

Meeting Agenda
SOUTH DAKOTA BOARD OF ACCOUNTANCY
 Conference Call
 Call in Number 1-844-833-2681 Access Code 0887914#
 July 10, 2019
 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 June 4, 2019..... | 2-3 |
| E. A-Approval of Certificates | 4 |
| F. A-Approval of Financial Statements through June 2019..... | 5-24 |
| G. D-Executive Director's Report..... | 25 |

NASBA

- | | |
|---|-------|
| H. D-Exposure Draft on UAA chapter 7..... | 26-36 |
|---|-------|

EXECUTIVE SESSION

- | | |
|--|-----------|
| I. Equivalent Reviews, South Dakota Review, Follow-ups for Board Approval and Review of AUP Proposals..... | Spt. Pkt. |
|--|-----------|

FUTURE MEETING DATES (all times CT)

- | |
|--|
| J. Meeting Dates August 14, 2019 – 8:30 a.m. Sioux Falls Board Office |
| K. Adjournment |

Meeting Minutes
SOUTH DAKOTA BOARD OF ACCOUNTANCY
Conference Call
June 4, 2019 9:00 a.m. CT

Chair Deidre Budahl called the meeting to order at 9:03 a.m. Nicole Kasin called the roll. A quorum was present.

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

Member Not Present: Jeff Smith

Others Present: Nicole Kasin, Executive Director, Julie Iverson, Sr. Secretary, and Graham Oey, Staff Attorney.

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

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

Jeff Strand made a motion to approve the April 23, 2019 meeting minutes. David Pummel seconded the motion. A roll call vote was taken. **MOTION PASSED.** (Tolsma-excused; Guindon-yea; Pummel-yea; Strand-yea; Budahl-yea)

Marty Guindon made a motion to approve the issuance of individual certificates through May 28, 2019. Jeff Strand seconded the motion. A roll call vote was taken. **MOTION PASSED.** (Tolsma-excused; Guindon-yea; Pummel-yea; Strand-yea; Budahl-yea)

Jeff Strand made a motion to approve the financial statements through April 2019. David Pummel seconded the motion. A roll call vote was taken. **MOTION PASSED.** (Tolsma-excused; Guindon-yea; Pummel-yea; Strand-yea; Budahl-yea)

The board discussed a request from a licensee to hold his license in good standing while on active duty being deployed out of country for 400 days beginning July 2019.

Jeff Strand made a motion to approve the licensee's request to waive the requirements while out of the country on active duty. Marty Guindon seconded the motion. A roll call vote was taken. **MOTION PASSED.** (Tolsma-excused; Guindon-yea; Pummel-yea; Strand-yea; Budahl-yea)

Jay Tolsma joined the meeting at 9:08.

Executive Director Kasin discussed her report on NASBA changes for continuous testing on the CPA exam and an update on the RFP for Agreed Upon Procedures.

The Board discussed the AICPA Board of Examiners Meeting Highlights from February 21-22, 2019; the NASBA Exposure Draft on Statements on Standards for CPE Programs; and the NASBA Exposure Draft on Fields of Study that Qualify for CPE.

Marty Guindon made a motion to enter executive session for the deliberative process for peer reviews and follow-ups. Jeff Strand seconded the motion. A roll call vote was taken. **MOTION PASSED** (Tolsma -yea; Guindon-yea; Pummel-yea; Strand-yea; Budahl-yea)

The Board came out of executive session.

Jay Tolsma made a motion to accept the peer reviews and follow-ups as discussed in executive session. Marty Guindon seconded the motion. A roll call vote was taken. **MOTION PASSED** (Tolsma-yea; Guindon-yea; Pummel-yea; Strand-yea; Budahl-yea)

FUTURE MEETING DATES (all times CT)

July 10, 2019 - 9:00 a.m. conference call

August 14, 2019 - 8:30 a.m. Board office, Sioux Falls

David Pummel 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; Strand-yea; Budahl-yea)

All business having come before the board was concluded and Chair Deidre Budahl adjourned the meeting at 9:43 a.m.

