

Meeting Agenda
SOUTH DAKOTA BOARD OF ACCOUNTANCY
 Conference Call
 Call in Number 1-844-833-2681 Access Code 0309918#
 June 10, 2020
 9:00 a.m. (CT)

A=Action
 D=Discussion
 I=Information

A. Call to Order.....	Budahl
B. Roll Call	Kasin
C. Public Comment.....	Oratory
D. A-Approval of Minutes of Meeting May 7, 2020.....	2
E. A-Approval of Certificates & Firm Permits.....	3-4
F. A-Approval of Financial Statements through May 2020.....	5-22
G. A-Requests from Candidates.....	23-24
H. D-Executive Director's Report.....	25

NASBA

I. D-UAA Model Rules proposed revisions.....	26-36
J. D-Board of Directors Meeting Minutes January 17, 2020.....	37-45
K. D-Board of Directors Meeting Minutes March 5, 2020.....	46-47
L. D-Board of Directors Meeting Highlights April 24, 2020.....	48-49
M. D-Quarterly Focus Question Executive Summary and Responses...	50-57

EXECUTIVE SESSION

N. Equivalent Reviews and Follow-ups for Board Approval.....	Spt. Pkt.
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FUTURE MEETING DATES (all times CT)

- O. Meeting Dates
 July 22 – 9:00 Conference Call
 August 20 – 8:30 Board Office Sioux Falls
- P. Adjournment

Meeting Minutes & Public Hearing
SOUTH DAKOTA BOARD OF ACCOUNTANCY
Conference Call
May 7, 2020 9:00 a.m. CT

Chair Diedre Budahl called the meeting to order at 9:00 a.m. Nicole Kasin called the roll. A quorum was present.

Members Present: Jay Tolsma, Marty Guindon, David Pummel, Jeff Smith, Jeff Strand, and Deidre Budahl.

Others Present: Nicole Kasin, Executive Director; Julie Iverson, Sr, Secretary; Trista Burke, Secretary; Graham Oey, Staff Attorney; and Tommy Pollema, SD CPA Society.

Jeff Strand made a motion to approve the agenda. David Pummel seconded the motion. A roll call vote was taken. **MOTION PASSED.** (Tolsma-yea; Guindon-yea; Pummel-yea; Smith-yea; Strand-yea; Budahl-yea)

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

Jay Tolsma made a motion to approve the April 28, 2020 meeting minutes. Jeff Smith seconded the motion. A roll call vote was taken. **MOTION PASSED.** (Tolsma-yea; Guindon-yea; Pummel-yea; Smith-yea; Strand-yea; Budahl-yea)

Marty Guindon made a motion to begin the Public Rules Hearing at 9:02 a.m. Jeff Strand seconded the motion. A roll call vote was taken. **MOTION PASSED.** (Tolsma-yea; Guindon-yea; Pummel-yea; Smith-yea; Strand-yea; Budahl-yea)

The regular meeting of the board was suspended at 9:02 a.m. for a public hearing to adopt rule changes. See minutes of hearing posted for action taken.

The regular meeting of the Board was reconvened at 9:14 a.m.

FUTURE MEETING DATES (all times CT)

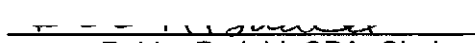
June 10, 2020 – 9:00 a.m. conference call

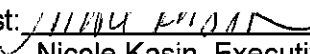
July 22, 2020 – 9:00 a.m. conference call

August 20, 2020 – 8:30 a.m. Board office, Sioux Falls

Jay Tolsma made a motion to adjourn the meeting. Jeff Strand seconded the motion. A roll call vote was taken. **MOTION PASSED** (Tolsma-yea; Guindon-yea; Pummel-yea; Smith-yea; Strand-yea; Budahl-yea)

All business having come before the board was concluded and Chair Deidre Budahl adjourned the meeting at 9:15 a.m.


Deidre Budahl, CPA, Chair

Attest: 
Nicole Kasin, Executive Director


Jeff Smith, Sec/Treasurer

**CERTIFIED PUBLIC ACCOUNTANT CERTIFICATES
BOARD COPY**

Issued Through June 5, 2020

Number	Name	Date Issued	Location
3472	Michele E. Bahr	5/02/20	Sioux Falls, SD
3473	Shane Michael Dooyema	5/11/20	Sioux Falls, SD

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

**Issued Through
June 5, 2020**

Number	Name	Date Issued	Basis/Comments
1745	Wilson & Associates CPAs San Diego, CA	05/07/20	New Firm

STATE OF SOUTH DAKOTA
CASH CENTER BALANCES
AS OF: 04/30/2020

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

COMPANY	CENTER	ACCOUNT	BALANCE	DR/CR	CENTER DESCRIPTION
6503	103100061802	1140000	384,486.30	DR	BOARD OF ACCOUNTANCY
COMPANY/SOURCE TOTAL 6503 618			384,486.30	DR *	
COMP/BUDG UNIT TOTAL 6503 1031			384,486.30	DR **	
BUDGET UNIT TOTAL 1031			384,486.30	DR ***	

STATE OF SOUTH DAKOTA
MONTHLY EXPENDITURE REPORT
FOR PERIOD ENDING: 04/30/2020

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

COMP	CENTER	ACCOUNT	DOCUMENT NUMBER	POSTING DATE	JV APPL OR PAYMENT #	SHORT NAME	VENDOR NUMBER	VENDOR GROUP	AMOUNT	DR/CR
COMPANY NO 6503 PROFESSIONAL & LICENSING BOARDS										
6503	103100061802	51010100	CGEX200326	04/01/2020					2,747.90	DR
6503	103100061802	51010100	CGEX200414	04/17/2020					2,738.39	DR
OBJSUB: 5101010 F-T EMP SAL & WAGES										
6503	103100061802	51010200	CGEX200326	04/01/2020					5,486.29	DR *
6503	103100061802	51010200	CGEX200326	04/01/2020					1,804.02	DR
6503	103100061802	51010200	CGEX200414	04/17/2020					1,825.49	DR
OBJSUB: 5101020 P-T/TEMP EMP SAL & WAGES										
6503	103100061802	51010300	CGEX200414	04/17/2020					3,629.51	DR *
OBJSUB: 5101030 BOARD & COMM MERS FEES										
6503	103100061802	51020100	CGEX200326	04/01/2020					9,415.80	DR **
6503	103100061802	51020100	CGEX200326	04/01/2020					311.61	DR
6503	103100061802	51020100	CGEX200414	04/17/2020					335.51	DR
OBJSUB: 5102010 OASI-EMPLOYER'S SHARE										
6503	103100061802	51020200	CGEX200326	04/01/2020					647.12	DR *
6503	103100061802	51020200	CGEX200414	04/17/2020					241.77	DR
OBJSUB: 5102020 RETIREMENT-ER SHARE										
6503	103100061802	51020600	CGEX200326	04/01/2020					484.35	DR *
6503	103100061802	51020600	CGEX200414	04/17/2020					1,591.37	DR
OBJSUB: 5102060 HEALTH/LIFE INS -ER SHARE										
6503	103100061802	51020800	CGEX200326	04/01/2020					5.92	DR
6503	103100061802	51020800	CGEX200414	04/17/2020					5.95	DR
OBJSUB: 5102080 WORKER'S COMPENSATION										
6503	103100061802	51020900	CGEX200326	04/01/2020					11.87	DR *
6503	103100061802	51020900	CGEX200414	04/17/2020					1.99	DR
OBJSUB: 5102090 UNEMPLOYMENT COMPENSATION										
6503	103100061802	52040200	23312	04/15/2020	02335562	COUNCILONL	12116359		250.00	DR
OBJSUB: 5204020 DUES & MEMBERSHIP FEES										
6503	103100061802	52041800	DP003094	04/30/2020					493.05	DR *
OBJSUB: 5204180 COMPUTER SERVICES-STATE										
6503	103100061802	52042000	PL003056	04/24/2020					493.05	DR *
6503	103100061802	52042000	RM003047	05/01/2020					71.11	DR
OBJSUB: 5204200 CENTRAL SERVICES										
6503	103100061802	52042300	20106	JUL-JUN 20 04/28/2020	117926	SUNSETOFFI	12043890		167.91	DR *
OBJSUB: 52042300 CENTRAL SERVICES										
6503	103100061802	52042300	20106	JUL-JUN 20 04/28/2020	117926	SUNSETOFFI	12043890		139.67	DR *

STATE OF SOUTH DAKOTA
MONTHLY EXPENDITURE REPORT
FOR PERIOD ENDING: 04/30/2020

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

COMP	CENTER	ACCOUNT	DOCUMENT NUMBER	POSTING DATE	JV AEPVL #, OR PAYMENT #	SHORT NAME	VENDOR NUMBER	VENDOR GROUP	AMOUNT	DR/ CR
6503	1031000061802	5204230	JANITORIAL & MAINT SERV	04/28/2020	02337066	ABERDEENAM	12028485		139.67	DR *
6503	1031000061802	5204360	ADVERTISING-NEWSPAPER	04/15/2020	142642	MCGINNISRO	12074040		42.83	DR *
6503	1031000061802	5204490	RENTS-PRIVATE OWNED PROP.	05/01/2020					1,380.75	DR *
6503	1031000061802	5204530	TELECOMMUNICATIONS SRVCS	04/17/2020	244450				98.71	DR *
6503	1031000061802	5204740	BANK FEES AND CHARGES	04/22/2020	00645927	NATLASSNST	12005047		60.42	DR *
6503	1031000061802	5205028	OFFICE SUPPLIES	04/08/2020	00644580	PREFERREDP	12308425		27.69	DR *
6503	1031000061802	5205320	PRINTING-COMMERCIAL	04/30/2020	317755				24.15	DR *
6503	1031000061802	5205350	CGEXX200429	04/22/2020	00645932	USPOSTALSE	12005421	A2	24.80	DR *
6503	1031000061802	5205350	POSTAGE SUPPLIES & MATERIALS	04/17/2020					1,000.00	DR *
6503	1031000061802	5228000	OPER TRANS OUT -NON BUDGT						1,024.80	DR *
6503	1031000061802	5228000	NONOP EXP/NONBGTD OP TR						1,076.64	DR **
6503	1031000061802	5228000	OPERATING EXPENSES						272.85	DR **
6503	1031000061802	5228000	OPER TRANS OUT -NON BUDGT						272.85	DR **
6503	1031000061802	5228000	NONOP EXP/NONBGTD OP TR						7,547.23	DR **
6503	1031000061802	5228000	OPERATING EXPENSES						21,290.87	DR **
6503	1031000061802	5228000	OPER TRANS OUT -NON BUDGT						21,290.87	DR **
6503	1031000061802	5228000	NONOP EXP/NONBGTD OP TR						21,290.87	DR **
6503	1031000061802	5228000	OPERATING EXPENSES						21,290.87	DR **

South Dakota Board of Accountancy
Balance Sheet
As of April 30, 2020

	Apr 30, 20
ASSETS	
Current Assets	
Checking/Savings	
1130000 · Local Checking - Great Western	384.53
1140000 · Pool Cash State of SD	384,486.30
Total Checking/Savings	384,870.83
Other Current Assets	
1131000 · Interest Income Receivable	18,765.30
1213000 · Investment Income Receivable	2,557.09
Total Other Current Assets	21,322.39
Total Current Assets	406,193.22
Fixed Assets	
1670000 · Computer Software	
Original Cost	34,075.00
1770000 · Depreciation	-11,358.52
Total 1670000 · Computer Software	22,716.48
Total Fixed Assets	22,716.48
TOTAL ASSETS	428,909.70
LIABILITIES & EQUITY	
Liabilities	
Current Liabilities	
Accounts Payable	
2110000 · Accounts Payable	1,153.87
Total Accounts Payable	1,153.87
Other Current Liabilities	
2430000 · Accrued Wages Payable	9,046.39
2810000 · Amounts Held for Others	17,855.22
Total Other Current Liabilities	26,901.61
Total Current Liabilities	28,055.48
Long Term Liabilities	
2960000 · Compensated Absences Payable	25,918.05
Total Long Term Liabilities	25,918.05
Total Liabilities	53,973.53
Equity	
3220000 · Net Position	295,108.26
3300100 · Invested in Capital Assets	22,716.76
3900 · Retained Earnings	24,442.67
Net Income	32,668.48
Total Equity	374,936.17
TOTAL LIABILITIES & EQUITY	428,909.70

South Dakota Board of Accountancy
Profit & Loss Budget vs. Actual
 July 2019 through June 2020

	Jul '19 - Jun 20	Budget	\$ Over Budget	% of Budget
Ordinary Income/Expense				
Income				
4293550 · Initial Individual Certificate	4,785.00	2,500.00	2,285.00	191.4%
4293551 · Certificate Renewals-Active	62,940.00	62,500.00	440.00	100.7%
4293552 · Certificate Renewals-Inactive				
5208014 · REFUNDS	-40.00			
4293552 · Certificate Renewals-Inactive - Other	19,750.00	21,000.00	-1,250.00	94.0%
Total 4293552 · Certificate Renewals-Inactive	19,710.00	21,000.00	-1,290.00	93.9%
4293553 · Certificate Renewals-Retired	1,240.00	1,400.00	-160.00	88.6%
4293554 · Initial Firm Permits	500.00	700.00	-200.00	71.4%
4293555 · Firm Permit Renewals	11,050.00	14,500.00	-3,450.00	76.2%
4293557 · Initial Audit	180.00	900.00	-720.00	20.0%
4293558 · Re-Exam Audit	1,350.00	2,460.00	-1,110.00	54.9%
4293560 · Late Fees-Initial Certificate	50.00			
4293561 · Late Fees-Certificate Renewals				
5208006 · REFUNDS	-100.00			
4293561 · Late Fees-Certificate Renewals - Other	2,850.00	3,000.00	-150.00	95.0%
Total 4293561 · Late Fees-Certificate Renewals	2,750.00	3,000.00	-250.00	91.7%
4293562 · Late Fees-Firm Permits	0.00	0.00	0.00	0.0%
4293563 · Late Fees-Firm Permit Renewals	300.00	500.00	-200.00	60.0%
4293564 · Late Fees-Peer Review	550.00	1,300.00	-750.00	42.3%
4293566 · Firm Permit Owners	114,460.00	109,000.00	5,460.00	105.0%
4293567 · Peer Review Admin Fee	525.00	5,500.00	-4,975.00	9.5%
4293568 · Firm Permit Name Change	150.00	100.00	50.00	150.0%
4293569 · Initial FAR	390.00	1,140.00	-750.00	34.2%
4293570 · Initial REG	360.00	660.00	-300.00	54.5%
4293571 · Initial BEC	210.00	930.00	-720.00	22.6%
4293572 · Re-Exam FAR	1,170.00	1,860.00	-690.00	62.9%
4293573 · Re-Exam REG	1,470.00	2,310.00	-840.00	63.6%
4293574 · Re-Exam BEC	1,230.00	2,310.00	-1,080.00	53.2%
4491000 · Interest and Dividend Revenue	9,932.08	5,000.00	4,932.08	198.6%
4896021 · Legal Recovery Cost	1,150.00	1,000.00	150.00	115.0%
4950000 · Prior Period Refund Account	0.00	0.00	0.00	0.0%
Total Income	236,452.08	240,570.00	-4,117.92	98.3%
Gross Profit	236,452.08	240,570.00	-4,117.92	98.3%
Expense				
5101010 · F-T Emp Sal & Wages	56,298.31	82,258.00	-25,959.69	68.4%
5101020 · P-T/Temp Emp Sal & Wages	32,522.36	43,000.00	-10,477.64	75.6%
5101030 · Board & Comm Mbrs Fees	4,020.00	4,739.00	-719.00	84.8%
5102010 · OASI-Employer's Share	6,339.19	9,582.00	-3,242.81	66.2%
5102020 · Retirement-ER Share	4,980.28	7,515.00	-2,534.72	66.3%
5102060 · Health /Life Ins.-ER Share	20,355.36	8,470.00	11,885.36	240.3%
5102080 · Worker's Compensation	115.55	213.00	-97.45	54.2%
5102090 · Unemployment Insurance	39.02	125.00	-85.98	31.2%
5203010 · Auto-State Owned	47.79	400.00	-352.21	11.9%
5203020 · Auto-Private-Ownes Low Mileage	104.42	400.00	-295.58	26.1%
5203030 · In State-Auto- Priv. High Miles	749.28	1,500.00	-750.72	50.0%
5203100 · In State-Lodging	338.00	1,000.00	-662.00	33.8%
5203120 · In State-Incidentals to Travel	0.00	100.00	-100.00	0.0%
5203140 · InState-Tax Meals Not Overnigt	0.00	100.00	-100.00	0.0%
5203150 · InState-Non-Tax Meals OverNight	138.00	400.00	-262.00	34.5%
5203220 · OS-Auto Private Low Mileage	0.00	100.00	-100.00	0.0%
5203260 · OS-Air Commercial Carrier	3,693.93	6,500.00	-2,806.07	56.8%
5203280 · OS-Other Public Carrier	147.56	700.00	-552.44	21.1%
5203300 · OS-Lodging	4,109.43	9,000.00	-4,890.57	45.7%
5203320 · OS-Incidentals to Travel	274.00	500.00	-226.00	54.8%
5203350 · OS-Non-Taxable Meals Overnight	416.00	1,000.00	-584.00	41.6%
5204010 · Subscriptions	745.13	1,000.00	-254.87	74.5%
5204020 · Dues and Membership Fees	3,480.00	3,900.00	-420.00	89.2%
5204030 · Legal Document Fees	0.00	300.00	-300.00	0.0%
5204040 · Consultant Fees-Accounting	5,200.00	7,300.00	-2,100.00	71.2%

