

Meeting Agenda
SOUTH DAKOTA BOARD OF ACCOUNTANCY

via Zoom
or Call +1-346-248-7799 Meeting ID:729 257 1422 Passcode: 957016

July 20, 2023, 8:30 a.m. (CDT)

A=Action
D=Discussion
I=Information

- | | |
|--|---------|
| A. Call to Order..... | Budahl |
| B. Public Comment..... | Oratory |
| C. A-Approval of Minutes of Meeting June 12, 2023..... | 2-3 |
| D. A-Approval of Certificates & Firm Permits..... | 4-5 |
| E. A-Approval of Financial Statements through June 2023..... | 6-15 |
| F. D-Executive Director's Report..... | 16-17 |

EXECUTIVE SESSION pursuant to SDCL 1-25-2

- | | |
|---|-----------|
| G. Equivalent Reviews, follow-up and consent agreement for Board Review/Approval..... | Spt. Pkt. |
|---|-----------|

FUTURE MEETING DATES (all times CDT)

- H. Meeting Dates
August 25 – 8:30 a.m. Sioux Falls, CorTrust Bank
September 28 – 9:00 a.m. Zoom
- I. Adjournment

Meeting Minutes
SOUTH DAKOTA BOARD OF ACCOUNTANCY
Meeting Via Zoom
June 12, 2023 8:30 a.m. CDT

Chair Deidre Budahl called the meeting to order at 8:31 a.m. A quorum was present.

Members Present: Jay Tolsma, Russell Olson, Holly Engelhart, Jeff Strand, and Deidre Budahl.

Others Present: Nicole Kasin, Executive Director; Julie Iverson, Licensing Administrator; and Gerald McCabe, DLR Sr. Staff Attorney.

Not Present: Jeff Smith

Chair Budahl asked if there were any additions to the agenda:
Certificates and Firm Permits
Peer Review

Strand made a motion to approve the agenda with additions. Tolsma seconded the motion. **MOTION PASSED.**

The Chair opened the floor for public comment. No comments were received.

Engelhart made a motion to approve the April 26, 2023 meeting minutes. Strand seconded the motion. **MOTION PASSED.**

Strand made a motion to approve the April 26, 2023 hearing meeting minutes. Engelhart seconded the motion. **MOTION PASSED.**

Tolsma made a motion to approve the issuance of certificates and firm permits through June 8, 2023. Strand seconded the motion. **MOTION PASSED.**

Olson made a motion to approve the financial statements through May 2023. Strand seconded the motion. **MOTION PASSED.**

The board reviewed Geoffrey Lenning's request for published articles that were written by him to be considered for 16 CPE credits for the CPE period of July 1, 2022 to June 30, 2023.

Engelhart made a motion to approve Geoffrey Lenning's request for 16 CPE credits for published articles for CPE period ending June 30, 2023. Strand seconded the motion. **MOTION PASSED.**

Executive Director Kasin discussed her report on the annual renewals for individuals and firms for the year ending July 31, 2024, CPA evolution, and exam credit extensions.

The board discussed the NASBA CBT Administration Committee recommendation where the UAA rules allow candidates 30-months from the date initial credit is earned to complete the remaining parts of the CPA exam. The recommendation is the target implementation date of January 1, 2024.

Strand made a motion to approve the NASBA CBT Administration Committee recommendation for 30-month implementation effective January 1, 2024. Olson seconded the motion. **MOTION PASSED.**

The Board reviewed the Board of Directors meeting minutes from January 20, 2023 and February 13, 2023; and the Board of Directors meeting highlights from April 21, 2023.

Engelhart made a motion at 9:10 a.m. to enter executive session for the deliberative process for peer reviews and a follow-up. Olson seconded the motion. **MOTION PASSED.**

The Board came out of executive session at 9:37 a.m.

Strand made a motion to accept the peer reviews and follow-up as discussed in executive session. Tolsma seconded the motion. **MOTION PASSED.** (Olson abstained)

FUTURE MEETING DATES (all times CDT)

July 20, 2023 – 8:30 a.m. Zoom meeting

August 25, 2023 – 8:30 a.m. Sioux Falls, CorTrust Bank

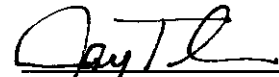
September 28, 2023 – 9:00 a.m. Zoom meeting

Strand made a motion to adjourn the meeting. Olson seconded the motion. **MOTION PASSED.**

All business having come before the board was concluded and Chair Deidre Budahl adjourned the meeting at 9:45 a.m.


