

August 29, 2018

To the Board of Directors
Home Means Nevada, Inc.
Las Vegas, Nevada

In planning and performing our audit of the financial statements of the business-type activities of Home Means Nevada, Inc. (the Organization) for the year ended June 30, 2018, in accordance with auditing standards generally accepted in the United States of America, we considered the Organization's internal control over financial reporting (internal control) as a basis for performing 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 the Organization's internal control. Accordingly, we do not express an opinion on the effectiveness of the Organization's internal control.

Our consideration of internal control was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore material weaknesses or significant deficiencies may exist that were not identified. However, as discussed below, we identified a certain deficiency in internal control that we consider to be a material weakness.

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. We consider the following deficiency in internal control to be a material weakness:

Material Adjustments

During our audit, we discovered material adjustments that needed to be posted to the accounting records in order for the financial statements to be fairly stated in accordance with generally accepted accounting principles. These adjustments had not been discovered in the normal review processes that the Organization has implemented. Please refer to the attached detail of adjusting journal entries for a complete listing (Exhibit A).

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 Home Means Nevada, Inc. are described in Note 1 to the financial statements. No new accounting policies were adopted and the application of existing policies was not changed during 2018. We noted no transactions entered into by the Organization 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.

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

Certified Public Accountants
20 YEARS & COUNTING

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 trivial, and communicate them to the appropriate level of management. Management has corrected all such misstatements. The material misstatements detailed in the attached Exhibit A were detected as a result of audit procedures and corrected by management.

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 August 29, 2018.

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 Organization'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 Organization'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 the management's discussion and analysis, which is required supplementary information (RSI) accompanying the 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, 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 of the RSI.

Board of Directors
August 29, 2018
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Restriction on Use

This information is intended solely for the use of the Board of Directors and management of Home Means Nevada, Inc. and is not intended to be, and should not be, used by anyone other than these specified parties.

Very truly yours,

Houldsworth, Russo & Company, P.C.

Houldsworth, Russo & Company, P.C.
Las Vegas, Nevada

Home Means Nevada, Inc.
Year End: June 30, 2018
Adjusting Journal Entries
Date: 7/1/2017 To 6/30/2018

Exhibit A

Number	Date	Name	Account No	Debit	Credit
AJE-1	6/30/2018	Funds Payable to State of NV	2100	524.78	
AJE-1	6/30/2018	Operations:Operating Supplies	6104	48.88	
AJE-1	6/30/2018	Interest Earned	7000		573.66
To recognize interest earned/expenses incurred on cash held by Home Means Nevada					
AJE-2	6/30/2018	Funds Payable to State of NV	2100		476,188.60
AJE-2	6/30/2018	Funds Payable to State of NV	2100		1,437.48
AJE-2	6/30/2018	Roll Forward of Reserves	4000	476,188.60	
AJE-2	6/30/2018	Interest Earned	7000	1,437.48	
To recognize funds received from the State of Nevada as a refundable advance					
AJE-3	6/30/2018	Accounts Payable (A/P)	2000	18,333.33	
AJE-3	6/30/2018	Technology:IT Contracts	6301		18,333.33
To correct the amount of expense recognized for the Hope Loan Portal contract					
AJE-4	6/30/2018	Accrued salaries and wages	2050		7,152.47
AJE-4	6/30/2018	Accrued salaries and wages	2050		447.49
AJE-4	6/30/2018	Payroll Expenses:Salaries	6201	7,152.47	
AJE-4	6/30/2018	Payroll Expenses:Salaries	6201	447.49	
To accrue wages and the balance of paid time off available at 6/30/18					