

OFFICE OF INSPECTOR GENERAL

January 31, 2012

RETURN RECEIPT REQUESTED

Board of Directors
Nevada Humanities, Inc.
1034 North Sierra Street
Reno, NV 89503

Audit Report: OIG-12-12 (DR)

Dear Board Members:

We have completed our desk review of the single audit report prepared by Kohn Colodny, which includes the Federal assistance programs administered by Nevada Humanities, Inc. (the "Council"), for the year ended October 31, 2009. The independent auditors (IPA) previously furnished a copy of their audit report to the Council and submitted the related reporting package to the Federal Audit Clearinghouse. The IPA issued an unqualified GAAP opinion, a qualified opinion regarding major program compliance, and two material weakness findings related to major program compliance.

Our review was limited to an examination of the IPA's audit report. We did not examine the underlying audit documentation to evaluate the adequacy of the audit work performed; rather, the single audit desk review guide, issued by the Council of Inspectors General on Integrity and Efficiency (CIGIE), was used to determine whether the audit report meets the core reporting requirements stipulated by OMB Circular A-133. Audit reports determined to be *technically deficient* or *unacceptable* require corrective action.

We determined that the audit report generally meets Federal reporting requirements, with the following exception:

- OMB Circular A-133.315(c) stipulates that the auditee develop a written corrective action plan to respond to each audit finding reported by the IPA. This corrective action plan shall provide the name(s) of the contact person(s) responsible for corrective action, the corrective action planned, and the anticipated completion date. We noted that both of the current year findings (2009-01 and 2009-02) lacked the name of the key contact and the estimated completion date related to finding 2009-02 was not provided.

Future audit reports that include improperly prepared corrective action plans may be deemed unacceptable submissions by the NEH Office of Inspector General.

Please note that we are sending this letter to the auditors to inform them of the results of our review.

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If you have any questions concerning this letter or need accounting assistance, please contact Mr. Steve Elsberg at (202) 606-8353 or via email at selsberg@neh.gov.

Sincerely,



Laura Davis
Acting Inspector General

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