Deidre Budahl, CPA, Chair

Attest

Nicole Kasin, Executive Director

Jeff Smith, Sec/Treasurer

**CERTIFIED PUBLIC ACCOUNTANT CERTIFICATES
BOARD COPY**

Issued Through July 3, 2019

| Number | Name | Date Issued | Location |
|---------------|-----------------------|--------------------|-----------------|
| 3436 | Kody Lee Henning | 06/10/19 | Sioux Falls, SD |
| 3437 | Taylor Paul Beutler | 06/14/19 | Aberdeen, SD |
| 3438 | Aaron G. Wenthold | 06/18/19 | Bloomington, MN |
| 3439 | Zachary Robert Bingen | 06/21/19 | Sioux Falls, SD |

STATE OF SOUTH DAKOTA
CASH CENTER BALANCES
AS OF: 05/31/2019

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

| COMPANY | CENTER | ACCOUNT | BALANCE | DR/CR | CENTER DESCRIPTION |
|--------------------------------|--------------|---------|------------|--------|----------------------|
| 6503 | 103100061802 | 1140000 | 374,700.72 | DR | BOARD OF ACCOUNTANCY |
| COMPANY/SOURCE TOTAL 6503 618 | | | 374,700.72 | DR * | |
| COMP/BUDG UNIT TOTAL 6503 1031 | | | 374,700.72 | DR ** | |
| BUDGET UNIT TOTAL 1031 | | | 374,700.72 | DR *** | |