Deidre Budahl, CPA, Chair

Attest: 
Nicole Kasin, Executive Director


Jay Tolsma, CPA, Sec/Treas

**CERTIFIED PUBLIC ACCOUNTANT CERTIFICATES
BOARD COPY**

Issued Through July 11, 2023

Number	Name	Date Issued	Location
3638	Jenna Anne Silverstein	6/12/23	Sioux Falls, SD
3639	Dawson Andrew Johnson	6/12/23	Sioux Falls, SD
3640	Jacia Anne Christiansen	6/15/23	Sioux Falls, SD
3641	William Joel Harrell	6/16/23	Onida, SD
3642	Michael Gregory Friese	6/16/23	Sioux Falls, SD
3643	Jesse W. Jansma	6/23/23	Sioux Falls, SD
3644	Nathan A. Burkhalter	6/26/23	Sioux Falls, SD

**FIRM PERMITS TO PRACTICE PUBLIC ACCOUNTANCY
BOARD COPY**

**Issued Through
July 11, 2023**

Number	Name	Date Issued	Basis/Comments
1788	Weaver and Tidwell, LLP Houston, TX	06/13/23	New Firm

STATE OF SOUTH DAKOTA
CASH CENTER BALANCES
AS OF: 06/30/2023

AGENCY: 10 LABOR & REGULATION
BUDGET UNIT: 1031 BOARD OF ACCOUNTANCY - INFO

COMPANY	CENTER	ACCOUNT	BALANCE	DR/CR	CENTER DESCRIPTION
6503	103100061802	1140000	397,162.19	DR	BOARD OF ACCOUNTANCY
COMPANY/SOURCE TOTAL 6503 618			397,162.19	DR *	
COMP/BUDG UNIT TOTAL 6503 1031			397,162.19	DR **	
BUDGET UNIT TOTAL 1031			397,162.19	DR ***	

STATE OF SOUTH DAKOTA
MONTHLY EXPENDITURE REPORT
FOR PERIOD ENDING: 06/30/2023

AGENCY 10 LABOR & REGULATION
BUDGET UNIT 1031 BOARD OF ACCOUNTANCY - INFO
CENTER-5 10310 BOARD OF ACCOUNTANCY

COMP	CENTER	ACCOUNT	DOCUMENT NUMBER	POSTING DATE	JV APPVL #, OR PAYMENT #	SHORT NAME	VENDOR NUMBER	VENDOR GROUP	AMOUNT	DR/ CR
COMPANY NO		6503								
COMPANY NAME		PROFESSIONAL & LICENSING BOARDS								
6503	103100061802	51010100	CGEX230526	06/02/2023					2,840.90	DR
6503	103100061802	51010100	CGEX230614	06/16/2023					2,926.55	DR
OBJSUB:		5101010 F-T EMP SAL & WAGES								
6503	103100061802	51010200	CGEX230526	06/02/2023					5,767.45	DR *
6503	103100061802	51010200	CGEX230614	06/16/2023					2,104.58	DR
OBJSUB:		5101020 P-T/TEMP EMP SAL & WAGES								
OBJECT:		5101 EMPLOYEE SALARIES								
6503	103100061802	51020100	CGEX230526	06/02/2023					10,169.09	DR **
6503	103100061802	51020100	CGEX230614	06/16/2023					343.38	DR
OBJSUB:		5102010 OASI-EMPLOYER'S SHARE								
6503	103100061802	51020200	CGEX230526	06/02/2023					707.78	DR *
6503	103100061802	51020200	CGEX230614	06/16/2023					261.05	DR
OBJSUB:		5102020 RETIREMENT-ER SHARE								
6503	103100061802	51020600	CGEX230526	06/02/2023					538.03	DR *
6503	103100061802	51020600	CGEX230614	06/16/2023					826.92	DR
OBJSUB:		5102060 HEALTH/LIFE INS.-ER SHARE								
6503	103100061802	51020800	CGEX230526	06/02/2023					1,663.08	DR *
6503	103100061802	51020800	CGEX230614	06/16/2023					11.86	DR
OBJSUB:		5102080 WORKER'S COMPENSATION								
6503	103100061802	51020900	CGEX230526	06/02/2023					24.41	DR *
6503	103100061802	51020900	CGEX230614	06/16/2023					.65	DR
OBJSUB:		5102090 UNEMPLOYMENT COMPENSATION								
OBJECT:		5102 EMPLOYEE BENEFITS								
GROUP:		51 PERSONAL SERVICES								
6503	103100061802	52041600	0001954	06/07/2023	00856695	NATIONALAS	12005047		13,103.72	DR ***
OBJSUB:		5204160 WORKSHOP REGISTRATION FEE								
6503	103100061802	52041800	DP305100	06/23/2023					3,975.00	DR *
OBJSUB:		5204180 COMPUTER SERVICES-STATE								
6503	103100061802	52042000	PL305057	06/16/2023					633.30	DR *
OBJSUB:		5204200 CENTRAL SERVICES								
6503	103100061802	52042200	IN1058265	06/09/2023	02501782	ABBUSINESS	12036980		197.06	DR *
OBJSUB:		5204220 EQUIPMENT SERV & MAINT								
6503	103100061802	52042300	231004 JUL-JUN23	06/21/2023	014314	SUNSETOFFI	12627537		82.87	DR *
OBJSUB:		5204230 JANITORIAL & MAINT SERV								
									159.84	DR *