South Dakota Board of Accountancy
Profit & Loss Budget vs. Actual
July 2019 through June 2020

	Jul '19 - Jun 20	Budget	\$ Over Budget	% of Budget
5204050 · Consultant Fees - Computer	11,064.17	15,000.00	-3,935.83	73.8%
5204080 · Consultant Fees--Legal	0.00	0.00	0.00	0.0%
5204160 · Workshop Registration Fees	4,396.44	6,500.00	-2,103.56	67.6%
5204180 · Computer Services-State	4,241.40	5,000.00	-758.60	84.8%
5204181 · Computer Development Serv-State	274.51	2,000.00	-1,725.49	13.7%
5204200 · Central Services	6,010.57	9,000.00	-2,989.43	66.8%
5204220 · Equipment Service & Maintenance	101.93	300.00	-198.07	34.0%
5204230 · Janitorial/Maintenance Services	1,396.68	1,700.00	-303.32	82.2%
5204340 · Computer Software Maintenance	0.00	2,000.00	-2,000.00	0.0%
5204360 · Advertising-Newspapers	202.81	1,000.00	-797.19	20.3%
5204440 · Newsletter Publishing	0.00	100.00	-100.00	0.0%
5204460 · Equipment Rental	2,520.00	4,000.00	-1,480.00	63.0%
5204490 · Rents Privately Owned Property	15,188.25	16,235.10	-1,046.85	93.6%
5204510 · Rent-Other	0.00	500.00	-500.00	0.0%
5204530 · Telecommunications Services	1,690.79	4,500.00	-2,809.21	37.6%
5204540 · Electricity	798.60	865.00	-66.40	92.3%
5204560 · Water	89.40	240.00	-150.60	37.3%
5204590 · Insurance Premiums/Surety Bonds	180.81	1,710.00	-1,529.19	10.6%
5204740 · Bank Fees and Charges	4,934.54	6,500.00	-1,565.46	75.9%
5204960 · Other Contractual Services	883.43	24,000.00	-23,116.57	3.7%
5205020 · Office Supplies	627.67	3,000.00	-2,372.33	20.9%
5205028 · OFFICE SUPPLIES-2	7.01	0.00	7.01	100.0%
5205310 · Printing State	0.00	250.00	-250.00	0.0%
5205320 · Printing/Duplicating/Binding Co	131.10	1,000.00	-868.90	13.1%
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	1,024.80	2,000.00	-975.20	51.2%
5207430 · Office Machines	0.00	100.00	-100.00	0.0%
5207900 · Computer Hardware	653.40	6,800.00	-6,146.60	9.6%
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	179.07	500.00	-320.93	35.8%
5228000 · Operating Transfers Out-NonBudg	5,160.00	6,000.00	-840.00	86.0%
5228030 · Depreciation Expense	4,732.60	5,679.12	-946.52	83.3%
Total Expense	210,603.59	318,781.22	-108,177.63	66.1%
Net Ordinary Income	25,848.49	-78,211.22	104,059.71	-33.0%
Net Income	25,848.49	-78,211.22	104,059.71	-33.0%

South Dakota Board of Accountancy
PREVIOUS YEAR MONTHLY COMPARISON
April 2020

	Apr 20	Apr 19	\$ Change	% Change
Ordinary Income/Expense				
Income				
4293550 · Initial Individual Certificate	50.00	0.00	50.00	100.0%
4293551 · Certificate Renewals-Active	0.00	50.00	-50.00	-100.0%
4293554 · Initial Firm Permits	0.00	50.00	-50.00	-100.0%
4293557 · Initial Audit	0.00	60.00	-60.00	-100.0%
4293558 · Re-Exam Audit	30.00	13.88	16.12	116.1%
4293561 · Late Fees-Certificate Renewals	0.00	50.00	-50.00	-100.0%
4293564 · Late Fees-Peer Review	50.00	150.00	-100.00	-66.7%
4293566 · Firm Permit Owners	0.00	1,500.00	-1,500.00	-100.0%
4293567 · Peer Review Admin Fee	375.00	150.00	225.00	150.0%
4293569 · Initial FAR	0.00	90.00	-90.00	-100.0%
4293570 · Initial REG	60.00	0.00	60.00	100.0%
4293571 · Initial BEC	30.00	30.00	0.00	0.0%
4293572 · Re-Exam FAR	90.00	60.00	30.00	50.0%
4293573 · Re-Exam REG	120.00	180.00	-60.00	-33.3%
4293574 · Re-Exam BEC	120.00	30.00	90.00	300.0%
4896021 · Legal Recovery Cost	0.00	900.00	-900.00	-100.0%
Total Income	925.00	3,313.88	-2,388.88	-72.1%
Gross Profit	925.00	3,313.88	-2,388.88	-72.1%
Expense				
5101010 · F-T Emp Sal & Wages	5,486.29	6,150.33	-664.04	-10.8%
5101020 · P-T/Temp Emp Sal & Wages	3,629.51	3,399.12	230.39	6.8%
5101030 · Board & Comm Mbrs Fees	300.00	0.00	300.00	100.0%
5102010 · OASI-Employer's Share	647.12	662.46	-15.34	-2.3%
5102020 · Retirement-ER Share	484.35	519.79	-35.44	-6.8%
5102060 · Health /Life Ins.-ER Share	3,180.50	1,630.89	1,549.61	95.0%
5102080 · Worker's Compensation	11.87	20.05	-8.18	-40.8%
5102090 · Unemployment Insurance	4.00	2.11	1.89	89.6%
5203260 · OS-Air Commercial Carrier	0.00	631.00	-631.00	-100.0%
5203280 · OS-Other Public Carrier	0.00	42.99	-42.99	-100.0%
5203300 · OS-Lodging	0.00	786.84	-786.84	-100.0%
5203320 · OS-Incidentals to Travel	0.00	32.00	-32.00	-100.0%
5203350 · OS-Non-Taxable Meals Overnight	0.00	69.00	-69.00	-100.0%
5204010 · Subscriptions	381.30	344.50	36.80	10.7%
5204020 · Dues and Membership Fees	250.00	250.00	0.00	0.0%
5204160 · Workshop Registration Fees	0.00	695.00	-695.00	-100.0%
5204180 · Computer Services-State	0.00	456.30	-456.30	-100.0%
5204200 · Central Services	167.91	498.46	-330.55	-66.3%
5204220 · Equipment Service & Maintenance	52.24	2.02	50.22	2,486.1%
5204230 · Janitorial/Maintenance Services	139.67	136.93	2.74	2.0%
5204360 · Advertising-Newspapers	202.81	0.00	202.81	100.0%
5204460 · Equipment Rental	0.00	79.00	-79.00	-100.0%
5204490 · Rents Privately Owned Property	1,380.75	1,380.75	0.00	0.0%
5204530 · Telecommunications Services	50.85	1,268.21	-1,217.36	-96.0%
5204540 · Electricity	45.21	0.00	45.21	100.0%
5204590 · Insurance Premiums/Surety Bonds	130.81	1,677.60	-1,546.79	-92.2%
5204740 · Bank Fees and Charges	60.42	123.77	-63.35	-51.2%
5205020 · Office Supplies	0.00	57.98	-57.98	-100.0%
5205028 · OFFICE SUPPLIES-2	0.00	168.83	-168.83	-100.0%
5205320 · Printing/Duplicating/Binding Co	0.00	13.80	-13.80	-100.0%
5205350 · Postage	1,024.80	1,000.00	24.80	2.5%
5207900 · Computer Hardware	0.00	300.00	-300.00	-100.0%
5228000 · Operating Transfers Out-NonBudg	272.85	0.00	272.85	100.0%
5228030 · Depreciation Expense	473.26	473.26	0.00	0.0%
Total Expense	18,376.52	22,872.99	-4,496.47	-19.7%
Net Ordinary Income	-17,451.52	-19,559.11	2,107.59	10.8%
Net Income	-17,451.52	-19,559.11	2,107.59	10.8%

South Dakota Board of Accountancy
PREVIOUS YEAR TO DATE MONTHLY COMPARISON
 July 2019 through April 2020

	Jul '19 - Apr 20	Jul '18 - Apr 19	\$ Change	% Change
Ordinary Income/Expense				
Income				
4293550 · Initial Individual Certificate	4,785.00	2,275.00	2,510.00	110.3%
4293551 · Certificate Renewals-Active	62,940.00	63,090.00	-150.00	-0.2%
4293552 · Certificate Renewals-Inactive	19,710.00	20,300.00	-590.00	-2.9%
4293553 · Certificate Renewals-Retired	1,240.00	1,300.00	-60.00	-4.6%
4293554 · Initial Firm Permits	500.00	800.00	-300.00	-37.5%
4293555 · Firm Permit Renewals	11,050.00	14,000.00	-2,950.00	-21.1%
4293557 · Initial Audit	180.00	480.00	-300.00	-62.5%
4293558 · Re-Exam Audit	1,350.00	1,740.00	-390.00	-22.4%
4293560 · Late Fees-Initial Certificate	50.00	50.00	0.00	0.0%
4293561 · Late Fees-Certificate Renewals	2,750.00	3,050.00	-300.00	-9.8%
4293563 · Late Fees-Firm Permit Renewals	300.00	950.00	-650.00	-68.4%
4293564 · Late Fees-Peer Review	550.00	1,750.00	-1,200.00	-68.6%
4293566 · Firm Permit Owners	114,460.00	112,825.00	1,635.00	1.5%
4293567 · Peer Review Admin Fee	525.00	975.00	-450.00	-46.2%
4293568 · Firm Permit Name Change	150.00	75.00	75.00	100.0%
4293569 · Initial FAR	390.00	930.00	-540.00	-58.1%
4293570 · Initial BEC	360.00	540.00	-180.00	-33.3%
4293571 · Initial BEC	210.00	330.00	-120.00	-36.4%
4293572 · Re-Exam FAR	1,170.00	1,710.00	-540.00	-31.6%
4293573 · Re-Exam REG	1,470.00	1,680.00	-210.00	-12.5%
4293574 · Re-Exam BEC	1,230.00	1,740.00	-510.00	-29.3%
4491000 · Interest and Dividend Revenue	9,932.08	5,660.71	4,271.37	75.5%
4896021 · Legal Recovery Cost	1,150.00	3,250.00	-2,100.00	-64.6%
4950000 · Prior Period Refund Account	0.00	278.75	-278.75	-100.0%
Total Income	236,452.08	239,779.46	-3,327.38	-1.4%
Gross Profit	236,452.08	239,779.46	-3,327.38	-1.4%
Expense				
5101010 · F-T Emp Sal & Wages	53,460.78	53,690.02	-229.24	-0.4%
5101020 · P-T/Temp Emp Sal & Wages	30,842.43	30,422.89	419.54	1.4%
5101030 · Board & Comm Mbrs Fees	4,020.00	3,060.00	960.00	31.4%
5102010 · OASI-Employer's Share	6,030.43	6,013.30	17.13	0.3%
5102020 · Retirement-ER Share	4,742.31	4,841.35	-99.04	-2.1%
5102060 · Health /Life Ins.-ER Share	18,743.03	15,054.23	3,688.80	24.5%
5102080 · Worker's Compensation	109.61	160.81	-51.20	-31.8%
5102090 · Unemployment Insurance	37.07	22.50	14.57	64.8%
5203010 · Auto--State Owned	47.79	61.59	-13.80	-22.4%
5203020 · Auto-Private-Ownes Low Mileage	104.42	338.56	-234.14	-69.2%
5203030 · In State-Auto- Priv. High Miles	749.28	906.36	-157.08	-17.3%
5203100 · In State-Lodging	338.00	294.00	44.00	15.0%
5203120 · In State-Incidentals to Travel	0.00	10.00	-10.00	-100.0%
5203140 · InState-Tax Meals Not Overnigt	0.00	59.00	-59.00	-100.0%
5203150 · InState-Non-Tax Meals OverNight	138.00	180.00	-42.00	-23.3%
5203230 · OS-Auto Private High Mileage	0.00	61.32	-61.32	-100.0%
5203260 · OS-Air Commercial Carrier	3,693.93	5,285.34	-1,591.41	-30.1%
5203280 · OS-Other Public Carrier	147.56	1,001.69	-854.13	-85.3%
5203300 · OS-Lodging	4,109.43	6,307.03	-2,197.60	-34.8%
5203320 · OS-Incidentals to Travel	274.00	268.00	6.00	2.2%
5203350 · OS-Non-Taxable Meals Overnight	416.00	681.00	-265.00	-38.9%
5204010 · Subscriptions	745.13	669.33	75.80	11.3%
5204020 · Dues and Membership Fees	3,480.00	3,450.00	30.00	0.9%
5204040 · Consultant Fees-Accounting	5,200.00	0.00	5,200.00	100.0%
5204050 · Consultant Fees - Computer	11,064.17	18,799.90	-7,735.73	-41.2%
5204160 · Workshop Registration Fees	4,396.44	4,865.00	-468.56	-9.6%
5204180 · Computer Services-State	4,241.40	2,707.32	1,534.08	56.7%
5204181 · Computer Development Serv-State	274.51	426.00	-151.49	-35.6%
5204200 · Central Services	6,010.57	5,955.62	54.95	0.9%
5204220 · Equipment Service & Maintenance	101.93	27.16	74.77	275.3%
5204230 · Janitorial/Maintenance Services	1,396.68	1,369.30	27.38	2.0%
5204340 · Computer Software Maintenance	0.00	405.60	-405.60	-100.0%
5204360 · Advertising-Newspapers	202.81	306.49	-103.68	-33.8%
5204460 · Equipment Rental	2,520.00	2,443.60	76.40	3.1%
5204490 · Rents Privately Owned Property	15,188.25	13,584.90	1,603.35	11.8%

South Dakota Board of Accountancy
PREVIOUS YEAR TO DATE MONTHLY COMPARISON
July 2019 through April 2020

	<u>Jul '19 - Apr 20</u>	<u>Jul '18 - Apr 19</u>	<u>\$ Change</u>	<u>% Change</u>
5204530 · Telecommunications Services	1,592.08	4,505.90	-2,913.82	-64.7%
5204540 · Electricity	798.60	719.63	78.97	11.0%
5204560 · Water	89.40	89.40	0.00	0.0%
5204590 · Insurance Premiums/Surety Bonds	180.81	1,677.60	-1,496.79	-89.2%
5204740 · Bank Fees and Charges	4,934.54	4,693.17	241.37	5.1%
5204960 · Other Contractual Services	883.43	564.50	318.93	56.5%
5205020 · Office Supplies	590.82	25,263.00	-24,672.18	-97.7%
5205028 · OFFICE SUPPLIES-2	6.99	574.03	-567.04	-98.8%
5205320 · Printing/Duplicating/Binding Co	131.10	227.70	-96.60	-42.4%
5205330 · Supplemental Publications	0.00	486.25	-486.25	-100.0%
5205350 · Postage	1,024.80	2,036.62	-1,011.82	-49.7%
5207490 · Telephone Equipment	0.00	2,305.60	-2,305.60	-100.0%
5207900 · Computer Hardware	653.40	1,453.02	-799.62	-55.0%
5207960 · Computer Software Expense	179.07	281.64	-102.57	-36.4%
5228000 · Operating Transfers Out-NonBudg	5,160.00	5,201.55	-41.55	-0.8%
5228030 · Depreciation Expense	4,732.60	4,732.60	0.00	0.0%
Total Expense	<u>203,783.60</u>	<u>238,541.42</u>	<u>-34,757.82</u>	<u>-14.6%</u>
Net Ordinary Income	<u>32,668.48</u>	<u>1,238.04</u>	<u>31,430.44</u>	<u>2,538.7%</u>
Net Income	<u><u>32,668.48</u></u>	<u><u>1,238.04</u></u>	<u><u>31,430.44</u></u>	<u><u>2,538.7%</u></u>