+ 5493.00 deposit 5/24/19

\$ 380,193.72

STATE OF SOUTH DAKOTA
MONTHLY EXPENDITURE REPORT
FOR PERIOD ENDING: 05/31/2019

| AGENCY | BUDGET UNIT | CENTER-5 | LABOR & REGULATION | BOARD OF ACCOUNTANCY | BOARD OF ACCOUNTANCY | COMP | CENTER | ACCOUNT | DOCUMENT NUMBER | POSTING DATE | JV APPL #, OR PAYMENT # | SHORT NAME | VENDOR NUMBER | VENDOR GROUP | AMOUNT | DR/CR |
|---|--------------|----------|---------------------------|----------------------|----------------------|------|--------|---------|-----------------|--------------|-------------------------|------------|---------------|--------------|-----------|-------|
| 6503 | 103100061802 | 51010100 | F-T EMP SAL & WAGES | CGEX190426 | | | | | | 05/01/2019 | | | | | 2,675.20 | DR |
| 6503 | 103100061802 | 51010100 | F-T EMP SAL & WAGES | CGEX190513 | | | | | | 05/17/2019 | | | | | 2,580.63 | DR |
| 6503 | 103100061802 | 51010100 | F-T EMP SAL & WAGES | CGEX190529 | | | | | | 05/31/2019 | | | | | 2,560.82 | DR |
| OBJSUB: 5101010 F-T EMP SAL & WAGES | | | | | | | | | | | | | | | | |
| 6503 | 103100061802 | 51010200 | P-T/TEMP EMP SAL & WAGES | CGEX190426 | | | | | | 05/01/2019 | | | | | 7,816.65 | DR |
| 6503 | 103100061802 | 51010200 | P-T/TEMP EMP SAL & WAGES | CGEX190513 | | | | | | 05/17/2019 | | | | | 1,628.32 | DR |
| 6503 | 103100061802 | 51010200 | P-T/TEMP EMP SAL & WAGES | CGEX190529 | | | | | | 05/31/2019 | | | | | 1,524.20 | DR |
| OBJSUB: 5101020 P-T/TEMP EMP SAL & WAGES | | | | | | | | | | | | | | | | |
| 6503 | 103100061802 | 51010300 | BOARD & COMM MBRS FEES | CGEX190426 | | | | | | 05/01/2019 | | | | | 4,709.32 | DR |
| OBJSUB: 5101030 BOARD & COMM MBRS FEES | | | | | | | | | | | | | | | | |
| 6503 | 103100061802 | 51020100 | EMPLOYEE SALARIES | CGEX190426 | | | | | | 05/01/2019 | | | | | 13,425.97 | DR |
| 6503 | 103100061802 | 51020100 | EMPLOYEE SALARIES | CGEX190513 | | | | | | 05/17/2019 | | | | | 365.19 | DR |
| 6503 | 103100061802 | 51020100 | EMPLOYEE SALARIES | CGEX190529 | | | | | | 05/31/2019 | | | | | 283.90 | DR |
| OBJSUB: 5102010 OASI-EMPLOYER'S SHARE | | | | | | | | | | | | | | | | |
| 6503 | 103100061802 | 51020200 | RETIREMENT-ER SHARE | CGEX190426 | | | | | | 05/01/2019 | | | | | 929.06 | DR |
| 6503 | 103100061802 | 51020200 | RETIREMENT-ER SHARE | CGEX190513 | | | | | | 05/17/2019 | | | | | 235.95 | DR |
| 6503 | 103100061802 | 51020200 | RETIREMENT-ER SHARE | CGEX190529 | | | | | | 05/31/2019 | | | | | 227.08 | DR |
| OBJSUB: 5102020 RETIREMENT-ER SHARE | | | | | | | | | | | | | | | | |
| 6503 | 103100061802 | 51020600 | HEALTH/LIFE INS.-ER SHARE | CGEX190426 | | | | | | 05/01/2019 | | | | | 687.90 | DR |
| 6503 | 103100061802 | 51020600 | HEALTH/LIFE INS.-ER SHARE | CGEX190513 | | | | | | 05/17/2019 | | | | | 766.90 | DR |
| 6503 | 103100061802 | 51020600 | HEALTH/LIFE INS.-ER SHARE | CGEX190529 | | | | | | 05/31/2019 | | | | | 755.43 | DR |
| OBJSUB: 5102060 HEALTH/LIFE INS.-ER SHARE | | | | | | | | | | | | | | | | |
| 6503 | 103100061802 | 51020800 | WORKER'S COMPENSATION | CGEX190426 | | | | | | 05/01/2019 | | | | | 2,275.35 | DR |
| 6503 | 103100061802 | 51020800 | WORKER'S COMPENSATION | CGEX190513 | | | | | | 05/17/2019 | | | | | 9.03 | DR |
| 6503 | 103100061802 | 51020800 | WORKER'S COMPENSATION | CGEX190529 | | | | | | 05/31/2019 | | | | | 8.67 | DR |
| OBJSUB: 5102080 WORKER'S COMPENSATION | | | | | | | | | | | | | | | | |
| 6503 | 103100061802 | 51020900 | UNEMPLOYMENT COMPENSATION | CGEX190426 | | | | | | 05/01/2019 | | | | | 26.29 | DR |
| 6503 | 103100061802 | 51020900 | UNEMPLOYMENT COMPENSATION | CGEX190513 | | | | | | 05/17/2019 | | | | | .96 | DR |
| 6503 | 103100061802 | 51020900 | UNEMPLOYMENT COMPENSATION | CGEX190529 | | | | | | 05/31/2019 | | | | | .90 | DR |
| OBJSUB: 5102090 UNEMPLOYMENT COMPENSATION | | | | | | | | | | | | | | | | |
| 6503 | 103100061802 | 52032600 | EMPLOYEE BENEFITS | CGEX190503 | | | | | | 05/03/2019 | | | | | 3,921.34 | DR |
| OBJSUB: 5102090 UNEMPLOYMENT COMPENSATION | | | | | | | | | | | | | | | | |
| 6503 | 103100061802 | 52032600 | PERSONAL SERVICES | CGEX190503 | | | | | | 05/03/2019 | | | | | 17,347.31 | DR |
| OBJSUB: 5102090 UNEMPLOYMENT COMPENSATION | | | | | | | | | | | | | | | | |
| 6503 | 103100061802 | 52032600 | AIR-COMM-OUT-OF-STATE | CGEX190503 | | | | | | 05/03/2019 | | | | | 580.00 | DR |
| OBJSUB: 5203260 AIR-COMM-OUT-OF-STATE | | | | | | | | | | | | | | | | |
| 6503 | 103100061802 | 52033000 | CGEX190503 | | | | | | | 05/03/2019 | | | | | 786.84 | DR |

