$ 808,057
Accounts receivable	259,691
Less:	
Amounts unavailable for general expenditures within one year, due to:	
Restricted by donors with purpose restrictions	(301,385)
	<u>\$ 766,363</u>

The Coalition manages its liquidity position to meet expenditures, liabilities, and other obligations as they come due. The Coalition's financial assets have been reduced by amounts not available for general use within one year of the financial position because of donor imposed restrictions.

NEVADA CANCER COALITION
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2023

NOTE 3 - GRANTS AND ACCOUNTS RECEIVABLE

The Coalition's receivable at June 30, 2023 includes \$259,691, consisting of \$171,641 of grant income and \$88,050 of non-grant income both of which are estimated collectable within one year. In the opinion of management, all receivables at year-end are considered fully collectible and no allowance for doubtful accounts is deemed necessary. The preceding receivables have been included in the following net asset categories as of June 30:

Without donor restrictions	\$ 179,691
With donor restrictions	80,000
	\$ 259,691

NOTE 4 - PROPERTY, PLANT AND EQUIPMENT

Property, plant and equipment consist of the following at June 30, 2023:

Furniture and fixtures	\$ 2,620
Equipment	9,109
	11,729
Less: Accumulated depreciation	(3,144)
	\$ 8,585

Depreciation expense totaled \$2,196 for the year ended June 30, 2023.

NOTE 5 - LEASE COMMITMENTS

The Coalition conducts its operations from facilities in Reno that are leased under operating lease agreements. The Reno office lease originated in 2020 and expires in June 2025. In addition, the Coalition has other operating leases for copiers that are not material. The components of the Coalition's lease cost were as follows:

Operating lease cost	
Operating lease costs	\$ 48,201
Short-term lease costs	6,417
	\$ 54,618

The assumptions underlying the calculation of the Coalition's right-of-use assets and lease liabilities are as follows for the years ended June 30:

	Operating
Real estate leases	
Remaining lease term	1.67
Discount rate	2.99%

NEVADA CANCER COALITION
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2023

NOTE 5 - LEASE COMMITMENTS (Continued)

Total future minimum lease payments over the term of the operating lease as of June 30, 2023 are as follows:

	Operating
2024	\$ 48,540
2025	37,005
Future minimum lease payments	85,545
Less: amounts representing interest	(2,109)
Present value of minimum lease payments	83,436
Less: Current portion	(46,678)
Lease liabilities - Less current portion	\$ 36,758

NOTE 6 - NET ASSETS WITH DONOR RESTRICTIONS

The Coalition's net assets with donor restrictions are comprised of the following at June 30, 2023:

Breast cancer	\$ 56,803
Cancer assistance funds	18,308
Contracts	213,679
Policy/Advocacy	12,595
Net assets with donor restrictions	\$ 301,385

Net assets released from restrictions of \$250 was from the Policy/Advocacy restriction.

NOTE 7 - CONCENTRATION OF CREDIT RISK.

The Coalition maintains its cash and temporary cash investments in two financial institutions. The cash, cash equivalents and restricted are insured by the Federal Deposit Insurance Corporation (FDIC) up to \$250,000 per institution. At June 30, 2023, the Coalition had \$580,019 of cash deposited in these institutions subject to credit risk as the balances exceeded FDIC insured limits.

NOTE 8 - SUBSEQUENT EVENTS

Subsequent events have been evaluated through March 27, 2024, which represents the date the financial statements were available to be issued. Subsequent events after that date have not been evaluated.

NOTE 9 - PRIOR PERIOD ADJUSTMENT – CHANGE IN ACCOUNTING BASIS

As noted in the Independent Auditors' Report, the Coalition adopted the accrual basis of accounting at the beginning of the 2023 fiscal year. Accordingly, the cumulative effect of the change in the amount of \$311,033 has been reflected as a restatement of the opening net assets.

SUPPLEMENTARY INFORMATION

NEVADA CANCER COALITION
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
 FOR THE YEAR ENDED JUNE 30, 2023

Federal Grantor Pass-through Grantor/ Program Title	Federal Assistance Listing	Pass-through Grantor Identifying Number	Federal Expenditures
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES			
Passed-through from State of Nevada, Department of Health and Human Services			
Cancer Prevention and Control Programs for State, Territorial and Tribal Organizations	93.898	9389823	\$ 131,460
	93.898	9389823CC	<u>190,269</u>
Subtotal Assistance Listing 93.898			<u>321,729</u>
Passed-through from State of Nevada, Department of Health and Human Services			
COVID-19 Activities to Support State, Tribal, Local and Territorial (STLT) Health Department Response to Public Health or Healthcare Crises	93.391	9339122C	1,094,775
Total U.S. Department of Health and Human Services			<u>1,416,504</u>
TOTAL FEDERAL EXPENDITURES			<u><u>\$ 1,416,504</u></u>