BA1409R1

STATE OF SOUTH DAKOTA
CASH CENTER BALANCES
AS OF: 05/31/2020

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

COMPANY	CENTER	ACCOUNT	BALANCE	DR/CR	CENTER DESCRIPTION
6503	103100061802	1140000	372,036.83	DR	BOARD OF ACCOUNTANCY
COMPANY/SOURCE TOTAL 6503 618			372,036.83	DR *	
COMP/BUDG UNIT TOTAL 6503 1031			372,036.83	DR **	
BUDGET UNIT TOTAL 1031			372,036.83	DR ***	

STATE OF SOUTH DAKOTA
MONTHLY EXPENDITURE REPORT
FOR PERIOD ENDING: 05/31/2020

AGENCY	BUDGET UNIT	CENTER	ACCOUNT	DOCUMENT NUMBER	POSTING DATE	JV APPVL # OR PAYMENT #	SHORT NAME	VENDOR NUMBER	VENDOR GROUP	AMOUNT	DR/CR
10	1031	10310	LABOR & REGULATION BOARD OF ACCOUNTANCY BOARD OF ACCOUNTANCY								
6503	103100061802	51010100	CGEX200428		05/01/2020					2,837.53	DR
6503	103100061802	51010100	CGEX200513		05/15/2020					2,895.64	DR
6503	103100061802	51010100	F-T EMP SAL & WAGES		05/01/2020					5,733.17	DR
6503	103100061802	51010200	CGEX200428		05/01/2020					1,679.93	DR
6503	103100061802	51010200	CGEX200513		05/15/2020					1,617.15	DR
6503	103100061802	51010300	P-T/TEMP EMP SAL & WAGES		05/15/2020					3,297.08	DR
6503	103100061802	51010300	CGEX200513		05/15/2020					600.00	DR
6503	103100061802	51010300	BOARD & COMM MBRS FEES		05/01/2020					600.00	DR
6503	103100061802	51020100	EMPLOYEE SALARIES		05/01/2020					9,630.25	DR
6503	103100061802	51020100	CGEX200428		05/01/2020					308.76	DR
6503	103100061802	51020100	CGEX200513		05/15/2020					354.03	DR
6503	103100061802	51020200	OASI-EMPLOYER'S SHARE		05/01/2020					662.79	DR
6503	103100061802	51020200	CGEX200428		05/01/2020					237.97	DR
6503	103100061802	51020200	CGEX200513		05/15/2020					243.54	DR
6503	103100061802	51020600	RETIREMENT-ER SHARE		05/01/2020					481.51	DR
6503	103100061802	51020600	CGEX200428		05/01/2020					1,612.33	DR
6503	103100061802	51020600	CGEX200513		05/15/2020					1,625.99	DR
6503	103100061802	51020800	HEALTH/LIFE INS.-ER SHARE		05/01/2020					3,238.32	DR
6503	103100061802	51020800	CGEX200428		05/01/2020					5.94	DR
6503	103100061802	51020800	CGEX200513		05/15/2020					5.86	DR
6503	103100061802	51020900	WORKER'S COMPENSATION		05/01/2020					11.80	DR
6503	103100061802	51020900	CGEX200428		05/01/2020					1.95	DR
6503	103100061802	51020900	CGEX200513		05/15/2020					2.00	DR
6503	103100061802	52040100	UNEMPLOYMENT COMPENSATION		05/13/2020		THOMSONREU	12119109	02	3.95	DR
6503	103100061802	52040100	EMPLOYEE BENEFITS		05/13/2020					4,398.37	DR
6503	103100061802	52040100	PERSONAL SERVICES		05/13/2020					14,028.62	DR
6503	103100061802	52040500	SUBSCRIPTIONS		05/15/2020		GLSOLUTION	12290765		381.30	DR
6503	103100061802	52040500	COMPUTER CONSULTANT		05/22/2020					1,918.13	DR
6503	103100061802	52041600	C100A-030		05/22/2020					1,390.00	DR
6503	103100061802	52041600	C100A-030		05/22/2020					1,390.00	DR
6503	103100061802	52041600	C100A-030		05/22/2020					1,390.00	DR
6503	103100061802	52042000	WORKSHOP REGISTRATION FEE		05/20/2020					1,390.00	DR
6503	103100061802	52042000	FM003070		05/20/2020					870.01	DR

South Dakota Board of Accountancy
Balance Sheet
As of May 31, 2020

	May 31, 20
ASSETS	
Current Assets	
Checking/Savings	
1130000 · Local Checking - Great Western	384.53
1140000 · Pool Cash State of SD	372,036.83
Total Checking/Savings	372,421.36
Other Current Assets	
1131000 · Interest Income Receivable	18,765.30
1213000 · Investment Income Receivable	2,557.09
Total Other Current Assets	21,322.39
Total Current Assets	393,743.75
Fixed Assets	
1670000 · Computer Software	
Original Cost	34,075.00
1770000 · Depreciation	-11,831.78
Total 1670000 · Computer Software	22,243.22
Total Fixed Assets	22,243.22
TOTAL ASSETS	415,986.97
LIABILITIES & EQUITY	
Liabilities	
Current Liabilities	
Accounts Payable	
2110000 · Accounts Payable	2,218.04
Total Accounts Payable	2,218.04
Other Current Liabilities	
2430000 · Accrued Wages Payable	9,046.39
2810000 · Amounts Held for Others	22,266.60
Total Other Current Liabilities	31,312.99
Total Current Liabilities	33,531.03
Long Term Liabilities	
2960000 · Compensated Absences Payable	25,918.05
Total Long Term Liabilities	25,918.05
Total Liabilities	59,449.08
Equity	
3220000 · Net Position	295,581.52
3300100 · Invested In Capital Assets	22,243.50
3900 · Retained Earnings	24,442.67
Net Income	14,270.20
Total Equity	356,537.89
TOTAL LIABILITIES & EQUITY	415,986.97

South Dakota Board of Accountancy

Profit & Loss Budget vs. Actual

July 2019 through June 2020

	Jul '19 - Jun 20	Budget	\$ Over Budget	% of Budget
Ordinary Income/Expense				
Income				
4293550 · Initial Individual Certificate	4,785.00	2,500.00	2,285.00	191.4%
4293551 · Certificate Renewals-Active	62,940.00	62,500.00	440.00	100.7%
4293552 · Certificate Renewals-Inactive				
5208014 · REFUNDS	-40.00			
4293552 · Certificate Renewals-Inactive - Other	19,750.00	21,000.00	-1,250.00	94.0%
Total 4293552 · Certificate Renewals-Inactive	19,710.00	21,000.00	-1,290.00	93.9%
4293553 · Certificate Renewals-Retired	1,240.00	1,400.00	-160.00	88.6%
4293554 · Initial Firm Permits	550.00	700.00	-150.00	78.6%
4293555 · Firm Permit Renewals	11,050.00	14,500.00	-3,450.00	76.2%
4293557 · Initial Audit	210.00	900.00	-690.00	23.3%
4293558 · Re-Exam Audit	1,560.00	2,460.00	-900.00	63.4%
4293560 · Late Fees-Initial Certificate	50.00			
4293561 · Late Fees-Certificate Renewals				
5208006 · REFUNDS	-100.00			
4293561 · Late Fees-Certificate Renewals - Other	2,850.00	3,000.00	-150.00	95.0%
Total 4293561 · Late Fees-Certificate Renewals	2,750.00	3,000.00	-250.00	91.7%
4293562 · Late Fees-Firm Permits	0.00	0.00	0.00	0.0%
4293563 · Late Fees-Firm Permit Renewals	300.00	500.00	-200.00	60.0%
4293564 · Late Fees-Peer Review	550.00	1,300.00	-750.00	42.3%
4293566 · Firm Permit Owners	114,525.00	109,000.00	5,525.00	105.1%
4293567 · Peer Review Admin Fee	2,100.00	5,500.00	-3,400.00	38.2%
4293568 · Firm Permit Name Change	175.00	100.00	75.00	175.0%
4293569 · Initial FAR	450.00	1,140.00	-690.00	39.5%
4293570 · Initial REG	390.00	660.00	-270.00	59.1%
4293571 · Initial BEC	240.00	930.00	-690.00	25.8%
4293572 · Re-Exam FAR	1,350.00	1,860.00	-510.00	72.6%
4293573 · Re-Exam REG	1,620.00	2,310.00	-690.00	70.1%
4293574 · Re-Exam BEC	1,350.00	2,310.00	-960.00	58.4%
4491000 · Interest and Dividend Revenue	9,932.08	5,000.00	4,932.08	198.6%
4896021 · Legal Recovery Cost	1,150.00	1,000.00	150.00	115.0%
4950000 · Prior Period Refund Account	0.00	0.00	0.00	0.0%
Total Income	238,977.08	240,570.00	-1,592.92	99.3%
Gross Profit	238,977.08	240,570.00	-1,592.92	99.3%
Expense				
5101010 · F-T Emp Sal & Wages	59,193.95	82,258.00	-23,064.05	72.0%
5101020 · P-T/Temp Emp Sal & Wages	34,139.51	43,000.00	-8,860.49	79.4%
5101030 · Board & Comm Mbrs Fees	4,620.00	4,739.00	-119.00	97.5%
5102010 · OASI-Employer's Share	6,693.22	9,582.00	-2,888.78	69.9%
5102020 · Retirement-ER Share	5,223.82	7,515.00	-2,291.18	69.5%
5102060 · Health /Life Ins.-ER Share	21,981.35	8,470.00	13,511.35	259.5%
5102080 · Worker's Compensation	121.41	213.00	-91.59	57.0%
5102090 · Unemployment Insurance	41.02	125.00	-83.98	32.8%
5203010 · Auto--State Owned	47.79	400.00	-352.21	11.9%
5203020 · Auto-Private-Ownees Low Mileage	104.42	400.00	-295.58	26.1%
5203030 · In State-Auto- Priv. High Miles	749.28	1,500.00	-750.72	50.0%
5203100 · In State-Lodging	338.00	1,000.00	-662.00	33.8%
5203120 · In State-Incidentals to Travel	0.00	100.00	-100.00	0.0%
5203140 · InState-Tax Meals Not OverNigt	0.00	100.00	-100.00	0.0%
5203150 · InState-Non-Tax Meals OverNigt	138.00	400.00	-262.00	34.5%
5203220 · OS-Auto Private Low Mileage	0.00	100.00	-100.00	0.0%
5203260 · OS-Air Commercial Carrier	3,693.93	6,500.00	-2,806.07	56.8%
5203280 · OS-Other Public Carrier	147.56	700.00	-552.44	21.1%
5203300 · OS-Lodging	4,109.43	9,000.00	-4,890.57	45.7%
5203320 · OS-Incidentals to Travel	274.00	500.00	-226.00	54.8%
5203350 · OS-Non-Taxable Meals Overnight	416.00	1,000.00	-584.00	41.6%
5204010 · Subscriptions	745.13	1,000.00	-254.87	74.5%
5204020 · Dues and Membership Fees	3,480.00	3,900.00	-420.00	89.2%
5204030 · Legal Document Fees	0.00	300.00	-300.00	0.0%
5204040 · Consultant Fees-Accounting	5,200.00	7,300.00	-2,100.00	71.2%

South Dakota Board of Accountancy

Profit & Loss Budget vs. Actual

July 2019 through June 2020

	Jul '19 - Jun 20	Budget	\$ Over Budget	% of Budget
5204050 · Consultant Fees - Computer	12,982.30	15,000.00	-2,017.70	86.5%
5204080 · Consultant Fees--Legal	0.00	0.00	0.00	0.0%
5204160 · Workshop Registration Fees	3,006.44	6,500.00	-3,493.56	46.3%
5204180 · Computer Services-State	4,734.45	5,000.00	-265.55	94.7%
5204181 · Computer Development Serv-State	274.51	2,000.00	-1,725.49	13.7%
5204200 · Central Services	7,114.69	9,000.00	-1,885.31	79.1%
5204220 · Equipment Service & Maintenance	106.35	300.00	-193.65	35.5%
5204230 · Janitorial/Maintenance Services	1,536.35	1,700.00	-163.65	90.4%
5204340 · Computer Software Maintenance	0.00	2,000.00	-2,000.00	0.0%
5204360 · Advertising-Newspapers	253.59	1,000.00	-746.41	25.4%
5204440 · Newsletter Publishing	0.00	100.00	-100.00	0.0%
5204460 · Equipment Rental	2,599.00	4,000.00	-1,401.00	65.0%
5204490 · Rents Privately Owned Property	16,569.00	16,235.10	333.90	102.1%
5204510 · Rent-Other	0.00	500.00	-500.00	0.0%
5204530 · Telecommunications Services	1,879.32	4,500.00	-2,620.68	41.8%
5204540 · Electricity	850.71	865.00	-14.29	98.3%
5204560 · Water	89.40	240.00	-150.60	37.3%
5204590 · Insurance Premiums/Surety Bonds	1,694.41	1,710.00	-15.59	99.1%
5204740 · Bank Fees and Charges	4,998.48	6,500.00	-1,501.52	76.9%
5204960 · Other Contractual Services	883.43	24,000.00	-23,116.57	3.7%
5205020 · Office Supplies	627.67	3,000.00	-2,372.33	20.9%
5205028 · OFFICE SUPPLIES-2	7.52	0.00	7.52	100.0%
5205310 · Printing State	0.00	250.00	-250.00	0.0%
5205320 · Printing/Duplicating/Binding Co	138.00	1,000.00	-862.00	13.8%
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	1,024.80	2,000.00	-975.20	51.2%
5207430 · Office Machines	0.00	100.00	-100.00	0.0%
5207900 · Computer Hardware	653.40	6,800.00	-6,146.60	9.6%
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	179.07	500.00	-320.93	35.8%
5228000 · Operating Transfers Out-NonBudg	5,840.31	6,000.00	-159.69	97.3%
5228030 · Depreciation Expense	5,205.86	5,679.12	-473.26	91.7%
Total Expense	224,706.88	318,781.22	-94,074.34	70.5%
Net Ordinary Income	14,270.20	-78,211.22	92,481.42	-18.2%
Net Income	14,270.20	-78,211.22	92,481.42	-18.2%