STATE OF SOUTH DAKOTA
MONTHLY EXPENDITURE REPORT
FOR PERIOD ENDING: 06/30/2023

AGENCY 10 LABOR & REGULATION
BUDGET UNIT 1031 BOARD OF ACCOUNTANCY - INFO
CENTER-5 10310 BOARD OF ACCOUNTANCY

COMP	CENTER	ACCOUNT	DOCUMENT NUMBER	POSTING DATE	JV APPVL #, OR PAYMENT #	SHORT NAME	VENDOR NUMBER	VENDOR GROUP	AMOUNT	DR/ CR
6503	103100061802	52043300	E0133-074	06/16/2023					200.00	DR
6503	103100061802	52043300	PCEX012040	06/28/2023					549.00	DR
	OBJSUB: 5204330	COMPUTER SOFTWARE LEASE							749.00	DR *
6503	103100061802	52045210	ACCOUNTRENT22-23	06/23/2023	02504526	MCGINNISRO	12074040		1,380.75	DR
6503	103100061802	52045210	N9952793	06/07/2023	00857279	QUADIENTLE	12219369		672.36	DR
	OBJSUB: 5204521	REVENUE BOND LEASE PYMTS							2,053.11	DR *
6503	103100061802	52045300	TL305149	06/09/2023					92.00	DR
6503	103100061802	52045300	8381416X05242023	06/09/2023	00060759	ATTMOBILIT	12279233		102.72	DR
6503	103100061802	52045300	8381416X06242023	06/26/2023	268238	ATTMOBILIT	12279233		102.72	DR
	OBJSUB: 5204530	TELECOMMUNICATIONS SRVCS							297.44	DR *
6503	103100061802	52045400	5159417006 0423	06/07/2023	02501071	XCELENERGY	12023853		62.11	DR
	OBJSUB: 5204540	ELECTRICITY							62.11	DR *
6503	103100061802	52047400	CI103A-029	06/16/2023	339925				100.96	DR
	OBJSUB: 5204740	BANK FEES AND CHARGES							100.96	DR *
6503	103100061802	52049600	918	06/07/2023	00856695	NATIONALAS	12005047		5,933.44	DR
	OBJSUB: 5204960	OTHER CONTRACTUAL SERVICE							5,933.44	DR *
	OBJECT: 5204	CONTRACTUAL SERVICES							14,244.13	DR **
6503	103100061802	52050200	0002385	06/07/2023	00857531	ECOWATERSY	12627232		25.35	DR
6503	103100061802	52050200	0002499	06/16/2023	00859439	ECOWATERSY	12627232		25.35	DR
6503	103100061802	52050200	17025949	06/23/2023	00860763	QUADIENTLE	12219369		140.60	DR
	OBJSUB: 5205020	OFFICE SUPPLIES							191.30	DR *
6503	103100061802	52053200	34063	06/16/2023	257204	PREFERREDP	12308425		169.01	DR
6503	103100061802	52053200	34197	06/26/2023	268221	PREFERREDP	12308425		29.20	DR
	OBJSUB: 5205320	PRINTING-COMMERCIAL							198.21	DR *
	OBJECT: 5205	SUPPLIES & MATERIALS							389.51	DR **
6503	103100061802	5228000	T103-157	06/07/2023					586.62	DR
	OBJSUB: 5228000	OPER TRANS OUT -NON BUDGT							586.62	DR *
	OBJECT: 5228	NONOP EXP/NONBGTD OP TR							586.62	DR **
	GROUP: 52	OPERATING EXPENSES							15,220.26	DR ***
	COMP: 6503								28,323.98	DR ****
	CNTR: 103100061802								28,323.98	DR *****
	B. UNIT: 1031								28,323.98	DR *****

South Dakota Board of Accountancy
Balance Sheet
As of June 30, 2023

	Jun 30, 23
ASSETS	
Current Assets	
Checking/Savings	
1130000 · Local Checking - FIB	14,771.78
1140000 · Pool Cash State of SD	397,162.19
Total Checking/Savings	411,933.97
Other Current Assets	
1131000 · Interest Income Receivable	-6,549.82
1213000 · Investment Income Receivable	1,236.26
Total Other Current Assets	-5,313.56
Total Current Assets	406,620.41
Fixed Assets	
1670000 · Computer Software	
Original Cost	34,075.00
1770000 · Depreciation	-29,342.40
Total 1670000 · Computer Software	4,732.60
Total Fixed Assets	4,732.60
TOTAL ASSETS	411,353.01
LIABILITIES & EQUITY	
Liabilities	
Current Liabilities	
Accounts Payable	
2110000 · Accounts Payable	15,394.00
Total Accounts Payable	15,394.00
Other Current Liabilities	
2430000 · Accrued Wages Payable	11,529.81
2810000 · Amounts Held for Others	34,468.38
Total Other Current Liabilities	45,998.19
Total Current Liabilities	61,392.19
Long Term Liabilities	
2960000 · Compensated Absences Payable	32,104.79
Total Long Term Liabilities	32,104.79
Total Liabilities	93,496.98
Equity	
3220000 · Net Position	313,092.14
3300100 · Invested in Capital Assets	4,732.88
3900 · Retained Earnings	-22,714.83
Net Income	22,745.84
Total Equity	317,856.03
TOTAL LIABILITIES & EQUITY	411,353.01