NEVADA CANCER COALITION
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2023

NOTE 1 - BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards includes the federal award activity of Nevada Cancer Coalition under programs of the federal government for the year ended June 30, 2023. The information in this schedule is presented in accordance with the requirements of Title 2 *U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the schedule presents only a selected portion of the operations of Nevada Cancer Coalition, it is not intended to and does not present the financial position, changes in net assets, or cash flows of Nevada Cancer Coalition.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported in the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Pass-through entity identifying numbers are presented where available. Negative amounts, if any, shown on the Schedule represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years.

NOTE 3 - INDIRECT COST RATE

The Coalition has elected to use the 10% de minimis indirect cost rate allowed under the Uniform Guidance for all grants that do not specify a different rate.

REPORTS ON INTERNAL CONTROL AND COMPLIANCE



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**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 Board of Directors of
Nevada Cancer Coalition

We have audited, 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, the financial statements of Nevada Cancer Coalition (a nonprofit organization), which comprise the statement of financial position as of June 30, 2023, and the related statements of activities, functional expenses and cash flows for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated March 27, 2024.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Nevada Cancer Coalition's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Nevada Cancer Coalition's internal control. Accordingly, we do not express an opinion on the effectiveness of Nevada Cancer Coalition's internal control.

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.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether Nevada Cancer Coalition's financial statements are free from 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 financial statements. 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

The purpose of this report is 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.

Bernard Vogler & Co.

Reno, Nevada
March 27, 2024





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INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM
AND REPORT ON INTERNAL CONTROL OVER COMPLIANCE
IN ACCORDANCE WITH THE UNIFORM GUIDANCE

To the Board of Directors of
Nevada Cancer Coalition

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Nevada Cancer Coalition's (a nonprofit organization) compliance with the types of compliance requirements described in the OMB *Compliance Supplement* that could have a direct and material effect on each of Nevada Cancer Coalition's major federal programs for the year ended June 30, 2023. Nevada Cancer Coalition's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

In our opinion, Nevada Cancer Coalition complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2023.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*); and the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditors' Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of Nevada Cancer Coalition and to meet our other ethical responsibilities, in accordance with 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 opinion on compliance for each major federal program. Our audit does not provide a legal determination of Nevada Cancer Coalition's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules and provisions of contracts or grant agreements applicable to Nevada Cancer Coalition's federal programs.

Auditors' Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on Nevada Cancer Coalition's compliance based on our audit. 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, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material, if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about Nevada Cancer Coalition's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, 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 Nevada Cancer Coalition's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of Nevada Cancer Coalition's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of Nevada Cancer Coalition's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Report on Internal Control over Compliance

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

Our consideration of internal control over compliance was for the limited purpose described in the Auditors' Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Barnard Vogler & Co.

Reno, Nevada
March 27, 2024



REPORTING REQUIREMENTS

NEVADA CANCER COALITION
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2023

SECTION I: SUMMARY OF AUDITORS' RESULTS

Financial Statements

Type of auditors' report issued:	Unmodified
Internal control over financial reporting:	
Material weakness(es) identified?	No
Significant deficiency(ies) identified that are not considered to be material weaknesses?	No
Noncompliance material to financial statements noted?	No

Federal Awards

Internal control over major federal programs:	
Material weakness(es) identified?	No
Significant deficiency(ies) identified that are not considered to be material weaknesses?	No
Type of auditors' report issued on compliance for major programs:	Unmodified
Any audit findings disclosed that are required to be reported in accordance with Uniform Guidance 2 CFR 200.516	No

Identification of Major Programs:

<u>Name of Federal Program or Cluster</u>	<u>Assistance Listing</u>
COVID-19 Activities to Support State, Tribal, Local and Territorial (STLT) Health Department Response to Public Health or Healthcare Crises	93.391
Dollar threshold for distinguishing Type A and B programs was \$750,000.	
Auditee qualified as low-risk auditee?	No

SECTION II: FINANCIAL STATEMENT FINDINGS

None

SECTION III: FINDINGS AND QUESTIONED COSTS FOR MAJOR FEDERAL AWARD PROGRAMS

None

SECTION IV: SUMMARY OF PRIOR AUDIT FINDINGS

None