South Dakota Board of Accountancy
PREVIOUS YEAR MONTHLY COMPARISON
May 2020

	May 20	May 19	\$ Change	% Change
Ordinary Income/Expense				
Income				
4293550 · Initial Individual Certificate	0.00	50.00	-50.00	-100.0%
4293554 · Initial Firm Permits	50.00	0.00	50.00	100.0%
4293557 · Initial Audit	30.00	150.00	-120.00	-80.0%
4293558 · Re-Exam Audit	210.00	120.00	90.00	75.0%
4293564 · Late Fees-Peer Review	0.00	50.00	-50.00	-100.0%
4293566 · Firm Permit Owners	65.00	0.00	65.00	100.0%
4293567 · Peer Review Admin Fee	1,575.00	1,125.00	450.00	40.0%
4293568 · Firm Permit Name Change	25.00	0.00	25.00	100.0%
4293569 · Initial FAR	60.00	150.00	-90.00	-60.0%
4293570 · Initial REG	30.00	120.00	-90.00	-75.0%
4293571 · Inital BEC	30.00	90.00	-60.00	-66.7%
4293572 · Re-Exam FAR	180.00	180.00	0.00	0.0%
4293573 · Re-Exam REG	150.00	180.00	-30.00	-16.7%
4293574 · Re-Exam BEC	120.00	150.00	-30.00	-20.0%
Total Income	<u>2,525.00</u>	<u>2,365.00</u>	<u>160.00</u>	<u>6.8%</u>
Gross Profit	2,525.00	2,365.00	160.00	6.8%
Expense				
5101010 · F-T Emp Sal & Wages	5,733.17	7,816.65	-2,083.48	-26.7%
5101020 · P-T/Temp Emp Sal & Wages	3,297.08	4,709.32	-1,412.24	-30.0%
5101030 · Board & Comm Mbrs Fees	600.00	900.00	-300.00	-33.3%
5102010 · OASI-Employer's Share	662.79	929.06	-266.27	-28.7%
5102020 · Retirement-ER Share	481.51	687.90	-206.39	-30.0%
5102060 · Health /Life Ins.-ER Share	3,238.32	2,275.35	962.97	42.3%
5102080 · Worker's Compensation	11.80	26.29	-14.49	-55.1%
5102090 · Unemployment Insurance	3.95	2.74	1.21	44.2%
5203260 · OS-Air Commercial Carrier	0.00	580.00	-580.00	-100.0%
5203300 · OS-Lodging	0.00	786.84	-786.84	-100.0%
5203320 · OS-Incidentals to Travel	0.00	92.00	-92.00	-100.0%
5203350 · OS-Non-Taxable Meals Overnight	0.00	104.36	-104.36	-100.0%
5204050 · Consultant Fees - Computer	0.00	1,875.00	-1,875.00	-100.0%
5204160 · Workshop Registration Fees	-1,390.00	2,780.00	-4,170.00	-150.0%
5204180 · Computer Services-State	0.00	456.30	-456.30	-100.0%
5204200 · Central Services	1,104.12	1,087.14	16.98	1.6%
5204220 · Equipment Service & Maintenance	4.42	1.75	2.67	152.6%
5204230 · Janitorial/Maintenance Services	139.67	136.93	2.74	2.0%
5204360 · Advertising-Newspapers	50.78	0.00	50.78	100.0%
5204460 · Equipment Rental	79.00	682.00	-603.00	-88.4%
5204490 · Rents Privately Owned Property	1,380.75	1,380.75	0.00	0.0%
5204530 · Telecommunications Services	170.60	176.85	-6.25	-3.5%
5204540 · Electricity	52.11	173.29	-121.18	-69.9%
5204560 · Water	0.00	23.81	-23.81	-100.0%
5204590 · Insurance Premiums/Surety Bonds	1,513.60	0.00	1,513.60	100.0%
5204740 · Bank Fees and Charges	63.94	67.79	-3.85	-5.7%
5204960 · Other Contractual Services	0.00	126.46	-126.46	-100.0%
5205020 · Office Supplies	36.85	140.00	-103.15	-73.7%
5205028 · OFFICE SUPPLIES-2	0.53	287.69	-287.16	-99.8%
5205320 · Printing/Duplicating/Binding Co	6.90	119.50	-112.60	-94.2%
5228000 · Operating Transfers Out-NonBudg	680.31	1,207.45	-527.14	-43.7%
5228030 · Depreciation Expense	473.26	473.54	-0.28	-0.1%
Total Expense	<u>18,395.46</u>	<u>30,106.76</u>	<u>-11,711.30</u>	<u>-38.9%</u>
Net Ordinary Income	<u>-15,870.46</u>	<u>-27,741.76</u>	<u>11,871.30</u>	<u>42.8%</u>
Net Income	<u><u>-15,870.46</u></u>	<u><u>-27,741.76</u></u>	<u><u>11,871.30</u></u>	<u><u>42.8%</u></u>

South Dakota Board of Accountancy
PREVIOUS YEAR TO DATE MONTHLY COMPARISON
 July 2019 through May 2020

	Jul '19 - May 20	Jul '18 - May 19	\$ Change	% Change
Ordinary Income/Expense				
Income				
4293550 · Initial Individual Certificate	4,785.00	2,325.00	2,460.00	105.8%
4293551 · Certificate Renewals-Active	62,940.00	63,090.00	-150.00	-0.2%
4293552 · Certificate Renewals-Inactive	19,710.00	20,300.00	-590.00	-2.9%
4293553 · Certificate Renewals-Retired	1,240.00	1,300.00	-60.00	-4.6%
4293554 · Initial Firm Permits	550.00	800.00	-250.00	-31.3%
4293555 · Firm Permit Renewals	11,050.00	14,000.00	-2,950.00	-21.1%
4293557 · Initial Audit	210.00	630.00	-420.00	-66.7%
4293558 · Re-Exam Audit	1,560.00	1,860.00	-300.00	-16.1%
4293560 · Late Fees-Initial Certificate	50.00	50.00	0.00	0.0%
4293561 · Late Fees-Certificate Renewals	2,750.00	3,050.00	-300.00	-9.8%
4293563 · Late Fees-Firm Permit Renewals	300.00	950.00	-650.00	-68.4%
4293564 · Late Fees-Peer Review	550.00	1,800.00	-1,250.00	-69.4%
4293566 · Firm Permit Owners	114,525.00	112,825.00	1,700.00	1.5%
4293567 · Peer Review Admin Fee	2,100.00	2,100.00	0.00	0.0%
4293568 · Firm Permit Name Change	175.00	75.00	100.00	133.3%
4293569 · Initial FAR	450.00	1,080.00	-630.00	-58.3%
4293570 · Initial REG	390.00	660.00	-270.00	-40.9%
4293571 · Initial BEC	240.00	420.00	-180.00	-42.9%
4293572 · Re-Exam FAR	1,350.00	1,890.00	-540.00	-28.6%
4293573 · Re-Exam REG	1,620.00	1,860.00	-240.00	-12.9%
4293574 · Re-Exam BEC	1,350.00	1,890.00	-540.00	-28.6%
4491000 · Interest and Dividend Revenue	9,932.08	5,660.71	4,271.37	75.5%
4896021 · Legal Recovery Cost	1,150.00	3,250.00	-2,100.00	-64.6%
4950000 · Prior Period Refund Account	0.00	278.75	-278.75	-100.0%
Total Income	238,977.08	242,144.46	-3,167.38	-1.3%
Gross Profit	238,977.08	242,144.46	-3,167.38	-1.3%
Expense				
5101010 · F-T Emp Sal & Wages	59,193.95	61,506.67	-2,312.72	-3.8%
5101020 · P-T/Temp Emp Sal & Wages	34,139.51	35,132.21	-992.70	-2.8%
5101030 · Board & Comm Mbrs Fees	4,620.00	3,960.00	660.00	16.7%
5102010 · OASI-Employer's Share	6,693.22	6,942.36	-249.14	-3.6%
5102020 · Retirement-ER Share	5,223.82	5,529.25	-305.43	-5.5%
5102060 · Health /Life Ins.-ER Share	21,981.35	17,329.58	4,651.77	26.8%
5102080 · Worker's Compensation	121.41	187.10	-65.69	-35.1%
5102090 · Unemployment Insurance	41.02	25.24	15.78	62.5%
5203010 · Auto--State Owned	47.79	61.59	-13.80	-22.4%
5203020 · Auto-Private-Ownes Low Mileage	104.42	338.56	-234.14	-69.2%
5203030 · In State-Auto- Priv. High Miles	749.28	906.36	-157.08	-17.3%
5203100 · In State-Lodging	338.00	294.00	44.00	15.0%
5203120 · In State-Incidentals to Travel	0.00	10.00	-10.00	-100.0%
5203140 · InState-Tax Meals Not Overnigt	0.00	59.00	-59.00	-100.0%
5203150 · InState-Non-Tax Meals OverNight	138.00	180.00	-42.00	-23.3%
5203230 · OS-Auto Private High Mileage	0.00	61.32	-61.32	-100.0%
5203260 · OS-Air Commercial Carrier	3,693.93	5,865.34	-2,171.41	-37.0%
5203280 · OS-Other Public Carrier	147.56	1,001.69	-854.13	-85.3%
5203300 · OS-Lodging	4,109.43	7,093.87	-2,984.44	-42.1%
5203320 · OS-Incidentals to Travel	274.00	360.00	-86.00	-23.9%
5203350 · OS-Non-Taxable Meals Overnight	416.00	785.36	-369.36	-47.0%
5204010 · Subscriptions	745.13	669.33	75.80	11.3%
5204020 · Dues and Membership Fees	3,480.00	3,450.00	30.00	0.9%
5204040 · Consultant Fees-Accounting	5,200.00	0.00	5,200.00	100.0%
5204050 · Consultant Fees - Computer	12,982.30	20,674.90	-7,692.60	-37.2%
5204160 · Workshop Registration Fees	3,006.44	7,645.00	-4,638.56	-60.7%
5204180 · Computer Services-State	4,734.45	3,163.62	1,570.83	49.7%
5204181 · Computer Development Serv-State	274.51	426.00	-151.49	-35.6%
5204200 · Central Services	7,114.69	7,042.76	71.93	1.0%
5204220 · Equipment Service & Maintenance	106.35	28.91	77.44	267.9%
5204230 · Janitorial/Maintenance Services	1,536.35	1,506.23	30.12	2.0%
5204340 · Computer Software Maintenance	0.00	405.60	-405.60	-100.0%
5204360 · Advertising-Newspapers	253.59	306.49	-52.90	-17.3%
5204460 · Equipment Rentai	2,599.00	3,125.60	-526.60	-16.9%
5204490 · Rents Privately Owned Property	16,569.00	14,965.65	1,603.35	10.7%

South Dakota Board of Accountancy
PREVIOUS YEAR TO DATE MONTHLY COMPARISON
July 2019 through May 2020

	<u>Jul '19 - May 20</u>	<u>Jul '18 - May 19</u>	<u>\$ Change</u>	<u>% Change</u>
5204530 · Telecommunications Services	1,879.32	4,682.75	-2,803.43	-59.9%
5204540 · Electricity	850.71	892.92	-42.21	-4.7%
5204560 · Water	89.40	113.21	-23.81	-21.0%
5204590 · Insurance Premiums/Surety Bonds	1,694.41	1,677.60	16.81	1.0%
5204740 · Bank Fees and Charges	4,998.48	4,760.96	237.52	5.0%
5204960 · Other Contractual Services	883.43	690.96	192.47	27.9%
5205020 · Office Supplies	627.67	25,403.00	-24,775.33	-97.5%
5205028 · OFFICE SUPPLIES-2	7.52	861.72	-854.20	-99.1%
5205320 · Printing/Duplicating/Binding Co	138.00	347.20	-209.20	-60.3%
5205330 · Supplemental Publications	0.00	486.25	-486.25	-100.0%
5205350 · Postage	1,024.80	2,036.62	-1,011.82	-49.7%
5207490 · Telephone Equipment	0.00	2,305.60	-2,305.60	-100.0%
5207900 · Computer Hardware	653.40	1,453.02	-799.62	-55.0%
5207960 · Computer Software Expense	179.07	281.64	-102.57	-36.4%
5228000 · Operating Transfers Out-NonBudg	5,840.31	6,409.00	-568.69	-8.9%
5228030 · Depreciation Expense	5,205.86	5,206.14	-0.28	0.0%
Total Expense	<u>224,706.88</u>	<u>268,648.18</u>	<u>-43,941.30</u>	<u>-16.4%</u>
Net Ordinary Income	<u>14,270.20</u>	<u>-26,503.72</u>	<u>40,773.92</u>	<u>153.8%</u>
Net Income	<u><u>14,270.20</u></u>	<u><u>-26,503.72</u></u>	<u><u>40,773.92</u></u>	<u><u>153.8%</u></u>

REQUESTS FROM CANDIDATES

Nicole Kasin

The following are the separate requests from candidates on requesting an extension for their expiring exam credit due to COVID-19 closures of test centers and then the difficulty of rescheduling due to limited capacity and social distancing in the test centers.

Candidate 1

To whom it may concern,

I am writing to request an extension of my AUD Exam that is scheduled to expire on June 30, 2020. On March 24, 2020 I had applied and received my current NTS and scheduled my exam for FAR for April 14, 2020. On March 31, 2020 I was informed that my appointment with Prometric had been cancelled. On that date, I scheduled my re-exam for May 18, 2020. On April 27, 2020 I was informed by Prometric that my exam scheduled for May 18, 2020 had been cancelled. On April 28, 2020, I logged onto the Prometric website, and the next available seat in Sioux Falls was for August 1, 2020; which would be after my AUD exam would expire (June 30, 2020). I looked into testing in Sergeant Bluffs, IA and Omaha, NE; however, those testing facilities only had availability dates for the end of July. I called the SD Board of Accountancy office and spoke with Nicole Kasin on the afternoon of April 28, 2020 and she advised me to schedule my appointment at my convenience and write a letter requesting extension for one testing window (90 days) on the expiration of my AUD exam. I am currently scheduled to take my FAR exam on August 7, 2020.

I appreciate your consideration on this matter and look forward to hearing back with your decision.

Candidate 2

Good morning!

I am emailing to request an extension on my credit that is expiring on June 30th. I had my test scheduled on June 29th, and I received an email from Prometric this morning that my test was cancelled due to COVID-19. Please let me know if there is any further action that I need to take regarding this request.

Candidate 3

To Whom it May Concern:

This letter is a formal request asking that my expiration date for FAR be pushed back from 06/30/2020 to 09/30/2020. I do this as a last attempt effort to save my credit for this exam. I have been searching for various exam openings in different states as well as hoping that Prometric's guidelines and regulations for taking the exam would be relaxed before June 30th and thus open more testing spots – however, the likelihood of this happening at this point is very slim.

I understand the position that you are put in – with many different factors that I probably am not even thinking of – however – I am humbly asking that exceptions be made for exceptional times. Regardless of what you decide I will keep pressing on with my endeavor.

If a spot were to open – I would be willing to take the exam tomorrow or at the next available date – but it does not seem that there are any spots open or any chance of a spot becoming open. I also realize that there are many other CPA Candidates in my situation – and I am writing this letter on behalf of them as well – I just ask that you use wisdom in deciding this matter.

Candidate 4

I am writing to ask for an extension to the expiration date of my Regulation exam due to the closures of testing centers caused by the Coronavirus pandemic. My exam is currently set to expire on June 30, 2020.

I had planned to take other exams in the time frame that testing centers were closed, from March through May. I originally had scheduled to sit for an exam in mid-March and was able to reschedule the exam to April. After the closures were extended through April and part of May, I was able to postpone this exam until the end of June. Recently, I was notified that due to social distancing, the exam that was scheduled in June would need to be rescheduled as well, since test centers are only seating exam takers at every other desk. After rescheduling for the third time, the earliest I can sit for the exam is July 24th. Also, due to the restrictions and limited seating, I will be traveling to a different test center much farther away in order to sit for an exam as soon as possible.

I plan to have my other exams passed by September 30, 2020, if you choose to extend my expiration date. I would greatly appreciate your consideration of allowing me the extra time to complete my exams due to the unforeseen circumstances that we have been experiencing.
Thank you

Candidate 5

To Whom It May Concern:

I am writing to request an extension of my credit for passing the Regulation portion of the CPA exam. My credit is set to expire June 30th, and I have yet to pass the Financial portion of the exam. I was unable to schedule a retake of the Financial portion of the exam during this testing window due to the Covid-19 outbreak, along with the associated closure of the Prometric facilities in Rapid City.

Thank you for your consideration in this matter.

Candidate 6

To whom it may concern,

I would like to request an extension of credit for credit that I have expiring on 06/30/2020. I have two exams that I need to take and pass but I have had challenges sitting for the exams with the current COVID-19 situation.

I had one exam scheduled for April 4th which was cancelled on March 17th by the Prometric closure. I rescheduled that exam for April 25th and due to the continued closure, I rescheduled for June 13th. On April 28th, the June 13th appointment was cancelled by Prometric. I have now rescheduled that exam for August 28th.

I had the other exam scheduled for June 6th which I elected to reschedule to June 27th because of the previous exam I had scheduled for June 13th. On May 16th, the exam scheduled for June 27th was cancelled by Prometric. I have now rescheduled this exam for August 8th.

Thank you for your consideration of this request for a credit extension.