South Dakota Board of Accountancy

Profit & Loss Budget vs. Actual

July 2022 through June 2023

	Jul '22 - Jun...	Budget	\$ Over Bud...	% of Budget
Ordinary Income/Expense				
Income				
4293550 · Initial Individual Certificate	2,000.00	2,500.00	-500.00	80.0%
4293551 · Certificate Renewals-Active	73,020.00	62,500.00	10,520.00	116.8%
4293552 · Certificate Renewals-Inactive	22,700.00	19,500.00	3,200.00	116.4%
4293553 · Certificate Renewals-Retired	2,280.00	1,500.00	780.00	152.0%
4293554 · Initial Firm Permits	750.00	700.00	50.00	107.1%
4293555 · Firm Permit Renewals	16,700.00	14,500.00	2,200.00	115.2%
4293557 · Initial Audit	720.00	900.00	-180.00	80.0%
4293558 · Re-Exam Audit	1,560.00	2,460.00	-900.00	63.4%
4293560 · Late Fees-Initial Certificate	350.00	0.00	350.00	100.0%
4293561 · Late Fees-Certificate Renewals	2,850.00	3,000.00	-150.00	95.0%
4293562 · Late Fees-Firm Permits	0.00	0.00	0.00	0.0%
4293563 · Late Fees-Firm Permit Renewals	400.00	500.00	-100.00	80.0%
4293564 · Late Fees-Peer Review	1,750.00	1,300.00	450.00	134.6%
4293566 · Firm Permit Owners	143,320.00	109,000.00	34,320.00	131.5%
4293567 · Peer Review Admin Fee	5,025.00	5,500.00	-475.00	91.4%
4293568 · Firm Permit Name Change	200.00	100.00	100.00	200.0%
4293569 · Initial FAR	840.00	1,140.00	-300.00	73.7%
4293570 · Initial REG	420.00	660.00	-240.00	63.6%
4293571 · Inital BEC	750.00	930.00	-180.00	80.6%
4293572 · Re-Exam FAR	1,080.00	1,860.00	-780.00	58.1%
4293573 · Re-Exam REG	1,350.00	2,310.00	-960.00	58.4%
4293574 · Re-Exam BEC	1,410.00	2,310.00	-900.00	61.0%
4491000 · Interest and Dividend Revenue	4,115.61	9,500.00	-5,384.39	43.3%
4896021 · Legal Recovery Cost	1,600.00	1,000.00	600.00	160.0%
Total Income	285,190.61	243,670.00	41,520.61	117.0%
Expense				
5101000 · Annual/Sick Leave Compensation	-8,281.67			
5101010 · F-T Emp Sal & Wages	68,322.02	82,212.00	-13,889.98	83.1%
5101020 · P-T/Temp Emp Sal & Wages	45,131.60	50,018.00	-4,886.40	90.2%
5101030 · Board & Comm Mbrs Fees	4,500.00	5,509.00	-1,009.00	81.7%
5102010 · OASI-Employer's Share	5,283.79	10,116.00	-4,832.21	52.2%
5102020 · Retirement-ER Share	6,655.25	7,934.00	-1,278.75	83.9%
5102060 · Health /Life Ins.-ER Share	22,333.74	25,433.00	-3,099.26	87.8%
5102080 · Worker's Compensation	272.24	198.00	74.24	137.5%
5102090 · Unemployment Insurance	14.83	132.00	-117.17	11.2%
5203010 · Auto--State Owned	183.60	250.00	-66.40	73.4%
5203020 · Auto-Private-Ownees Low Mileage	119.37	400.00	-280.63	29.8%
5203030 · In State-Auto- Priv. High Miles	528.36	1,500.00	-971.64	35.2%
5203100 · In State-Lodging	225.00	1,000.00	-775.00	22.5%
5203120 · In State-Incidentals to Travel	0.00	100.00	-100.00	0.0%
5203140 · InState-Tax Meals Not OverNigt	42.00	100.00	-58.00	42.0%
5203150 · InState-Non-Tax Meals OverNigt	194.00	400.00	-206.00	48.5%
5203230 · OS-Auto Private High Mileage	0.00	200.00	-200.00	0.0%
5203260 · OS-Air Commercial Carrier	3,807.90	7,000.00	-3,192.10	54.4%
5203280 · OS-Other Public Carrier	339.06	700.00	-360.94	48.4%
5203300 · OS-Lodging	4,811.46	9,000.00	-4,188.54	53.5%
5203320 · OS-Incidentals to Travel	224.00	500.00	-276.00	44.8%