STATE OF SOUTH DAKOTA
MONTHLY EXPENDITURE REPORT
FOR PERIOD ENDING: 05/31/2019

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

| COMP | CENTER | ACCOUNT | DOCUMENT NUMBER | POSTING DATE | JY APPVL # OR PAYMENT # | SHORT NAME | VENDOR NUMBER | VENDOR GROUP | AMOUNT | DR/CR |
|------|---------------|---------|---|--------------|-------------------------|-------------|---------------|--------------|-----------|-------|
| 6503 | 1031000061802 | 5203300 | LODGING/OUT-OF-STATE CGEX190503 | 05/03/2019 | 813504 | | | | 786.84 | DR * |
| 6503 | 1031000061802 | 5203320 | INCIDENTALS-OUT-OF-STATE CGEX190503 | 05/03/2019 | 813504 | | | | 92.00 | DR * |
| 6503 | 1031000061802 | 5203350 | NON-TAXABLE MEALS/OUT-ST TRAVEL CGEX190503 | 05/03/2019 | 813504 | | | | 45.36 | DR * |
| 6503 | 1031000061802 | 5204160 | WORKSHOP REGISTRATION FEE DP904096 | 05/22/2019 | | | | | 3,475.00 | DR * |
| 6503 | 1031000061802 | 5204180 | COMPUTER SERVICES-STATE FM903070 | 05/22/2019 | | | | | 456.30 | DR * |
| 6503 | 1031000061802 | 5204200 | CENTRAL SERVICES IN614511 | 05/22/2019 | 00579796 | ABBUSINESS | 12036980 | | 1,087.14 | DR * |
| 6503 | 1031000061802 | 5204230 | EQUIPMENT SERV & MAINT 191012 JUL-JUN19 | 05/22/2019 | 620630 | SUNSETOFFI | 12043890 | | 80.75 | DR * |
| 6503 | 1031000061802 | 5204490 | JANITORIAL & MAINT SERV ACCOUNTRENT18-19 | 05/22/2019 | 668014 | MCGINNISRO | 12074040 | | 136.93 | DR * |
| 6503 | 1031000061802 | 5204530 | RENTS-PRIVATE OWNED PROP. TL904057 | 05/15/2019 | | | | | 1,380.75 | DR * |
| 6503 | 1031000061802 | 5204530 | RENTS-PRIVATE OWNED PROP. TI904151 | 05/15/2019 | | | | | 24.00 | DR * |
| 6503 | 1031000061802 | 5204530 | RENTS-PRIVATE OWNED PROP. 8381416X04242019 | 05/08/2019 | 00016660 | AFTMOBILIT | 12279233 | | 1,353.43 | DR * |
| 6503 | 1031000061802 | 5204540 | TELECOMMUNICATIONS SRVCS 5159417006 0419 | 05/15/2019 | 02292845 | XCELLENERGY | 12023853 | | 50.66 | DR * |
| 6503 | 1031000061802 | 5204590 | ELECTRICITY CS903033 | 05/08/2019 | | | | | 1,428.09 | DR * |
| 6503 | 1031000061802 | 5204590 | ELECTRICITY PE903033 | 05/08/2019 | | | | | 89.07 | DR * |
| 6503 | 1031000061802 | 5204740 | INS PREMIUMS & SURETY BDS C1109A-030 | 05/15/2019 | 216086 | | | | 89.07 | DR * |
| 6503 | 1031000061802 | 5204960 | BANK FEES AND CHARGES 202 | 05/15/2019 | 00578113 | NATLASSNST | 12005047 | | 67.79 | DR * |
| 6503 | 1031000061802 | 5205020 | OTHER CONTRACTUAL SERVICE CONTRACTUAL SERVICES PCEX011083 | 05/31/2019 | | | | | 1,372.68 | DR * |
| | | | | | | | | | 11,252.10 | DR ** |
| | | | | | | | | | 383.95 | DR ** |