EXECUTIVE DIRECTOR'S REPORT

Nicole Kasin

NASBA Western Regional Conference

NASBA cancelled the in-person conference this year due to COVID-19. The meeting was held as a virtual conference on June 3-4 and addressed the following issues: Evolution of the CPA exam and profession; UAA model rules; staff augmentation and independence; COVID-19 impact on boards, firms, licensees and candidates; exam practice analysis revealed and other exam developments; cyber security, legal update; legislative update.

Proposed Rule Changes

The Board hearing on May 7, which adopted changes for the reference updates and continuous testing is on the agenda for the interim rules review committee on June 9.

Issues/discussion/questions due to COVID-19

1. Peer Review – The AICPA PR Board approved on May 7 extension for all peer reviews based on that all firms with reviews, corrective actions or implementation plans due in 2020 be granted an automatic extension through PRIMA, based on the following guidelines:

<u>Original Due Dates</u>	<u>New Extended Due Date</u>
September 30, 2020 and prior	December 31, 2020
October 1, 2020 - December 31, 2020	June 30, 2021

With the SDBOA accepting the AICPA PR Program, the extension does not have to be approved by the Board and we just request the firm email us a copy of the extension.

2. CPA Exam
 - a. Prometric Test Centers opened mid may at half capacity for the locations in South Dakota.
 - b. Currently any candidate that had their NTS expiring in the 2Q20, 3Q20, or 4Q20 was extended until December 31, 2020. Candidates from SD were identified and had their NTS extended and received an email from NASBA about the extension.
 - c. NASBA also be identified candidates who have an exam credit that is expiring through December 31, 2020. This list of SD candidates was provided to me and as a recommendation they suggest extending the expiring credit through December 31, 2020. This would be for a candidate that is impacted by circumstances beyond their control and the Board would have to review this on a case by case basis (ARSD 20:75:01:07).

Board Discussion

- Any New Business/topics?



National Association of State Boards of Accountancy

150 Fourth Avenue North ♦ Suite 700 ♦ Nashville, TN 37219-2417 ♦ Tel: 615/880/4200

May 26, 2020

TO: State Boards of Accountancy and other interested parties
FROM: J. Coalter Baker, Chair – NASBA Uniform Accountancy Act Committee

As approved by the NASBA Board of Directors, we are releasing for a 90-day comment period proposed revisions to the Uniform Accountancy Act's Model Rules that pertain to education. These revisions were developed by the AICPA/NASBA CPA Evolution Initiative and reviewed by the NASBA Uniform Accountancy Act Committee, which recommended them to the NASBA Board for public comment.

The changes being proposed cover several areas related to the education requirements for those wishing to enter the CPA profession. A guiding principle was to suggest Model Rules that aligned with those already implemented in a majority of states, and in that way to encourage uniformity among the states. The CPA Evolution Initiative limited their recommendations to those they believed to be most relevant to their charge.

Briefly, some of the more significant changes being proposed include:

- A revision is being proposed to Rule 5-1 that would remove the requirement that an accounting program must be recognized by the Council for Higher Education Accreditation (CHEA); instead the program must be recognized by the Board of Accountancy. Only a few States have adopted the language in the current Model Rules that calls for CHEA recognition. Many excellent accounting programs are recognized by the Association to Advance Collegiate Schools of Business-International (AACSB), which is no longer listed by CHEA. This issue arises again in Rule 5-2 (d)(7).
- Rule 5-2(a) has proposed additions of developing skills in “critical thinking” and “professional skepticism,” as has been advocated by accounting educators worldwide.
- Consistent with the proposed revised model of the Uniform CPA Examination, establish required accounting content that is core to the accounting profession as defined in Rule 5-2(d)(2).
- Pre-approval of internship programs and independent study is being advised in proposed Rule 5-1 (f) and (g), to help ensure students receive valuable educational experiences.
- Boards are being urged to complete transcript reviews in Rule 5-2(c), as accrediting organizations are focused on the overall quality of educational institutions, and not verifying that the content of the accounting programs meets Boards of Accountancy licensing requirements. The issue of coverage is also raised in Rule 5-2(d)(6).
- Changes to align requirements among states and to add data analytics and related courses to basic subject matter to be covered are found in Rule 5-2(d). Also in Rule 5-2(d), you will note reference to areas “included in the Uniform CPA Examination Blueprints” to allow for updating topics as needed.
- To cover situations where pertinent courses are not being offered inside the business school, but are available in another college or university program, changes are being suggested to Rules 5-2(c) and (d).
- Currently, states have rules that permit three, or six, or an undetermined number of credits to be earned through internships and independent study. Changes are being proposed to Rule 5-2 (d)(7) to set the maximum number at nine credits and describe the content. This can help with education costs and add flexibility to the curriculum.

We believe these changes will provide guidance for students, educators and regulators on the education needed to enter the evolving CPA profession in the years ahead. We encourage the State Boards and other interested parties to consider these proposed changes and send any comments or recommendations to the UAA Committee via uaacomment@nasba.org by August 31, 2020.

Sincerely,

J. Coalter Baker

J. Coalter Baker, CPA
Chair, NASBA Uniform Accountancy Act Committee

UAA Model Rule Requirements – Education

Rule 5-1 - Education requirements – definitions.

- (a) "Semester credit hour" (SCH) means the conventional college semester credit hour. "Quarter credit hours" may be converted to semester credit hours by multiplying them by two-thirds; i.e., one quarter credit hour equals two-thirds of a semester credit hour.
- (b) "College(s) or university(s)" means Board-recognized institution(s) of higher education accredited by Board recognized accrediting organizations.
- (c) "Accredited" or "Accreditation" reflects the quality control of the education process provided by Board-recognized regional, national or international accreditation organizations. In determining acceptable accreditation organizations, the Board may recognize a Council for Higher Education Accreditation (CHEA) recognized regional and/or national accreditation organization. These Rules refer to three levels of accreditation. Level 1 represents the most comprehensive review at the accounting program level and Level 3 is the least comprehensive review at the college or university level. Colleges or universities without accreditation, as defined below, would generally lack any level of accreditation including the college or university, the business school or program ("business school"), and/or the accounting department or program ("accounting program").
 - 1. Level 1 accreditation – the accounting program. In a Level 1 accreditation, the college or university, business school, and the accounting program are separately accredited. This level applies to an accounting program that is accredited by an organization recognized by the Board as a specialized or professional accrediting organization, such as the Association to Advance Collegiate Schools of Business-International (AACSB). Accredited accounting programs have met standards substantially higher and much more specific than those required for Level 2 or Level 3 accreditation.
 - 2. Level 2 accreditation – the business school. In a Level 2 accreditation, the college or university and the business school are accredited, but the accounting program is not separately accredited. This level applies to a business school that is accredited by an organization recognized by the Board as a specialized or professional accrediting organization, such as the AACSB or the Association of Collegiate Business Schools and Programs (ACBSP).
 - 3. Level 3 accreditation – the college or university. In a Level 3 accreditation, the college or university is accredited, but neither the business school nor the accounting program meet Level 1 or Level 2 accreditation requirements. This level applies to a degree-granting college or university that is not accredited at Level 1 or Level 2, but is accredited by an organization currently recognized by the Board as a regional, national or international accrediting organization, such as Higher Learning Commission, Middle States Commission on Higher Education, New England Commission on Higher Education, Northwest Commission on Colleges and Universities, , Southern Association of Colleges and Schools Commission on Colleges, and WASC Senior College and University Commission.
 - 4. College or university without accreditation – an educational institution or entity that does not have an accreditation of either the college or university, business school, or accounting program; or a college or university accredited by organizations not recognized by the Board.

- (d) "Integration of subject matter" means a program of learning where certain subjects, which may be discrete courses in some colleges or universities, are integrated or embedded within related courses. Colleges or universities that use an integrated approach to cover such multiple course subjects should provide evidence of the required coverage pursuant to Rule 5-2(d). Acceptance of integration of any subject matter requires Board approval.
- (e) "Ethics" means a program of learning that provides students with a framework of ethical reasoning, professional values and attitudes for exercising professional skepticism and other behavior that is in the best interest of the public and profession. At a minimum, an ethics program should provide a foundation for ethical reasoning and the core values of integrity, objectivity and independence.
- (f) "Internship" means faculty pre-approved and appropriately supervised short-term work experience, usually related to a student's major field of study, for which the student earns academic credit.
- (g) "Independent study" means academic work selected or designed by the student with the pre-approval of the appropriate department of a college or university under faculty supervision. This work typically occurs outside of the regular classroom structure.

Rule 5-2 - Education requirements - determining compliance of the applicant's education.

- (a) These requirements are intended to provide a foundation in accounting and business course subjects. The program should:
 1. Develop the skills required to apply the knowledge attained (including skills in communications, critical thinking, research and analysis).
 2. Include and emphasize ethical behavior, professional skepticism and judgment, and professional responsibility.
 3. Provide the highest quality instruction in subjects that clearly contribute to the knowledge, skills and abilities necessary to meet the public's expectations of a CPA.
- (b) For purposes of Section 5(c) of the Uniform Accountancy Act, an applicant will be deemed to have met the education requirement(s) if the Board has determined the applicant has met the requirements of Rule 5-2(c) and Rule 5-2(d), together with appropriate consideration of Rule 5-2(a).
- (c) Determining compliance of the applicant's education shall be accomplished through the Board's use of the following procedures:
 1. Reliance on accreditation, as defined in Rule 5-1(c), of the college or university, from which the candidate has obtained the necessary degree and hours as defined in Rule 5-2(d) for purposes of determining the acceptability of the degree and the amount of detailed review required for compliance with the accounting and business content. The Board may place significant reliance on the quality, of accounting and business courses included in accounting degrees from Level 1 colleges or universities, however, the Board should complete a transcript review to ascertain appropriate coverage of accounting and business content in accordance with Rule 5-2(d). The Board may place reliance on the quality of the business courses included in business degrees from colleges or universities with Level 2 accreditation, however, the Board should complete a transcript review to ascertain appropriate coverage of accounting and business content in accordance with Rule 5-2(d), including a more thorough review of the accounting content than from Level 1 colleges or universities. Transcripts from a Level 3 college or university require more detailed review by the Board for compliance

with the accounting and business content. Degrees from colleges or universities without accreditation or with accreditation by an organization not recognized by the Board would generally not be acceptable.

2. Reliance on other procedures and information where the degree and/or courses were obtained from a college or university(s) not meeting the accreditation requirements of Rule 5-2(c)(1). Accepting degrees or courses under Rule 5-2(d) should only be based on evidence of acceptable course content, instruction and quality as would be expected by accreditation and as approved by the Board.
 3. Reliance on other procedures and information where the requirements of Rule 5-2(d) are met by integration of subject matter. The requirements set forth in Rule 5-2(e) should be used to determine compliance.
- (d) An applicant shall be deemed to have satisfied the education requirements if the following conditions are met:
1. Earned a graduate degree and/or a baccalaureate degree at a college or university that is accredited, as described in Rule 5-1(c);
 2. Earned a minimum of six SCH at the undergraduate level or three SCH at the graduate level of principles or introductory accounting content and a minimum of 24 SCH (or the equivalent) of accounting content at the undergraduate or graduate level requiring a minimum of three SCH in each of the subject-matter content areas listed in Rule 5-2(d)(2)i. through iv below, and a minimum of twelve SCH in some or all of the subject-matter content areas listed in Rule 5-2(d)(2)v through xvii below:
 - i. Financial accounting and reporting for business organizations
 - ii. Financial statement auditing
 - iii. Taxation
 - iv. Accounting information systems
 - v. Financial accounting and reporting for government and not-for-profit entities
 - vi. Attestation engagements
 - vii. Managerial or cost accounting
 - viii. Mergers and acquisitions
 - ix. Tax and financial planning
 - x. Fraud examination
 - xi. Internal controls and risk assessment
 - xii. Financial statement analysis
 - xiii. Accounting research and analysis
 - xiv. Tax research and analysis
 - xv. Data analytics, data interrogation techniques, and/or digital acumen in an accounting context, whether taken in the business school or in another college or university program, such as the engineering, computer science, or math programs
 - xvi. Ethics (accounting course)
 - xvii. Other accounting-related content areas included in the Uniform CPA Examination Blueprints or as may be approved by the Board.
 3. Earned a minimum of two SCH in research and analysis relevant to the course content described in 5-2(d)(2) through a discrete undergraduate and/or graduate accounting course, or two SCH integrated throughout the undergraduate and/or graduate accounting curriculum. Colleges or universities must provide evidence of coverage under integration as specified in Rule 5-2(e). The SCH earned through a discrete course in research and analysis in accounting may fulfill two of the SCH of the accounting subject matter requirements in Rule 5-2(d)(2).

4. Earned a minimum of 24 SCH (or the equivalent) of business content, other than accounting, at the undergraduate and/or graduate level, covering some or all of the following subject-matter content:
 - i. Business law
 - ii. Economics
 - iii. Management
 - iv. Marketing
 - v. Finance
 - vi. Business communications
 - vii. Statistics
 - viii. Quantitative methods
 - ix. Information systems or technology
 - x. Data analytics, data interrogation techniques, and/or digital acumen, whether taken in the business school or in another college or university program, such as the engineering, computer science, or math programs.
 - xi. Ethics (business course)
 - xii. Other business-related content areas included in the Uniform CPA Examination Blueprints or as may be approved by the Board.
 5. Earned a minimum of two SCH in communications in an undergraduate and/or a graduate course listed or cross-listed as an accounting or business course or two SCH integrated throughout the undergraduate or graduate accounting or business curriculum. Colleges or universities must provide evidence of coverage under integration as specified in 5-2(e). The SCH earned through a discrete course in communications may fulfill two SCH of the subject matter requirements of Rule 5-2(d)(4).
 6. Earned a minimum of three SCH in an undergraduate and/or a graduate course listed or cross listed as an accounting or business course in ethics as defined in Rule 5-1(e). A discrete three SCH course in ethics may count towards meeting the accounting or business course requirements of Rule 5-2(d)(2) or Rule 5-2(d)(4). As an alternative, colleges or universities may choose to integrate the course throughout the undergraduate and/or graduate accounting or business curriculum. Universities must provide evidence of coverage under integration as specified in Rule 5-2(e). Proof of coverage may be provided through specific evaluation by a specialized or professional accrediting organization recognized by the Board, in which evidence is provided to assure the Board that the program of learning defined in Rule 5-1(e) has been adequately covered and at the equivalent of the three SCH minimum. Alternate methods for proof of ethics coverage may be determined and approved by the Board following careful scrutiny.
 7. A maximum of nine SCH for internships and independent study, as defined in Rule 5-1(f) and Rule 5-1(g), may count towards the education requirement of Section 5(c) of the Uniform Accountancy Act. However, of the nine SCH, a maximum of three SCH may apply to accounting content required under Rule 5-2(d)(2) and a maximum of three SCH may apply to business content required under Rule 5-2(d)(4).
- (e) Colleges or universities that use an integrated approach to meet the requirements of Rule 5-2(d)(3, 5 or 6) must provide evidence that the respective subjects adequately cover the desired content, with acceptable instruction and quality to attain the objectives. Proof of coverage may be provided through specific evaluation by a specialized or professional accrediting organization recognized by the Board. Alternate methods for

proof of coverage may be determined and approved by the Board following careful scrutiny.

UAA Model Rule Requirements – Education

Rule 5-1 - Education requirements – definitions.