South Dakota Board of Accountancy

Profit & Loss Budget vs. Actual

July 2022 through June 2023

	Jul '22 - Jun...	Budget	\$ Over Bud...	% of Budget
5203350 · OS-Non-Taxable Meals Overnight	556.00	1,000.00	-444.00	55.6%
5204010 · Subscriptions	450.20	1,300.00	-849.80	34.6%
5204020 · Dues and Membership Fees	3,460.00	3,900.00	-440.00	88.7%
5204030 · Legal Document Fees	0.00	300.00	-300.00	0.0%
5204040 · Consultant Fees-Accounting	3,900.00	3,700.00	200.00	105.4%
5204050 · Consultant Fees - Computer	24,085.35	25,000.00	-914.65	96.3%
5204080 · Consultant Fees--Legal	0.00	0.00	0.00	0.0%
5204160 · Workshop Registration Fees	8,295.00	7,500.00	795.00	110.6%
5204180 · Computer Services-State	5,279.70	6,000.00	-720.30	88.0%
5204181 · Computer Development Serv-State	77.18	2,000.00	-1,922.82	3.9%
5204200 · Central Services	7,934.27	9,000.00	-1,065.73	88.2%
5204220 · Equipment Service & Maintenance	53.55	300.00	-246.45	17.9%
5204230 · Janitorial/Maintenance Services	1,918.08	1,825.00	93.08	105.1%
5204330 · Computer Software Lease	568.89	190.00	378.89	299.4%
5204340 · Computer Software Maintenance	0.00	1,000.00	-1,000.00	0.0%
5204360 · Advertising-Newspapers	0.00	500.00	-500.00	0.0%
5204390 · Advertising-Brochures	0.00	0.00	0.00	0.0%
5204440 · Newsletter Publishing	0.00	100.00	-100.00	0.0%
5204460 · Equipment Rental	3,586.44	4,000.00	-413.56	89.7%
5204480 · Microfilm and Photography	0.00	0.00	0.00	0.0%
5204490 · Rents Privately Owned Property	0.00	0.00	0.00	0.0%
5204510 · Rent-Other	0.00	500.00	-500.00	0.0%
5204521 · Revenue Bond Lease Payment	16,569.00	16,569.00	0.00	100.0%
5204530 · Telecommunications Services	3,122.09	5,500.00	-2,377.91	56.8%
5204540 · Electricity	699.84	900.00	-200.16	77.8%
5204560 · Water	146.10	240.00	-93.90	60.9%
5204590 · Insurance Premiums/Surety Bonds	1,892.00	1,210.00	682.00	156.4%
5204730 · Maintenance Contracts	0.00	0.00	0.00	0.0%
5204740 · Bank Fees and Charges	5,551.84	6,650.00	-1,098.16	83.5%
5204960 · Other Contractual Services	0.00	0.00	0.00	0.0%
5205020 · Office Supplies	772.30	3,000.00	-2,227.70	25.7%
5205028 · OFFICE SUPPLIES-2	0.00	0.00	0.00	0.0%
5205040 · Education & Inst. Supplies	452.55	0.00	452.55	100.0%
5205310 · Printing State	0.00	100.00	-100.00	0.0%
5205320 · Printing/Duplicating/Binding Co	344.21	500.00	-155.79	68.8%
5205330 · Supplemental Publications	0.00	700.00	-700.00	0.0%
5205340 · Microfilm Supplies/Materials	0.00	0.00	0.00	0.0%
5205350 · Postage	2,000.00	2,000.00	0.00	100.0%
5205700 · Retail Gasoline	39.75	0.00	39.75	100.0%
5207430 · Office Machines	0.00	100.00	-100.00	0.0%
5207491 · Telephone Equip	1,810.00	0.00	1,810.00	100.0%
5207900 · Computer Hardware	1,780.25	6,800.00	-5,019.75	26.2%
5207950 · System Development	0.00	1,000.00	-1,000.00	0.0%
5207955 · Computer Hardware Other	0.00	500.00	-500.00	0.0%
5207960 · Computer Software Expense	549.00	1,000.00	-451.00	54.9%
5228000 · Operating Transfers Out-NonBudg	6,165.51	8,300.00	-2,134.49	74.3%
5228030 · Depreciation Expense	5,679.12	5,679.12	0.00	100.0%
Total Expense	262,444.77	331,565.12	-69,120.35	79.2%
Net Ordinary Income	22,745.84	-87,895.12	110,640.96	-25.9%
Net Income	22,745.84	-87,895.12	110,640.96	-25.9%