STATE OF SOUTH DAKOTA
MONTHLY EXPENDITURE REPORT
FOR PERIOD ENDING: 05/31/2019

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

| COMP | CENTER | ACCOUNT | DOCUMENT NUMBER | POSTING DATE | JV APPVL #, OR PAYMENT # | SHORT NAME | VENDOR NUMBER | VENDOR GROUP | AMOUNT | DR/CR |
|------|--------------|----------|-----------------|--------------|-----------------------------|------------|---------------|--------------|-----------|-------|
| 6503 | 103100061802 | 52050280 | 216288536 | 05/29/2019 | 00581647 | INTUITINC | 12131783 | | 57.98 | DR |
| 6503 | 103100061802 | 52050280 | 50717-1 | 05/31/2019 | 02295785 | INNOVATIVE | 12550348 | | 261.47 | DR |
| 6503 | 103100061802 | 52050280 | 68332 APR19 | 05/22/2019 | 00579789 | ECOWATER | 12035896 | | 23.81 | DR |
| 6503 | 103100061802 | 5205028 | | | | | | | 727.21 | DR |
| 6503 | 103100061802 | 52053200 | | 05/15/2019 | 00578746 | PREFERRED | 12308425 | | 13.80 | DR |
| 6503 | 103100061802 | 52053500 | | 05/15/2019 | 00016718 | USPOSTALSE | 12005421 | A2 | 1,000.00 | DR |
| 6503 | 103100061802 | 52053500 | | 05/29/2019 | 00581700 | NEOPOSTUSA | 12215409 | | 140.00 | DR |
| 6503 | 103100061802 | 5205350 | | | | | | | 1,140.00 | DR |
| 6503 | 103100061802 | 5228000 | | 05/17/2019 | | | | | 1,881.01 | DR |
| | | | | | | | | | 637.81 | DR |
| | | | | | | | | | 637.81 | DR |
| | | | | | | | | | 15,334.12 | DR |
| | | | | | | | | | 32,681.43 | DR |
| | | | | | | | | | 32,681.43 | DR |
| | | | | | | | | | 32,681.43 | DR |
| | | | | | | | | | 32,681.43 | DR |

OBJECT: 5205 POSTAGE
 OBJECT: 5205 SUPPLIES & MATERIALS
 OBJSUB: 5205350
 OBJSUB: 5228000
 GROUP: 52
 COMP: 6503
 CNTR: 103100061802
 B. UNIT: 1031

OPER TRANS OUT -NON BUDGT
 NONOP EXP/NONBGTD OP TR
 OPERATING EXPENSES
 DR *
 DR **
 DR ***
 DR ****
 DR *****
 DR *****

South Dakota Board of Accountancy
Balance Sheet
As of May 31, 2019

| | May 31, 19 |
|--|-------------------|
| ASSETS | |
| Current Assets | |
| Checking/Savings | |
| 1130000 · Local Checking - Great Western | 384.53 |
| 1140000 · Pool Cash State of SD | 380,193.72 |
| Total Checking/Savings | 380,578.25 |
| Other Current Assets | |
| 1131000 · Interest Income Receivable | -546.47 |
| 1213000 · Investment Income Receivable | 1,885.43 |
| Total Other Current Assets | 1,338.96 |
| Total Current Assets | 381,917.21 |
| Fixed Assets | |
| 1670000 · Computer Software | |
| Original Cost | 34,075.00 |
| 1770000 · Depreciation | -6,152.66 |
| Total 1670000 · Computer Software | 27,922.34 |
| Total Fixed Assets | 27,922.34 |
| TOTAL ASSETS | 409,839.55 |
| LIABILITIES & EQUITY | |
| Liabilities | |
| Current Liabilities | |
| Accounts Payable | |
| 2110000 · Accounts Payable | 8,480.46 |
| Total Accounts Payable | 8,480.46 |
| Other Current Liabilities | |
| 2430000 · Accrued Wages Payable | 8,528.17 |
| 2810000 · Amounts Held for Others | 28,577.54 |
| Total Other Current Liabilities | 37,105.71 |
| Total Current Liabilities | 45,586.17 |
| Long Term Liabilities | |
| 2960000 · Compensated Absences Payable | 21,155.20 |
| Total Long Term Liabilities | 21,155.20 |
| Total Liabilities | 66,741.37 |
| Equity | |
| 3220000 · Net Position | 289,902.40 |
| 3300100 · Invested In Capital Assets | 27,922.62 |
| 3900 · Retained Earnings | 51,160.67 |
| Net Income | -25,887.51 |
| Total Equity | 343,098.18 |
| TOTAL LIABILITIES & EQUITY | 409,839.55 |