- (a) "Semester credit hour" (SCH) means the conventional college semester credit hour. "Quarter credit hours" may be converted to semester credit hours by multiplying them by two-thirds; i.e., one quarter credit hour equals two-thirds of a semester credit hour.
- (b) "College(s) or university(s)" means ~~Board~~-recognized institution(s) of higher education accredited by ~~Board~~generally recognized accrediting organizations.
- (c) "Accredited" or "Accreditation" reflects the quality control of the education process provided by ~~generally Board-recognized regional, and/or national or international accreditation organizations.~~ In determining acceptable accreditation organizations, the Board may recognize a Council for Higher Education Accreditation (CHEA) recognized regional and/or national accreditation organization. These Rules refer to three levels of accreditation. Level 1 represents the most comprehensive review at the accounting program level and Level 3 is the least comprehensive review at the college or university level. Colleges or universities without accreditation, as defined below, would generally lack any level of accreditation including the college or university, the business school or program ("business school"), and/or the accounting department or program ("accounting program").
1. Level 1 accreditation – the accounting program. In a Level 1 accreditation, the college or university, business school, and the accounting program are separately accredited. This level applies to an accounting program that is accredited by an organization recognized by the ~~Board Council for Higher Education Accreditation (CHEA)~~ as a specialized or professional accrediting organization, such as the Association to Advance Collegiate Schools of Business-International (AACSB). Accredited accounting programs have met standards substantially higher and much more specific than those required for Level 2 or Level 3 accreditation.
 2. Level 2 accreditation – the business school. In a Level 2 accreditation, the college or university and the business school are accredited, but the accounting program is not separately accredited. This level applies to a business school that is accredited by an organization recognized by the ~~Council for Higher Education Accreditation (CHEA)~~Board as a specialized or professional accrediting organization, such as the AACSB or the Association of Collegiate Business Schools and Programs (ACBSP).
 3. Level 3 accreditation – the college or university. In a Level 3 accreditation, the college or university is accredited, but neither the business school nor the accounting program meet Level 1 or Level 2 accreditation requirements. This level applies to a degree-granting college or university that is not accredited at Level 1 or Level 2, but is accredited by an organization currently recognized by the ~~Council for Higher Education Accreditation~~Board as a regional, national or international accrediting organization, such as Higher Learning Commission, Middle States Commission on Higher Education, New England Association of Schools and Colleges-Commission on Colleges or Universities of Higher Education, Northwest Commission on Colleges and Universities, North Central Association of Colleges and Schools-The Higher Learning Commission, Southern Association of Colleges and Schools Commission on Colleges, and WASC Senior College and University Commission.

4. College or university without accreditation – an educational institution or entity that does not have an accreditation of either the college or university, business school, or accounting program; or a college or university accredited by organizations not recognized by the Board.
- (d) "Integration of subject matter" means a program of learning where certain subjects, which may be discrete courses in some colleges or universities, are integrated or embedded within related courses. Colleges or universities that use an integrated approach to cover such multiple course subjects should provide evidence of the required coverage pursuant to Rule 5-2(d). Acceptance of integration of any subject matter requires Board approval.
 - (e) "Ethics" means a program of learning that provides students with a framework of ethical reasoning, professional values and attitudes for exercising professional skepticism and other behavior that is in the best interest of the public and profession. At a minimum, an ethics program should provide a foundation for ethical reasoning and the core values of integrity, objectivity and independence.
 - (f) "Internship" means faculty pre-approved and appropriately supervised short-term work experience, usually related to a student's major field of study, for which the student earns academic credit.
 - (g) "Independent study" means academic work selected or designed by the student with the pre-approval of the appropriate department of a college or university under faculty supervision. This work typically occurs outside of the regular classroom structure.

Rule 5-2 - Education requirements - determining compliance of the applicant's education.

- (a) These requirements are intended to provide a foundation in accounting and business course subjects. The program should:
 1. Develop the skills required to apply the knowledge attained (including skills in communications, critical thinking, research, judgment and analysis).
 2. Include and emphasize ethical behavior, professional skepticism and judgment, and professional responsibility.
 3. Provide the highest quality instruction in subjects that clearly contribute to the knowledge, skills and abilities necessary to meet the public's expectations of a CPA.
- (b) For purposes of Section 5(c) of the Uniform Accountancy Act, an applicant will be deemed to have met the education requirement(s) if the Board has determined the applicant has met the requirements of Rule 5-2(c) and Rule 5-2(d), together with appropriate consideration of Rule 5-2(a).
- (c) Determining compliance of the applicant's education shall be accomplished through the Board's use of the following procedures:
 1. Reliance on accreditation, as defined in Rule 5-1(c), of the college or university, from which the candidate has obtained the necessary degree and hours as defined in Rule 5-2(d) for purposes of determining the acceptability of the degree and the amount of detailed review required for compliance with the accounting and business content. State-The Boards may place significant reliance on the quality, content and delivery method of accounting and business courses included in accounting degrees from Level 1 colleges or universities, however, and as such, the Board should complete a transcript review to ascertain appropriate coverage of accounting and business content in accordance with Rule 5-2(d). transcripts from such colleges or universities would require minimal or no Board review. The Board may place reliance on the quality of the business

courses included in business degrees from colleges or universities with Level 2 accreditation would require little or no Board review of transcripts in terms of the business content, but, however, the Board should complete a transcript review to ascertain appropriate coverage of accounting and business content in accordance with Rule 5-2(d), including a more thorough review of the accounting content would require more review than from Level 1 colleges or universities. Transcripts from a Level 3 college or university would require more detailed review by the Board for compliance with the accounting and business content. Degrees from colleges or universities without accreditation or with accreditation by an organization not recognized by the Board would generally not be acceptable.

2. Reliance on other procedures and information where the degree and/or courses were obtained from a college or university(s) not meeting the accreditation requirements of Rule 5-2(c)(1). Accepting degrees or courses under Rule 5-2(d) should only be based on evidence of acceptable course content, instruction and quality as would be expected by accreditation and as approved by the Board.
3. Reliance on other procedures and information where the requirements of Rule 5-2(d) are met by integration of subject matter. The requirements set forth in Rule 5-2(e) should be used to determine compliance.

(d) An applicant shall be deemed to have satisfied the education requirements if the following conditions are met:

1. Earned a graduate degree and/or a baccalaureate degree at a college or university that is accredited, as described in Rule 5-1(c);
2. Earned a minimum of six SCH at the undergraduate level or three SCH at the graduate level of principles or introductory accounting content and a minimum of 24 SCH (or the equivalent) of accounting courses content at the undergraduate or graduate level, excluding principles or introductory accounting courses, covering requiring a minimum of three SCH in each of the subject-matter content areas listed in Rule 5-2(d)(2)i. through iv below, and a minimum of twelve SCH in some or all of the following subject-matter content areas listed in Rule 5-2(d)(2)v. through xvii below, which are to be contemporaneously derived from the Uniform CPA Examination Blueprints:
 - i. Financial accounting and reporting for business organizations
 - ii. Financial statement auditing Financial accounting and reporting for government and not-for-profit entities
 - iii. Taxation Auditing and attestation services
 - iv. Accounting information systems Managerial or cost accounting
 - v. Financial accounting and reporting for government and not-for-profit entities Taxation
 - vi. Attestation engagements
 - vii. Managerial or cost accounting
 - viii. Mergers and acquisitions
 - ix. Tax and financial planning
 - x. Fraud examination
 - xi. Internal controls and risk assessment
 - xii. Financial statement analysis
 - xiii. Accounting research and analysis
 - xiv. Tax research and analysis
 - xv. Accounting information systems Data analytics, data interrogation techniques, and/or digital acumen in an accounting context, whether

- taken in the business school or in another college or university program, such as the engineering, computer science, or math programs
- ~~xii-xvi.~~ Ethics (accounting course), as described in Rule 5-2 (d) (6)
- ~~xiii-xvii.~~ Other accounting-related content areas included in the Uniform CPA Examination Blueprints or as may be approved by the Board.
3. Earned a minimum of two SCH in research and analysis relevant to the course content described in 5-2(d)(2) through a discrete undergraduate and/or graduate accounting course, or two SCH integrated throughout the undergraduate and/or graduate accounting curriculum. Colleges or universities must provide evidence of coverage under integration as specified in Rule 5-2(e). The SCH earned through a discrete course in research and analysis in accounting may fulfill two of the SCH of the accounting subject matter requirements in Rule 5-2(d)(2).
 4. Earned a minimum of 24 SCH (or the equivalent) of business ~~courses~~content, other than accounting, at the undergraduate and/or graduate level, covering some or all of the following subject-matter content:
 - i. Business law
 - ii. Economics
 - iii. Management
 - iv. Marketing
 - v. Finance
 - vi. Business communications
 - vii. Statistics
 - viii. Quantitative methods
 - ix. Information systems or technology
 - x. Data analytics, data interrogation techniques, and/or digital acumen, whether taken in the business school or in another college or university program, such as the engineering, computer science, or math programs.
 - ~~ix-xi.~~ Ethics (business course), as described in Rule 5-2 (d) (6)
 - ~~x-xii.~~ Other business-related content areas included in the Uniform CPA Examination Blueprints or as may be approved by the Board.
 5. Earned a minimum of two SCH in communications in an undergraduate and/or a graduate course listed or cross-listed as an accounting or business course or two SCH integrated throughout the undergraduate or graduate accounting or business curriculum. Colleges or universities must provide evidence of coverage under integration as specified in 5-2(e). The SCH earned through a discrete course in communications may fulfill two SCH of the subject matter requirements of Rule 5-2(d)(4).
 6. Earned a minimum of three SCH in an undergraduate and/or a graduate course listed or cross listed as an accounting or business course in ethics as defined in Rule 5-1(e). A discrete three SCH course in ethics may count towards meeting the accounting or business course requirements of Rule 5-2(d)(2) or Rule 5-2(d)(4). As an alternative, colleges or universities may choose to integrate the course throughout the undergraduate and/or graduate accounting or business curriculum. Universities must provide evidence of coverage under integration as specified in Rule 5-2(e). Proof of coverage may be provided through specific evaluation by a nationalspecialized or professional accrediting agency organization recognized by CHEAthe Board, such as AACSB or ACBSP, in which evidence is provided to assure the Board that the program of learning defined in Rule 5-1(e) has been adequately covered and at the equivalent of the

three SCH minimum. Alternate methods for proof of ethics coverage may be determined and approved by the Board following careful scrutiny.

7. A maximum of ~~ninesix~~ SCH for internships and independent study, as defined in Rule 5-1(f) and Rule 5-1(g), may count towards the education requirement of Section 5(c) of the Uniform Accountancy Act ~~subject matter requirements of Rule 5-2(d)(2) or Rule 5-2(d)(4)~~. However, of the ~~ninesix~~ SCH, a maximum of three SCH may apply to accounting ~~courses~~ content required under Rule 5-2(d)(2) and a maximum of three SCH may apply to business ~~courses~~ content required under Rule 5-2(d)(4).
- (e) Colleges or universities that use an integrated approach to meet the requirements of Rule 5-2(d)(3, 5 or 6) must provide evidence that the respective subjects adequately cover the desired content, with acceptable instruction and quality to attain the objectives. Proof of coverage may be provided through specific evaluation by a specialized or professional/national accrediting organization/agency recognized by CHEA ~~the Board, such as AACSB or ACBSP~~. Alternate methods for proof of coverage may be determined and approved by the Board following careful scrutiny.

**National Association of State Boards of Accountancy, Inc.
Meeting of the Board of Directors
January 17, 2020 – Hyatt Regency, Indian Wells, CA**

1. Call to Order

A meeting of the Board of Directors of the National Association of State Boards of Accountancy was called to order by Chair Laurie Tish at 9:00 a.m. on Friday, January 17, 2020 at the Hyatt Regency Resort in Indian Wells, CA.

2. Report of Attendance

President and CEO Ken L. Bishop reported the following were present:

Officers

Laurie J. Tish, CPA (WA), Chair
A. Carlos Barrera, CPA (TX), Vice Chair
Janice L. Gray, CPA (OK), Past Chair
W. Michael Fritz, CPA (OH), Treasurer
Stephanie M. Saunders, CPA (VA), Secretary

Directors-at-Large

Catherine R. Allen, CPA (NY)
J. Coalter Baker, CPA (TX)
Maria E. Caldwell, CPA (FL)
John F. Dailey, Jr., CPA (NJ)
Tyrone E. Dickerson, CPA (VA)
Sharon A. Jensen, CPA (MN)
Richard N. Reisig, CPA (MT)

Regional Directors

Andy Bonner, CPA (TN), Southeast Regional Director
C. Jack Emmons, CPA (NM), Southwest Regional Director
Alison L. Houck, CPA (DE), Middle Atlantic Regional Director
Stephen F. Langowski, CPA (NY), Northeast Regional Director
Faye D. Miller, CPA (ND), Central Regional Director
Jason D. Peery, CPA (ID), Mountain Regional Director
Katrina Salazar, CPA (CA), Pacific Regional Director
Kenya Y. Watts, CPA (OH), Great Lakes Regional Director

Executive Directors' Liaison

Grace Berger (MT), Executive Directors Committee Liaison

Staff

Ken L. Bishop, President and Chief Executive Officer
Colleen K. Conrad, CPA, Executive Vice President and Chief Operating Officer
Michael R. Bryant, CPA, Senior Vice President and Chief Financial Officer
Louise Dratler Haberman, Vice President - Information and Research
Thomas Kenny, Chief Communications Officer
Troy Walker, CPA, Director of Finance/Controller
Alfonzo Alexander, Chief Ethics and Diversity Officer and President Center for the Public Trust
Noel L. Allen, Esq., Outside Legal Counsel

3. Welcome

Chair Tish welcomed all and asked each to briefly introduce themselves, including on which NASBA Committees they serve.

4. Approval of Minutes

Secretary Stephanie Saunders made a motion to approve the minutes of the Board's October 25, 2019 meeting with corrections. Tyrone Dickerson seconded and all approved.

Secretary Saunders made a motion to approve the minutes of the Board's October 29, 2019 meeting. Mr. Dickerson pointed out the names of two Board members had been omitted from the reported attendance. Ms. Saunders made a motion to approve the minutes with that correction. Andy Bonner seconded. All approved.

5. Chair's Report

Chair Tish reported she had participated in a webinar for Board members who had not attended the NASBA Annual Meeting to bring them up to date on the CPA Evolution initiative. Only one question was raised by participants.

A formal AICPA/NASBA CPA Evolution Education Advisory Group has been convened and a second CPA Evolution Exam Advisory Group will convene shortly, Ms. Tish reported. These joint AICPA/NASBA advisory groups are to complete their work in 4-6 weeks she said.

Chair Tish had attended the meetings of the NASBA Audit Committee, CBT Administration Committee and others. She will be attending the AICPA/NASBA leadership summit on February 6-7 where the CPA Evolution initiative will be the main topic.

6. President's Report

President and CEO Bishop and Executive Vice President and COO Colleen Conrad reported the following to the NASBA Board:

- Close to the halfway point in the fiscal year, President Bishop is very pleased with where NASBA is financially, despite the slow growth in the number of CPA candidates. He is comfortable with the numbers but continues to look for new sources of revenue.

- A Thanksgiving staff luncheon was held in the Nashville and Guam offices. A holiday luncheon with an international theme was held for the NASBA staff at the Margaritaville Hotel in Nashville in December. Jill Thompson, ALL Account Manager, was awarded the NASBA Staff Service Award and Troy Walker, Director of Finance, the Ad Astra Award at the holiday luncheon.

- Ms. Conrad reported she had attended the Public Company Accounting Oversight Board's International Regulators Conference in December, which was by invitation only and focused on quality control standards plus other topics.

- The Institute of Chartered Accountants of England and Wales (ICAEW) mutual recognition agreement, under discussion by the NASBA/AICPA International Qualifications Appraisal Board, has been delayed as the UK's regulators, the Financial Reporting Council (FRC), have made some last-minute changes to the proposed agreement. IQAB Chair Sharon Jensen is in contact with ICAEW CEO Michael Izza to try to resolve the issues. President Bishop will meet with FRC Chair Sir Jon Thompson on March 12 in NASBA's New York office. President Bishop also anticipates meeting in Nashville with ACCA leadership.

- NASBA's IT projects are ongoing and IT security policies are being aligned with best practices. It is anticipated that NASBA's phone service will be updated this fiscal year to support flexible working conditions for the staff.

- Many NASBA committees are now using Zoom for their conference calls. NASBA volunteers are being encouraged to use the video conference feature, not just call in. Cameras have been installed in NASBA's 8th floor conference room to facilitate video conferencing.

- More firms are lining up to use the rules engine for the CPE Audit Service. Several major CPA firms' employees now can use the enterprise version of the Accountancy Licensing Library.

- NASBA staff directors met with Chief Sourcing & Strategy Officer Cheryl Farrar on January 13, 2020 to review NASBA's strategic plan and correlate it to their activities. Over 200 activities were identified that relate to the mission and discussion was held on how some might be enhanced. The detailed plan will be presented to the NASBA Board at their April meeting by Ms. Farrar.

- Vice Chair Carlos Barrera met with the Accountancy Board of Ohio and Ms. Conrad met with the Puerto Rico Board of Accountancy and Society. Vice President Dan Dustin is meeting with Boards and updating them on the CPA Evolution initiative's progress.