South Dakota Board of Accountancy
PREVIOUS YEAR MONTHLY COMPARISON
 June 2023

	Jun 23	Jun 22	\$ Change	% Change
Ordinary Income/Expense				
Income				
4293550 · Initial Individual Certificate	350.00	275.00	75.00	27.3%
4293551 · Certificate Renewals-Active	8,200.00	-1,750.00	9,950.00	568.6%
4293552 · Certificate Renewals-Inactive	4,150.00	-300.00	4,450.00	1,483.3%
4293553 · Certificate Renewals-Retired	520.00	0.00	520.00	100.0%
4293554 · Initial Firm Permits	150.00	0.00	150.00	100.0%
4293555 · Firm Permit Renewals	2,350.00	-300.00	2,650.00	883.3%
4293557 · Initial Audit	150.00	90.00	60.00	66.7%
4293558 · Re-Exam Audit	150.00	420.00	-270.00	-64.3%
4293560 · Late Fees-Initial Certificate	100.00	50.00	50.00	100.0%
4293564 · Late Fees-Peer Review	900.00	650.00	250.00	38.5%
4293566 · Firm Permit Owners	20,605.00	-910.00	21,515.00	2,364.3%
4293567 · Peer Review Admin Fee	1,350.00	1,650.00	-300.00	-18.2%
4293568 · Firm Permit Name Change	25.00	0.00	25.00	100.0%
4293569 · Initial FAR	90.00	10.01	79.99	799.1%
4293570 · Initial REG	60.00	90.00	-30.00	-33.3%
4293571 · Inital BEC	120.00	60.00	60.00	100.0%
4293572 · Re-Exam FAR	150.00	120.00	30.00	25.0%
4293573 · Re-Exam REG	120.00	150.00	-30.00	-20.0%
4293574 · Re-Exam BEC	210.00	90.00	120.00	133.3%
4491000 · Interest and Dividend Revenue	0.45	-7,213.86	7,214.31	100.0%
4896021 · Legal Recovery Cost	100.00	0.00	100.00	100.0%
4920045 · Undistributed Earnings	0.00	-5,229.23	5,229.23	100.0%
Total Income	39,850.45	-12,048.08	51,898.53	430.8%
Expense				
5101000 · Annual/Sick Leave Compensation	0.00	10,369.86	-10,369.86	-100.0%
5101010 · F-T Emp Sal & Wages	5,767.45	5,367.35	400.10	7.5%
5101020 · P-T/Temp Emp Sal & Wages	4,401.64	4,442.08	-40.44	-0.9%
5102010 · OASI-Employer's Share	707.78	3,476.70	-2,768.92	-79.6%
5102020 · Retirement-ER Share	538.03	588.56	-50.53	-8.6%
5102060 · Health /Life Ins.-ER Share	1,663.08	1,105.98	557.10	50.4%
5102080 · Worker's Compensation	24.41	47.10	-22.69	-48.2%
5102090 · Unemployment Insurance	1.33	0.88	0.45	51.1%
5203230 · OS-Auto Private High Mileage	0.00	392.28	-392.28	-100.0%
5203260 · OS-Air Commercial Carrier	0.00	892.20	-892.20	-100.0%
5203280 · OS-Other Public Carrier	0.00	18.93	-18.93	-100.0%
5203300 · OS-Lodging	0.00	1,598.82	-1,598.82	-100.0%
5203320 · OS-Incidentals to Travel	0.00	36.00	-36.00	-100.0%
5203350 · OS-Non-Taxable Meals Overnight	0.00	130.00	-130.00	-100.0%
5204180 · Computer Services-State	0.00	524.95	-524.95	-100.0%
5204181 · Computer Development Serv-State	0.00	38.00	-38.00	-100.0%
5204200 · Central Services	197.06	176.09	20.97	11.9%
5204220 · Equipment Service & Maintenance	3.87	3.52	0.35	9.9%
5204230 · Janitorial/Maintenance Services	159.84	145.31	14.53	10.0%
5204330 · Computer Software Lease	200.00	0.00	200.00	100.0%
5204460 · Equipment Rental	79.00	79.00	0.00	0.0%
5204490 · Rents Privately Owned Property	0.00	1,380.75	-1,380.75	-100.0%
5204521 · Revenue Bond Lease Payment	1,380.75	0.00	1,380.75	100.0%
5204530 · Telecommunications Services	297.44	101.70	195.74	192.5%
5204540 · Electricity	46.33	40.25	6.08	15.1%

South Dakota Board of Accountancy
PREVIOUS YEAR MONTHLY COMPARISON
June 2023

	<u>Jun 23</u>	<u>Jun 22</u>	<u>\$ Change</u>	<u>% Change</u>
5204560 · Water	25.35	0.00	25.35	100.0%
5204740 · Bank Fees and Charges	100.96	96.39	4.57	4.7%
5204960 · Other Contractual Services	0.00	1,038.00	-1,038.00	-100.0%
5205020 · Office Supplies	140.60	1.86	138.74	7,459.1%
5205320 · Printing/Duplicating/Binding Co	29.20	32.85	-3.65	-11.1%
5228000 · Operating Transfers Out-NonBudg	1,106.84	787.10	319.74	40.6%
5228030 · Depreciation Expense	473.26	473.26	0.00	0.0%
Total Expense	<u>17,344.22</u>	<u>33,385.77</u>	<u>-16,041.55</u>	<u>-48.1%</u>
Net Ordinary Income	<u>22,506.23</u>	<u>-45,433.85</u>	<u>67,940.08</u>	<u>149.5%</u>
Other Income/Expense				
Other Expense				
5228090 · SecuritiyLendingRebateFees	0.00	84.33	-84.33	-100.0%
Total Other Expense	<u>0.00</u>	<u>84.33</u>	<u>-84.33</u>	<u>-100.0%</u>
Net Other Income	<u>0.00</u>	<u>-84.33</u>	<u>84.33</u>	<u>100.0%</u>
Net Income	<u><u>22,506.23</u></u>	<u><u>-45,518.18</u></u>	<u><u>68,024.41</u></u>	<u><u>149.4%</u></u>

South Dakota Board of Accountancy
PREVIOUS YEAR TO DATE MONTHLY COMPARISON
 July 2022 through June 2023

