

STATE OF SOUTH DAKOTA  
DEPARTMENT OF LABOR AND REGULATION  
BOARD OF ACCOUNTANCY

<b>In the Matter of:</b>	)	
	)	<b>CPE AUDIT</b>
PAUL H. FREIDEL,	)	
CERTIFIED PUBLIC ACCOUNTANT	)	
	)	<b>CONSENT AGREEMENT</b>
Certificate No. 3261	)	

The above-named parties in the interest of resolving the action between them enter into this Consent Agreement upon the terms and conditions set forth below.

1. The South Dakota Board of Accountancy (Board) has jurisdiction of this matter pursuant to SDCL 36-20B.
2. Paul H. Freidel (Freidel) is licensed as a certified public accountant (CPA) with the Board. His certificate number is 3261.
3. As a licensee, Freidel is subject to the provisions of SDCL 36-20B and ARSD 20:75.
4. Pursuant to SDCL 36-20B-27 a licensed CPA is required to complete 120 hours of continuing professional education (CPE) in each three-year renewal cycle.
5. Pursuant to ARSD 20:75:04:11 the CPA is subject to verification of all CPE submitted to the board. A CPA selected for a review must provide documentation to verify attendance or completion of all courses reported to the board for CPE credit.
6. Pursuant to ARSD 20:75:04:15 the CPA is required to keep documentation as acceptable evidence of completion for claimed CPE courses.
7. On October 1, 2018, Freidel was sent a letter in regards to being selected for a CPE audit for the three-year renewal period from July 1, 2015 through June 30, 2018. Freidel was informed that the deadline for submission of the documentation to verify claimed CPE was October 31, 2018.
8. Freidel submitted CPE documentation to the board on October 25, 2018.

9. On October 30, 2018, Senior Secretary Iverson emailed Freidel in regards to the additional documentation needed to complete the CPE audit. The documentation was to be submitted by November 13, 2018. Freidel was also informed on reporting invalid courses and how those courses would be removed from his record.
10. On October 31, 2018, Freidel emailed Senior Secretary Iverson partial CPE documentation for the CPE audit. Senior Secretary Iverson replied to Freidel on what was still needed to complete the audit.
11. On December 11, 2018, Senior Secretary emailed Freidel that no additional documentation was received for the CPE audit.
12. Freidel acknowledges he is required to obtain 120 CPE hours in any rolling three-year renewal period;
  - a. Freidel acknowledges for the rolling three-year renewal period ending June 30, 2018, he is short 10 CPE hours.
13. Freidel acknowledges that he failed the CPE audit for the three-year period ending June 30, 2018.
14. The above described conduct constitutes grounds for disciplinary action in South Dakota against Freidel.
15. Freidel is aware that he may choose to be represented by legal counsel in this matter.
16. Freidel is aware of and understands the nature of these matters and has been informed of his right to counsel, notice, hearing, and appeal, and that by agreeing to and signing this Consent Agreement, he waives all procedures and proceedings before the Department to which he may be entitled under state or federal law.

17. Freidel admits that the violations described in this Consent Agreement are true and accurate, and Freidel admits to having violated South Dakota Law and Administrative Rules of South Dakota.
18. In return for Freidel's agreement to the provisions of this Consent Agreement, the Board agrees not to proceed to hearing and agrees that this Consent Agreement will constitute the final agency disposition of this matter.
19. Freidel agrees, in lieu of contesting this matter formally, to voluntarily accept the following terms and conditions for entry of this Consent Agreement:
  - a. The Board shall grant Freidel an extension to complete 10 hours of CPE for period ending June 30, 2018. The hours must be completed within 90 days of the agreement being signed by the Chair;
  - b. Freidel shall submit proof of completion for all claimed CPE courses taken through the extension timeframe and for the next three renewal periods;
  - c. Freidel will not be eligible for an extension to complete CPE for the next three renewal periods; and
  - d. Freidel shall pay an administrative fee in the amount of \$200. The administrative fee must be paid within 30 days of the agreement being signed by the Chair.
20. If Freidel fails to comply with the terms or conditions of this Consent Agreement, the Board may initiate formal disciplinary action against his.
21. Freidel understands that nothing in this Consent Agreement will be deemed to restrict the Board from raising facts in reference to either party outside of those set forth in this Consent Agreement, if there are other material facts related to the matters under investigation that have not been set forth or disclosed herein.
22. Freidel consents, agrees, and acknowledges that this Consent Agreement must be submitted to the Board for acceptance or rejection. In the event the Board rejects the recommendations for resolution by Consent Agreement, Freidel waives any right to claim prejudice of the Board by reason of any factual basis submitted to the Board in

an effort to resolve this matter by Consent Agreement rather than by formal proceeding.

23. Freidel understands that the terms of this Consent Agreement will be public, which includes publishing a summary of the action taken on the Board's website.
24. Freidel understands that this Consent Agreement may be considered in any future licensing procedures with the Board and for the purposes of determining the appropriate sanctions in any future actions by the Board for any violations of laws or regulations of the State of South Dakota or for failing to abide by any order of the Board.
25. Freidel has read, understands, and agrees to this Consent Agreement and is freely and voluntarily signing it. This Consent Agreement contains the entire agreement between the parties relating to the matters referenced in the Consent Agreement. Freidel is not relying on any other representations of any kind, verbal or otherwise.
26. If this Consent Agreement is approved by the Board, a copy of the executed Consent Agreement will be served by first class mail to Freidel, at the address 401 3<sup>rd</sup> St., Suite 2 Rapid City, SD 57701

Dated this 29 day of January, 2019.

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Paul H. Freidel, CPA

Dated this 30 day of March, 2019.

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Deidre Budahl, Chair  
South Dakota Board of Accountancy