- The Alliance for Responsible Professional Licensing (ARPL) has been creating videos for the public and legislators focused on the overall importance of licensing professionals. Vice Chair Carlos Barrera and Past Chair Janice Gray are featured in the video ARPL created specifically about the accounting profession.

- The International Ethics Standards Board for Accountants is releasing proposed amendments to its Code of Conduct on fee dependency and on allowing the audit fee to be

influenced by non-audit services provided to the client. They have asked NASBA to comment on their exposure drafts “Proposed Revisions to the Non-Assurance Services of the Code” and “Proposed Revisions to the Fee-Related Provisions of the Code.”

7. Report on Uniform CPA Examination

Executive Vice President Conrad reported that April 1, 2020 remains the date on which it will be decided if the switch will be made to continuous testing for the Uniform CPA Examination, which would begin on July 1, 2020. Ms. Conrad said it looks like the switch will be made as it is very popular with the candidates and only 3-4 jurisdictions do not believe they can be ready by that date. NASBA staff and legal counsel continue to work with those jurisdictions. Jack Emmons (NM) said that New Mexico is one of those four jurisdictions and he believes a bill will be passed within the next few weeks that will enable continuous testing.

The invitation to comment on the practice analysis has been released. Its proposals include deleting essay questions and topics that beginning CPAs would not be expected to know in their early years of practice.

The contract for the Uniform CPA Examination ends on December 31, 2024 and discussions for the new contract have begun, Ms. Conrad announced. Candidates may be able to take the Uniform Exam in Prometric Centers in India possibly as early as May 2020. Many Indian candidates have been requesting to take the Examination in India. Also test centers in the EU and UK are now open to candidates, without restrictions on their country of citizenship or residency. This will enable candidates from countries where there are no Prometric centers to take the Examination, including those from Pakistan and Israel, where there has been expressed interest.

8. Report from Vice Chair

Vice Chair Barrera reported he had visited the Accountancy Board of Ohio in December. He has also participated in the conference calls of the Uniform Accountancy Act Committee and Education Committee. He intends to participate in other committees’ calls that are coming up.

9. Report from Chief Ethics & Diversity Officer

NASBA Chief Ethics & Diversity Officer Alfonzo Alexander reported that in November the Center for the Public Trust (CPT) opened its 47th Student Chapter. Two chapters have been established in historically black colleges. The goal is to have a chapter in all states, he stated. The CPT is working to be less financially dependent on funding from NASBA and Mr. Alexander reported on several successful fund-raising activities.

The CPT's training programs are being marketed and both the ethics student certification program and State Board discipline programs are growing. More collaborations are being pursued, including working with Beta Alpha Psi.

Mr. Alexander explained that within NASBA he is also in charge of the NASBA Trust and Integrity Channel. If there were to be a perception of financial wrongdoing in NASBA, it would come to him, and in accordance with NASBA's policy, he would report it either to the CEO or directly to the Audit Committee. He noted NASBA continues to ensure its demographics reflect the population of metropolitan Nashville. Every year NASBA has mirrored Nashville's population very closely. NASBA partners with CPA societies and minority affinity groups to identify potential Board of Accountancy candidates. Mr. Alexander is a member of the sponsor advisory group of The Ph.D. Project and President Bishop has served on The Ph.D. Project's Board of Directors. Mr. Alexander has also participated in the American Accounting Association's Diversity Section's panels at their conferences.

10. Report of the Administration and Finance Committee

Treasurer W. Michael Fritz presented the Board with a chart of key performance indicators in relation to NASBA's operating results through November 30, 2019, to summarize the A&F Committee's report. Operating income was \$300,000 over budget and investment income was \$700,000 over budget yielding a 1 million increase in net assets over budget for the year-to-date results.

Senior Vice President and Chief Financial Officer Michael R. Bryant provided additional details on Examination candidate trends, updated the Board on capital expenditures (including the Zoom software camera capabilities), reviewed investment performance and recommended consolidation of investment advisors.

The Board unanimously approved the consolidated financial statements as of November 30, 2019 on a motion recommended by the Administration and Finance Committee and presented by Treasurer Fritz. The Board also unanimously approved a change to the investment advisor structure on a motion presented by Treasurer Fritz based on the recommendation of the Administration and Finance Committee pursuant to NASBA's Investment Policy Statement.

11. Report of the Audit Committee

Audit Committee Chair Faye Miller reported the Committee had held a brief introductory meeting and discussed continuation of the agreed upon procedures related to the escrow accounts that were added in the previous year. There has been rotation of the engagement partner in charge of the Fiscal 2020 audit and he was present during the call. The Audit Committee will hold a face-to-face planning meeting in May with representatives of the independent audit firm, prior to commencement of the year-end audit work.

12. Report of the Education Committee

Education Committee Chair Stephanie Saunders (VA) reported they had held a successful Zoom conference call meeting on January 10. The Committee heard a presentation on the CPA Evolution initiative from Executive Vice President Conrad and Vice President – State Board Relations Daniel Dustin. Education Committee member Steve Grice and Ms. Saunders have been appointed to the CPA Evolution Education Advisory Group.

Another call will be scheduled in late January to discuss the NASBA Accounting Education Research Grants Program.

13. Report from the Committee on Relations with Member Boards

Relations with Member Boards Committee Chair Jack Emmons reported the committee members were working on designing Focus Questions that would be in line with the CPA Evolution initiative's research needs. State Board members are anxious to hear more information about the CPA Evolution and that will be provided during the Regional Conference calls to be scheduled in the coming weeks. The Committee reviewed a draft agenda for the Regional Meetings and is close to having a tentative agenda ready that can be placed on the NASBA website.

14. Report from the Uniform Accountancy Act Committee

This year's NASBA UAA Committee held their first conference call on December 16, UAA Committee Chair Coalter Baker reported. Jimmy Corley and Arthur Winstead have joined the NASBA UAA Committee this year. Mr. Baker reported he advised the Committee members that they avoid should focusing on what their state can or cannot do, and instead think about what is the best overall.

The Auditing Standards Board (ASB) was to determine if they would release an exposure draft on requiring predecessor and successor auditors to have a discussion if NOCLAR (non-compliance with laws and regulations) was suspected; however, ASB decided to hold up on that release until they get more information on the State Boards' current rules on disclosure, Mr. Baker reported. He has offered to address the ASB on this topic. Mr. Baker added that the AICPA Professional Ethics Executive Committee supports moving forward on NOCLAR with the Uniform Accountancy Act Committee.

15. Report from the Ethics Committee

Ethics Committee Chair Catherine Allen discussed with the Board the AICPA Professional Ethics Executive Committee's (PEEC) continuing focus on CPA firms' ability to loan staff to attest clients (termed "staff augmentation"). NASBA had commented in February 2019 that the interpretation being proposed violated the independence standard in appearance

and perhaps in fact as well. A PEEC task force has continued work on this topic. Following the NASBA Board's discussion of alternatives now under consideration, on a motion by Mr. Baker, seconded by Mr. Emmons, the Board unanimously moved to send PEEC the following:

"Based upon overwhelming opposition expressed by State Board representatives, and as explained in our February 25, 2019 letter to PEEC, the NASBA Board of Directors opposes any new interpretation of ET 1.200.001 that would compromise independence by allowing a firm's staff to provide non-attest services to an attest client while under the client's supervision (otherwise known as "staff augmentation"). The NASBA Board is aware that some firms may be in violation and we believe this is unacceptable. The NASBA Board therefore urges that noncompliant licensees immediately stop violating the rule and that state boards of accountancy enforce the rule."

16. Report from the Compliance Assurance Committee

Compliance Assurance Committee (CAC) Chair Stephen Langowski reported they had met on December 9 and set out their plans for the year's work. Several conference calls with the State Boards' Peer Review Oversight Committees (PROC) will be held this year, with the first to be held in March. An update on Chapter 3 of the AICPA Oversight Handbook, entitled "Confidentiality of Peer Review Information in the Regulatory Environment," will be one of the topics discussed.

The Committee will be determining how best to help State Boards that have asked NASBA about assistance with multi-state PROCs, Mr. Langowski stated. A CAC task force will be updating the peer review section on the NASBA website. The CAC is also considering if it would be appropriate to change the committee's title, as the term "compliance assurance" has been deleted from most of the Model Rules. There will be a face-to-face CAC meeting prior to their annual joint meeting with the AICPA Peer Review Board, and a CAC call is planned for February 4.

17. Report of the Legislative Support Committee

Legislative Support Committee Chair Andy Bonner reported the Committee had held a conference call on December 18 and utilized Zoom to share visual presentations with the group. Mr. Bonner highly recommended the use of Zoom for other committees. They were able to view PowerPoint presentations prepared by NASBA Legislative and Governmental Affairs Director John Johnson, the Alliance for Responsible Professional Licensing (ARPL) website and videos of various professions created by ARPL.

Fiscal Note is the new legislative tracking service being used by NASBA. Mr. Bonner explained it allows the user to scroll down and look at bills in each state. Mr. Johnson has been speaking to other professions about how NASBA is using legislative tracking.

The Committee will have their next call in February.

18. Report of Enforcement Committee

Enforcement Committee Chair Maria Caldwell reported they had held a conference call and are selecting a date for another call to be held in early February. They intend to use Zoom for the call.

NASBA Chair Tish asked the NASBA Board members to share their ideas with Ms. Caldwell on how the Committee can help the State Boards.

19. Report on CPA Evolution

Chair Tish and Executive Vice President Conrad summarized the progress of the CPA Evolution initiative. Overall, the four-part model Uniform CPA Examination, including required core subjects and one of three discipline parts to be selected by the candidate, has received generally favorable responses, they reported. Two “quick moving” advisory groups were appointed to supply recommendations to implement the changes under consideration, Chair Tish explained:

CPA Evolution Education Advisory Group: Marcus Aherns, Bruce Behn, James Corley, Ruben Davila, Mark Dawkins, Steve Grice, Jan Taylor Morris, Rick Reisig and Stephanie Saunders.

CPA Evolution Examination Advisory Group: Barry Berkowitz, Sherry Chesser, Jack Emmons, Audrey Katcher, Katrina Salazar, Dan Sweetwood and Kenya Watts.

A tentative timeline for the initiative was discussed, including webcasts to update the State Boards and an exposure draft ready for discussion at NASBA’s June Regional Meetings.

20. Policy Discussion

The current status of the recommendation for additional current audit experience for those signing audit reports for a firm was discussed by the Board. Questions raised about its implementation were reviewed. More details remain to be worked out by the NASBA UAA Committee.

There was additional discussion of the exposure drafts from the International Ethics Standards Board.

21. Next Meeting

The next meeting of the NASBA Board of Directors will be held April 24, 2020 on Hilton Head Island, SC.

22. Adjournment

The meeting was adjourned at 4:07 p.m.

23. CPT Annual Member Board Meeting

Ms. Tish called the Center for the Public Trust Annual Member Board Meeting to order.

A motion was made to appoint Jim Burkes (MS) to the CPT Board. All approved. A second motion was made to reappoint Coalter Baker to the CPT Board. All approved.

The meeting was adjourned at 4:10 p.m.

National Association of State Boards of Accountancy, Inc.
Meeting of the Board of Directors
March 5, 2020 – Conference Call

1. Call to Order

A special meeting of the Board of Directors of the National Association of State Boards of Accountancy was called to order by Chair Laurie J. Tish at 12:30 p.m. Eastern Time on Thursday, March 5, 2020.

2. Report of Attendance

President and CEO Ken L. Bishop reported the following were present:

Officers

Laurie J. Tish, CPA (WA), Chair
A. Carlos Barrera, CPA (TX), Vice Chair
Janice L. Gray, CPA (OK), Past Chair
W. Michael Fritz, CPA (OH), Treasurer
Stephanie M. Saunders, CPA (VA), Secretary

Directors-at-Large

Catherine R. Allen, CPA (NY)
J. Coalter Baker, CPA (TX)
Maria E. Caldwell, CPA (FL)
John F. Dailey, Jr., CPA (NJ)
Tyrone E. Dickerson, CPA (VA)
Sharon A. Jensen, CPA (MN)
Richard N. Reisig, CPA (MT)

Regional Directors

Andy Bonner, CPA (TN), Southeast Regional Director
C. Jack Emmons, CPA (NM), Southwest Regional Director
Alison L. Houck, CPA (DE), Middle Atlantic Regional Director
Stephen F. Langowski, CPA (NY), Northeast Regional Director
Faye D. Miller, CPA (ND), Central Regional Director
Jason D. Peery, CPA (ID), Mountain Regional Director
Katrina Salazar, CPA (CA), Pacific Regional Director
Kenya Y. Watts, CPA (OH), Great Lakes Regional Director

Staff

Ken L. Bishop, President and Chief Executive Officer
Colleen K. Conrad, CPA, Executive Vice President and Chief Operating Officer

Michael R. Bryant, CPA, Senior Vice President and Chief Financial Officer
Daniel J. Dustin, CPA, Vice President – State Board Relations

3. Welcome

Chair Tish welcomed all and thanked them for attending this special meeting during “busy season.”

4. Report on CPA Evolution Initiative

Executive Vice President and COO Colleen K. Conrad and Vice President – State Board Relations Daniel J. Dustin provided an update on the CPA Evolution initiative. They reported the feedback from most stakeholders has been positive. Via Zoom, the Board members were shown a draft of the PowerPoint slides that will be presented on March 17, 2020 during the 38th Annual Conference for Executive Directors and Board Staff Executive Directors Meeting, which will be held virtually. Boards’ legal counsel and CPA Society chief executive officers will also be in the virtual audience at that time.

5. President’s Report

President and CEO Bishop informed the Board of the transition of NASBA’s legal work to its internal legal department.

Mr. Bishop also advised the Board of NASBA’s preparations for dealing with the coronavirus. Staff travel will be restricted and staff liaisons have been asked to use Zoom in place of face-to-face meetings for committees, task forces and other similar groups.

6. Adjournment

There being no action items, the meeting was adjourned at 1:55 p.m. Eastern Time.

NATIONAL ASSOCIATION OF STATE BOARDS OF ACCOUNTANCY, INC.

Highlights of the Board of Directors Meeting

April 24, 2020 – Zoom Meeting

During a duly called virtual meeting of the Board of Directors of the National Association of State Boards of Accountancy, Inc., held on Friday, April 24, 2020 via Zoom, the Board took the following actions:

- Approved for exposure for comment amended education requirements in Uniform Accountancy Act Model Rules 5-1 and 5-2 contingent upon the successful passage of the AICPA Council resolution supporting the advancement of the CPA Evolution Initiative at the May 2020 Council meeting. NASBA UAA Committee Chair Coalter Baker's (TX) motion that the UAA Committee's recommended changes be exposed for a 90-day period was unanimously approved.
- Approved the financial report as presented by Treasurer W. Michael Fritz (OH). Also approved the Administration and Finance Committee's recommended changes to the investment policy as presented by Mr. Fritz.
- Approved the Education Committee's recommended recipients of NASBA accounting education research grants as presented by the Education Committee's Awards Task Force Chair Jason Peery (ID).
- Heard a report from Chair Laurie J. Tish (WA) on her NASBA activities during the past quarter. These included participation in a summit meeting with the volunteer leadership of the American Institute of CPAs on February 6-7; updating the State Boards via webinars on the progress of the CPA Evolution Initiative March 23-26; and listening to many virtual NASBA committee meetings and Regional conference calls held this quarter. Ms. Tish congratulated the NASBA staff and volunteers for "not missing a beat" in governance and committee work through working virtually, as necessitated by COVID-19.
- Received a report from President and CEO Ken Bishop that planning is underway for NASBA's first virtual Regional Meetings, scheduled for June 3-4 for the Eastern Regional and June 10-11 for the Western Regional. NASBA held its first virtual Executive Directors and Legal Staff Conferences on March 18, with 197 attending and many positive evaluations.
- Were updated by Executive Vice President and Chief Operating Officer Colleen K. Conrad on the discussions and communications that NASBA had with the Boards' executive directors and certain NASBA committees on the operations of the testing centers, Peer Review programs, and recommended changes for testing, CPE and peer review deadlines. Information has been added to the NASBA website on COVID-19 legislations' impact on State Board operations and is regularly being refreshed.
- Learned from President Bishop that NASBA was in the early implementation stage of adding flexible scheduling for staff before the "Safe at Home" rule came into effect in Tennessee. This enabled a smoother transition to all working from home as necessary equipment was available; however, some staff were furloughed on April 1 as they were unable to perform at least 75 percent of their regularly assigned tasks. One staff member is already being called back to work.