	Jul '22 - Jun 23	Jul '21 - Jun 22	\$ Change	% Change
Ordinary Income/Expense				
Income				
4293550 · Initial Individual Certificate	2,000.00	2,625.00	-625.00	-23.8%
4293551 · Certificate Renewals-Active	73,020.00	63,630.00	9,390.00	14.8%
4293552 · Certificate Renewals-Inactive	22,700.00	19,750.00	2,950.00	14.9%
4293553 · Certificate Renewals-Retired	2,280.00	1,610.00	670.00	41.6%
4293554 · Initial Firm Permits	750.00	650.00	100.00	15.4%
4293555 · Firm Permit Renewals	16,700.00	14,650.00	2,050.00	14.0%
4293557 · Initial Audit	720.00	570.00	150.00	26.3%
4293558 · Re-Exam Audit	1,560.00	1,696.12	-136.12	-8.0%
4293560 · Late Fees-Initial Certificate	350.00	200.00	150.00	75.0%
4293561 · Late Fees-Certificate Renewals	2,850.00	3,200.00	-350.00	-10.9%
4293563 · Late Fees-Firm Permit Renewals	400.00	650.00	-250.00	-38.5%
4293564 · Late Fees-Peer Review	1,750.00	1,700.00	50.00	2.9%
4293566 · Firm Permit Owners	143,320.00	129,185.00	14,135.00	10.9%
4293567 · Peer Review Admin Fee	5,025.00	3,375.00	1,650.00	48.9%
4293568 · Firm Permit Name Change	200.00	100.00	100.00	100.0%
4293569 · Initial FAR	840.00	1,200.00	-360.00	-30.0%
4293570 · Initial REG	420.00	570.00	-150.00	-26.3%
4293571 · Initial BEC	750.00	450.00	300.00	66.7%
4293572 · Re-Exam FAR	1,080.00	1,650.00	-570.00	-34.6%
4293573 · Re-Exam REG	1,350.00	1,620.00	-270.00	-16.7%
4293574 · Re-Exam BEC	1,410.00	1,320.00	90.00	6.8%
4491000 · Interest and Dividend Revenue	4,115.61	-64.83	4,180.44	6,448.3%
4896021 · Legal Recovery Cost	1,600.00	4,151.89	-2,551.89	-61.5%
4920045 · Undistributed Earnings	0.00	-5,229.23	5,229.23	100.0%
Total Income	285,190.61	249,258.95	35,931.66	14.4%
Expense				
5101000 · Annual/Sick Leave Compensation	-8,281.67	10,369.86	-18,651.53	-179.9%
5101010 · F-T Emp Sal & Wages	68,322.02	66,999.18	1,322.84	2.0%
5101020 · P-T/Temp Emp Sal & Wages	45,131.60	50,435.37	-5,303.77	-10.5%
5101030 · Board & Comm Mbrs Fees	4,500.00	3,840.00	660.00	17.2%
5102010 · OASI-Employer's Share	5,283.79	10,342.33	-5,058.54	-48.9%
5102020 · Retirement-ER Share	6,655.25	7,046.05	-390.80	-5.6%
5102060 · Health /Life Ins.-ER Share	22,333.74	26,201.23	-3,867.49	-14.8%
5102080 · Worker's Compensation	272.24	248.31	23.93	9.6%
5102090 · Unemployment Insurance	14.83	10.82	4.01	37.1%
5203010 · Auto--State Owned	183.60	51.60	132.00	255.8%
5203020 · Auto-Private-Ownes Low Mileage	119.37	141.22	-21.85	-15.5%
5203030 · In State-Auto- Priv. High Miles	528.36	687.96	-159.60	-23.2%
5203100 · In State-Lodging	225.00	169.00	56.00	33.1%
5203140 · InState-Tax Meals Not OverNigt	42.00	42.00	0.00	0.0%
5203150 · InState-Non-Tax Meals OverNight	194.00	94.00	100.00	106.4%
5203230 · OS-Auto Private High Mileage	0.00	392.28	-392.28	-100.0%
5203260 · OS-Air Commercial Carrier	3,807.90	892.20	2,915.70	326.8%
5203280 · OS-Other Public Carrier	339.06	59.60	279.46	468.9%
5203300 · OS-Lodging	4,811.46	2,814.70	1,996.76	70.9%
5203320 · OS-Incidentals to Travel	224.00	117.00	107.00	91.5%
5203350 · OS-Non-Taxable Meals Overnight	556.00	242.00	314.00	129.8%
5204010 · Subscriptions	450.20	846.30	-396.10	-46.8%

South Dakota Board of Accountancy
PREVIOUS YEAR TO DATE MONTHLY COMPARISON
July 2022 through June 2023

	Jul '22 - Jun 23	Jul '21 - Jun 22	\$ Change	% Change
5204020 · Dues and Membership Fees	3,460.00	3,450.00	10.00	0.3%
5204040 · Consultant Fees-Accounting	3,900.00	3,700.00	200.00	5.4%
5204050 · Consultant Fees - Computer	24,085.35	22,540.68	1,544.67	6.9%
5204160 · Workshop Registration Fees	8,295.00	2,870.00	5,425.00	189.0%
5204180 · Computer Services-State	5,279.70	5,784.35	-504.65	-8.7%
5204181 · Computer Development Serv-State	77.18	207.20	-130.02	-62.8%
5204200 · Central Services	7,934.27	7,925.08	9.19	0.1%
5204220 · Equipment Service & Maintenance	53.55	51.87	1.68	3.2%
5204230 · Janitorial/Maintenance Services	1,918.08	1,743.72	174.36	10.0%
5204330 · Computer Software Lease	568.89	714.70	-145.81	-20.4%
5204460 · Equipment Rental	3,586.44	3,766.49	-180.05	-4.8%
5204490 · Rents Privately Owned Property	0.00	16,569.00	-16,569.00	-100.0%
5204521 · Revenue Bond Lease Payment	16,569.00	0.00	16,569.00	100.0%
5204530 · Telecommunications Services	3,122.09	2,308.84	813.25	35.2%
5204540 · Electricity	699.84	732.13	-32.29	-4.4%
5204560 · Water	146.10	134.10	12.00	9.0%
5204590 · Insurance Premiums/Surety Bonds	1,892.00	1,572.94	319.06	20.3%
5204740 · Bank Fees and Charges	5,551.84	4,197.29	1,354.55	32.3%
5204960 · Other Contractual Services	0.00	1,038.00	-1,038.00	-100.0%
5205020 · Office Supplies	772.30	569.19	203.11	35.7%
5205040 · Education & Inst. Supplies	452.55	0.00	452.55	100.0%
5205320 · Printing/Duplicating/Binding Co	344.21	360.12	-15.91	-4.4%
5205350 · Postage	2,000.00	1,000.00	1,000.00	100.0%
5205700 · Retail Gasoline	39.75	0.00	39.75	100.0%
5207491 · Telephone Equip	1,810.00	0.00	1,810.00	100.0%
5207900 · Computer Hardware	1,780.25	0.00	1,780.25	100.0%
5207960 · Computer Software Expense	549.00	0.00	549.00	100.0%
5228000 · Operating Transfers Out-NonBudg	6,165.51	7,544.46	-1,378.95	-18.3%
5228030 · Depreciation Expense	5,679.12	5,679.12	0.00	0.0%
Total Expense	262,444.77	276,502.29	-14,057.52	-5.1%
Net Ordinary Income	22,745.84	-27,243.34	49,989.18	183.5%
Other Income/Expense				
Other Expense				
5228090 · SecurityLendingRebateFees	0.00	84.33	-84.33	-100.0%
Total Other Expense	0.00	84.33	-84.33	-100.0%
Net Other Income	0.00	-84.33	84.33	100.0%
Net Income	22,745.84	-27,327.67	50,073.51	183.2%

EXECUTIVE DIRECTOR'S REPORT

Nicole Kasin

Renewals for individuals and firms

Paper renewal forms were available on our website on June 15, 2023. Online renewals opened June 15, 2023. Renewals as of 7-13-23:

Entity	Renewed thru 7/31/2023	Pending renewals thru 7/31/2024	Completed renewals thru 7/31/2024
Firms	289	182	102
Individuals – Active	1284	860	425
Individuals – Inactive	357	199	160
Individuals – Retired	171	91	96

CPE Extensions

There have been 41 administrative extensions granted for the CPE reporting period ending June 30, 2023 through July 13, 2023. The extensions are valid through 9-30-23.

CPA Exam Candidates – Follow up from June meeting

The CBT Committee had recommended this language to boards which was reviewed at the meeting in June and tabled the discussion until you had the numbers of how may this may affect:

In addition, the board should grant the Executive Director the authority to extend credit up to 12 months from the current expiration date on a case-by-case basis until the 30-month rule is effective.

I ran a query and we have 13 candidates that have or will have parts expiring in 2023, that have not completed the exam process.

Breakdown of the 13:

3 have not applied for a section since 2021 or prior

1 has not applied for a section since Nov 2022

1 has not applied for a section since Jan 2023

8 are "in progress":

*1 has 1 part passed

*6 have 2 parts passed

*1 has 3 parts passed

NASBA Western Regional Meeting Recap

- Experience, Learn and Earn Program (ELE)
- Uniform CPA Exam and Beyond
- Peer Review Process – Responsibilities of State Boards
- Regional Breakout
 - Approving 30 month for exam candidates
 - Prometric seat capacity
 - Emerging Issues from State Boards
- Legal Updates
- CPE standards updates
- Legislative midyear report

- Licensure Pathways
 - 120 v. 150 hours for licensure

PROC Contract Discussion

April 2022-June 30, 2023, we had a PROC contract with Oklahoma Board of Accountancy. Due to staff turnover at the OKBOA, the review of the contract by new staff was addressed in June. OKBOA found out in the review that they do not have access to view the South Dakota firms reports to be an active PROC for us. The Oklahoma Society of CPAs cannot provide the reports to the OKBOA for South Dakota. The contract expired and no work was performed on the contract.

Pre-Budget Discussion

- Sioux Falls office location – DLR is proposing the office move into the One-Stop location that is currently being built. Our current rent expense is \$13.15/sq ft annually. The proposal for the new location is estimating at \$28.92/sq ft. annually.
- CPA licensees shifting in age, changing dynamic of those that are active, inactive and retired.
- Consolidation of firms and declining renewals.
- FY2024 will have salary adjustments and full staff.
- Exam Candidate trends to expect at end of 2023 and into 2024.
- Software depreciation ends in FY2024.

Discussion with SD CPA Society

The Society will be attending the August meeting. General topics covered are:

- CPA Exam
- Proposed changes to rules
 - Moving to 30 months instead of 18 and using the score release date to calculate
 - Principles 1 & 2 not counting towards 24 hours in accounting
- Recap from Educators Conference (proposed for August)
- 120 v. 150 sitting for exam and licensure discussion
- Society updates on initiatives
 - Pipeline
 - STEM
 - College outreach/scholarships

Are there any other topics the board would like added to the agenda?

Board Discussion

- Any New Business/topics?