- Heard from NASBA Vice Chair Carlos Barrera (TX) that pre-planning for NASBA's 2020-2021 committees began in March and assignments will begin in May. He urged all to submit their committee request forms.
- Voted to approve the direction of a project to map out NASBA's activities against its strategic plan's objectives, as described by NASBA Chief Sourcing and Strategy Officer Cheryl Farrar and Vice President and Chief Financial Officer Michael Bryant. With input from NASBA operations directors, Ms. Farrar and Mr. Bryant are aligning NASBA's mission services to the Association's objectives as outlined in the 2018-2023 strategic plan. This will lead to a more exact picture of how NASBA's resources are used, President Bishop commented.
- Learned from Executive Directors Committee Chair Grace Berger (MT) that the Executive Directors virtual conference on March 18 had been successful, as was the follow-up legislative webinar on March 31. A subsequent Quick Poll of the Executive Directors found them appreciative of the information NASBA has been providing them and supporting continuing similar updates, Ms. Berger reported.
- Heard from Computer Based Testing Committee Chair Tyrone Dickerson (VA) that the committee had met in March and April. Information from Prometric on the closing/opening of testing centers has been sent out and candidates have been informed. He thanked Ms. Conrad and Client Services Director Patricia Hartman for keeping all updated, as the closing of testing centers had caused concern for those who wanted to test as soon as possible. If the testing centers are open, candidates could start to test in India in June.
- Received a report from Relations with Member Boards Committee Chair Jack Emmons (NM) that this quarter's Focus Questions show Boards are interested in learning more about how states are working through the COVID-19 environment. He noted two-day Regional Meetings are planned, including time for Boards to exchange experiences and advice – virtually.
- Received a request from Nominating Committee Chair Janice L. Gray (OK) for resume submissions from those interested in serving on the Nominating Committee from the Central, Middle Atlantic, Pacific and Southeast Regions, or serving on the NASBA Board of Directors. Information should be sent to janiceg@cpagray.com or aholt@nasba.org.

The next meeting of the Board will be held on July 24, 2020.

Distribution: State Board Chairs/Presidents, Members and Executive Directors, NASBA Board of Directors and Committee Chairs and NASBA Staff Directors

EXECUTIVE SUMMARY

REGIONAL DIRECTORS' FOCUS QUESTIONS

April 2020

21 BOARDS RESPONDING

Alabama, Alaska, California, Kansas, Kentucky, Idaho, Illinois BOE, Iowa, Mississippi, Missouri, Montana, Nebraska, Nevada, New Mexico, New York, Ohio, Oklahoma, South Dakota, Texas, Tennessee, Wyoming

1. Has your Board reviewed the AICPA's invitation to comment on the practice analysis entitled "Maintaining the Relevance of the Uniform CPA Examination"?

Yes: California, Illinois BOE, Minnesota, Mississippi, Missouri, Montana, Nebraska, New York, Ohio, Oklahoma, South Dakota, Tennessee, Texas

No: Alabama, Alaska, Iowa, Kentucky, Nevada, Wyoming

2. Recognizing that the CPA Evolution initiative will be the primary topic discussed during the Regional Meeting's Regional Breakout Sessions, what additional topics would your Board like discussed during your Region's Breakout - time permitting?

Answers included:

Anti-regulation movement; Contingency plans for the COVID-19 situation; Status of changes impacting the Facilitated State Board Access (FSBA) and the Peer Review Integrated Monitoring Application (PRIMA) and the system enhancements; Progress on 2,000 hours of attest work.

3. What is happening in your jurisdiction that is important for other State Boards and NASBA to know about?

Answers included:

California – The CBA is pursuing a statutory change to allow Uniform CPA Examination candidates to sit prior to degree conferral. **Nevada** - There are various proposals for Board consolidation with overtones that the professional boards are not properly oversighted. **Ohio** - The Board has a new investigator - Sarah Sarnowski

4. Can NASBA be of any assistance to your Board at this time?

Answers included:

South Dakota – We do appreciate the promptness of NASBA's responses and continuous updates during COVID- 19.

For additional details, see the full report of the Regional Directors Focus Questions.

NASBA REGIONAL DIRECTORS' FOCUS QUESTIONS REPORT

The following is a summary of the written responses to focus questions gathered from the member Boards by NASBA's Regional Directors between January 28 and April 2020. Responses which indicated nothing to report have not been included in this summary.

Respectfully submitted,

<i>C. Jack Emmons (NM)</i>	- Chair, Committee on Relations with Member Boards
	- Southwest Regional Director
<i>J. Andy Bonner, Jr. (TN)</i>	- Southeast Regional Director
<i>Alison L. Houck (DE)</i>	- Middle Atlantic Regional Director
<i>Stephen F. Langowski (NY)</i>	- Northeast Regional Director
<i>Faye D. Miller (ND)</i>	- Central Regional Director
<i>Jason D. Peery (ID)</i>	- Mountain Regional Director
<i>Katrina Salazar (CA)</i>	- Pacific Regional Director
<i>Kenya Y. Watts (OH)</i>	- Great Lakes Regional Director

BOARDS RESPONDING

Alabama, Alaska, California, Kansas, Kentucky, Idaho, Illinois BOE, Iowa, Mississippi, Missouri, Montana, Nebraska, Nevada, New Mexico, New York, Ohio, Oklahoma, Tennessee, Texas, South Dakota, Wyoming

1. Has your Board reviewed the AICPA's invitation to comment on the practice analysis entitled "Maintaining the Relevance of the Uniform CPA Examination"?

Yes: California, Illinois BOE, Minnesota, Mississippi, Missouri, Montana, New Mexico, New York, Ohio, Oklahoma, South Dakota, Tennessee, Texas

No: Alabama, Alaska, Iowa, Kentucky, Nebraska, Nevada, Wyoming

If yes, please explain below:

California – The CBA will consider the American Institute of CPAs' invitation to comment on the practice analysis entitled "Maintaining the Relevance of the Uniform CPA Examination" at a future meeting. At that time, it will consider whether to issue any comment letter.

Idaho – The Board will be meeting in April and then finalize comments.

Illinois BOE - We discussed the exposure draft at our January meeting. We will send in comments before the April 30 deadline.

Mississippi – Some of our Board members were concerned about the reduced emphasis on governmental accounting and auditing on the proposed new CPA Exam. Our Board was waiting to see NASBA’s comment letter on the practice analysis. At this point, are NASBA and/or AICPA considering a delay in Exam change implementation based on the current, and possible future, disruption to testing caused by the COVID-19 pandemic?

Missouri – The Board submitted comments on April 20th.

Montana – While the Board has reviewed the exposure, no action was taken due to the Department’s directive to limit meeting agendas based on the COVID-19 emergency situation.

Nebraska – The Board’s Education & Examination Committee discussed the matter at their committee meeting and reported to the Board at our January meeting. The Board minutes reflected: “Practice Analysis Discussion – Committee members were sent the invitation to comment regarding the upcoming Practice Analysis and the Invitation to Comment. The Practice Analysis process was overviewed. The committee will review individually and continue to discuss at the March committee meeting. It is anticipated NASBA will provide a response and it will be determined if the Board should comment additionally from that response. The invitation to comment deadline is April 30, 2020. In the longer term, the Evolution Project of the examination will be overviewed at the Western Regional Meeting.”

One member of the committee expressed concern with the move to lessen Governmental Accounting on the examination, but it appeared NASBA was well aware of this concern based on an update to the committee from NASBA COO Colleen Conrad, who joined the call. At this point, I believe the Board will await NASBA’s response before any decision to provide further comment.

New Mexico – Yes we have reviewed and submitted our suggestions.

New York - The Board did review but will not be meeting until 4/29/2020 and plans to submit a comment letter on 4/30/2020.

Ohio - The Board will discuss the Exam at the February 8 Board meeting. I anticipate that they will submit individual comment letters.

Oklahoma - The Board is considering the Maintaining of Relevance letter now.

South Dakota – The Board is reviewing and will determine if they want to make comments before the 4/30/10 deadline.

Tennessee – The Board reviewed at high level at the January Board meeting. Members were asked to review specifics individually and bring concerns to the Executive Director.

Texas – The Texas Board has reviewed the Practice Analysis in great detail and submitted its response.

Other Comments:

Iowa – The Iowa Board did not receive the initial request for comment. The Executive Director forwarded to the Board members on April 13.

Minnesota – No [did not submit comments on Practice Analysis].

Nevada – The Board has not responded to the Practice Analysis, however provides the information to Board Members for their individual responses if interested.

2. Recognizing that the CPA Evolution initiative will be the primary topic discussed during the Regional Meeting's Regional Breakout Sessions, what additional topics would your Board like discussed during your Region's Breakout - time permitting? Please explain below:

Alabama - I would like more explanation on the problem we are attempting to solve with the change.

Alaska - Turnaround time on Exam scores; 2,000 hours on attest work; discussion on implementation and requirements; CPA evolution educational changes and timeframe for revising course requirements.

California – Not at this time.

Idaho – Updates on the anti-regulation movement; contingency plans for the COVID-19 situations; considerations Boards are giving to education requirements for exam and/or licensing.

Illinois BOE - What should be done with the extra 30 hours above the 120 required (in most cases) to sit for the Exam? Does CPA Evolution mean we should start thinking about broader requirements?

Kentucky - Status of continuous testing.

Minnesota – In addition to COVID-19 matters, the State of Minnesota has placed a huge hiring freeze and that has eliminated our open, and only, investigator position. We are seeking reconsideration of the same.

Mississippi – It would be informative to hear how other Boards are coping with the COVID-19 pandemic.

Missouri - If time allows, our board is interested in the following: (1) Peer Review-Specifically, how peer review is used for discipline/permitting, confidentiality and how it impacts mobility. (2) CPE programs.

Nebraska – Obviously, the Region's response to the COVID-19 pandemic.

New Mexico – Ways to improve or continue operations during coronavirus. How far can we go with exceptions to our rules?

New York - Provide a status of the changes impacting and the Facilitated State Board Access (FSBA) and the Peer Review Integrated Management Application (PRIMA) and the systems enhancements. The sessions should demonstrate to the SBOA how it can effectively monitor firms using the FSBA and understand the changes in PRIMA.

Ohio - Timeline for CPA Evolution. It appears that the Exam will become more difficult. In 2018 there was a 10-year low in the number of those taking the Exam. Tracking pass rates for those sitting at 120 - 150 without Masters - 150 with Masters. How will the numbers change as a result of the net set of changes? Is 120 hours to sit still a realistic number given the new complexities of the Exam?

Oklahoma - We believe the issue of Occupational Licensing is primary at this time.

South Dakota – Due to recent events, disaster planning and/or pandemic language with flexibility in rules for fluid situations.

Tennessee – COVID-19 related issues and any allowances states are making.

Texas – How did working from home during COVID-19 help or hinder Board operations?

3. What is happening in your jurisdiction that is important for other State Boards and NASBA to know about? Please explain below:

Alaska - Anticipate new legislation soon and also regulation updates; continued travel restrictions for Board and staff.

California – The CBA is pursuing a statutory change to allow Uniform CPA Examination candidates to sit prior to degree conferral. If approved by the Legislature and Governor, the CPA would propose regulations to implement this program.

Idaho – The Idaho legislature was very active in passing bills that impact regulatory boards such as: one that established sunrise and future sunset provisions; universal licensing; the removal of the phrase “moral turpitude” from Idaho Statute and rule and to establish a process in which felony convictions can be evaluated by a regulatory board prior to an application being submitted and that when considering a denial for a past criminal conviction the crime is relevant to the profession. Also, a bill that would’ve changed the Idaho Administrative Procedures Act in regard to administrative hearings by establishing an Office of Administrative Hearings was defeated.

Illinois BOE - We are waiting for the Governor to confirm three appointments. We will need to appoint three additional Board members by July 2020.

Iowa - Two new Board members. Reviewing rules for potential updates. Responding to the COVID-19 with special CPE provisions.

Kentucky - Implemented minimum amount of CPE hours in accounting or auditing courses each year for CPAs who perform attest work and preparation of financial statements. Bill pending to allow Board to grant scholarships.

Mississippi – The only official actions taken by our Board, at a special meeting called on March 26th, was to extend our one-year CPE reporting period from 12 months ending 6/30/2020 to 16 months ending 10/31/2020, and to cancel our new CPA ceremony that was scheduled for May 9th. That March 26th meeting was held telephonically and the upcoming May 8th regular meeting is anticipated to also be held telephonically – as allowed under our state laws.

Missouri – In 2020, Missouri changes its CPE requirements from 120/3 years/20 minimum/6 ethics to 40 annually/2 ethics. Currently, legislation has been proposed to allow testing at 120 hours (not sure if there will be movement this year due to COVID-19).

Montana – Finalizing continuous testing rules.

Nebraska – The Board cancelled their March meeting due to the pandemic and staff activated the Board’s Contingency Plan. Staff is working from home while stopping in the office periodically to process mail and other needs. The Board office remains open for business with some expected delays in processing requests.

Nevada - The Board continues to go through various forms of review and audit by the Nevada Legislative Sunset Committee and the Executive Branch Audit Committee. There are various proposals for Board consolidation with overtones that the professional boards are not properly oversighted. The Board of Accountancy continues to respond to requests for information and provides testimony when needed.

New Mexico – State revenue is projected to be 80 percent reduced this year by sales tax and oil & gas tax. How do we cope?

New York - Revisions to the regulations are still pending since 2016.

Ohio - The Board has a new Investigator - Sarah Sarnowski - and is currently in the process of hiring an Administrative Professional to fill an office staff vacancy.

Oklahoma - Our legislature is in session. We are trying to address occupational licensing and consolidation issues now.

South Dakota – The Board is in the process of updating rules for continuous testing to be effective 7/1/20.

Tennessee - \$400 professional privilege tax assessed annually to all CPAs was abolished in 2019. Board will meet on May 5th to address needed action items to include discussion on conditional credit extensions due to COVID-19.

Texas – The Texas State Board of Public Accountancy will be moving to a different location by mid-summer.

Wyoming - Rules revisions.

4. Can NASBA be of any assistance to your Board at this time? Please explain below:

Alaska - The Board would like more information on foreign based licensees (hold US license - live out of country). How do jurisdictions provide oversight on their activities?

Idaho – Continued communication on what states are doing with the COVID-19 virus and we'd like to recognize the great efforts of John Johnson and his diligently providing us with updates on what's happening in not only our Idaho legislature but other pieces of legislation across the country. It's extremely helpful and appreciated.

Illinois BOE - We will seek assistance from NASBA to prepare a newsletter during Spring 2020.

Missouri – Missouri utilizes NASBA frequently. Whenever requests are made, assistance has been provided. We appreciate the support from NASBA.

Nebraska - NASBA has provided timely information regarding the closing of exam sites and other information related to the pandemic. They have also hosted Executive Directors' Zoom calls, so information can be distributed to all Boards. Not sure what else they could be doing at this point. Great job!

Nevada – NASBA continues to be a great resource for many things for NVBOA. Nothing further is needed at this time.

New Mexico – NASBA has been great. NM does not need anything at the moment.

New York - New York is looking forward to using the CPE audit tool.

South Dakota – We do appreciate the promptness of NASBA's responses and continuous updates during COVID-19.

Tennessee – The Board would like to see frequent updates on the status of test center openings/closures and capacity for the next few months.

Found the legal resource Brie Allen put together very helpful related to how states are handling the epidemic in various areas.

5. NASBA's Board of Directors would appreciate as much input on the above questions as possible. How were the responses shown above compiled? Please check all that apply.

- Input only from Board Chair: **Illinois BOE**
 - Input only from Executive Director: **Alabama, California, Iowa, Kentucky, Minnesota, Mississippi, Montana, Nebraska, New Mexico, Ohio**
 - Input only from Board Chair and Executive Director: **Tennessee, Texas**
 - Input from all Board Members and Executive Director – **Alaska, Nevada, South Dakota**
 - Input from some Board Members and Executive Director – **Idaho, Missouri, New York, Wyoming**
 - Input from all Board Members
 - Other (please explain):
-