South Dakota Board of Accountancy

Profit & Loss Budget vs. Actual

July 2018 through May 2019

| | Jul '18 - May 19 | Budget | \$ Over Budget | % of Budget |
|---|-------------------|-------------------|-----------------|---------------|
| Ordinary Income/Expense | | | | |
| Income | | | | |
| 4293550 · Initial Individual Certificate | 2,325.00 | 2,500.00 | -175.00 | 93.0% |
| 4293551 · Certificate Renewals-Active | 63,090.00 | 60,000.00 | 3,090.00 | 105.2% |
| 4293552 · Certificate Renewals-Inactive | 20,300.00 | 21,000.00 | -700.00 | 96.7% |
| 4293553 · Certificate Renewals-Retired | 1,300.00 | 1,250.00 | 50.00 | 104.0% |
| 4293554 · Initial Firm Permits | 800.00 | 700.00 | 100.00 | 114.3% |
| 4293555 · Firm Permit Renewals | 14,000.00 | 14,500.00 | -500.00 | 96.6% |
| 4293557 · Initial Audit | 630.00 | 900.00 | -270.00 | 70.0% |
| 4293558 · Re-Exam Audit | 1,860.00 | 2,460.00 | -600.00 | 75.6% |
| 4293560 · Late Fees-Initial Certificate | 50.00 | 0.00 | 50.00 | 100.0% |
| 4293561 · Late Fees-Certificate Renewals | 3,050.00 | 3,000.00 | 50.00 | 101.7% |
| 4293563 · Late Fees-Firm Permit Renewals | 950.00 | 500.00 | 450.00 | 190.0% |
| 4293564 · Late Fees-Peer Review | 1,800.00 | 1,300.00 | 500.00 | 138.5% |
| 4293566 · Firm Permit Owners | 112,825.00 | 109,000.00 | 3,825.00 | 103.5% |
| 4293567 · Peer Review Admin Fee | 2,100.00 | 5,500.00 | -3,400.00 | 38.2% |
| 4293568 · Firm Permit Name Change | 75.00 | 100.00 | -25.00 | 75.0% |
| 4293569 · Initial FAR | 1,080.00 | 1,140.00 | -60.00 | 94.7% |
| 4293570 · Initial REG | 660.00 | 660.00 | 0.00 | 100.0% |
| 4293571 · Inital BEC | 420.00 | 930.00 | -510.00 | 45.2% |
| 4293572 · Re-Exam FAR | 1,890.00 | 1,860.00 | 30.00 | 101.6% |
| 4293573 · Re-Exam REG | | | | |
| REFUNDS | -208.40 | | | |
| 4293573 · Re-Exam REG - Other | 1,860.00 | 2,310.00 | -450.00 | 80.5% |
| Total 4293573 · Re-Exam REG | 1,651.60 | 2,310.00 | -658.40 | 71.5% |
| 4293574 · Re-Exam BEC | 1,890.00 | 2,310.00 | -420.00 | 81.8% |
| 4491000 · Interest and Dividend Revenue | 5,660.71 | 4,500.00 | 1,160.71 | 125.8% |
| 4896021 · Legal Recovery Cost | 3,250.00 | 1,000.00 | 2,250.00 | 325.0% |
| 4950000 · Prior Period Refund Account | 278.75 | | | |
| Total Income | 241,936.06 | 237,420.00 | 4,516.06 | 101.9% |
| Gross Profit | 241,936.06 | 237,420.00 | 4,516.06 | 101.9% |
| Expense | | | | |
| 5101010 · F-T Emp Sal & Wages | 61,506.67 | 82,258.00 | -20,751.33 | 74.8% |
| 5101020 · P-T/Temp Emp Sal & Wages | 35,132.21 | 43,000.00 | -7,867.79 | 81.7% |
| 5101030 · Board & Comm Mbrs Fees | 3,960.00 | 4,739.00 | -779.00 | 83.6% |
| 5102010 · OASI-Employer's Share | 6,942.36 | 9,582.00 | -2,639.64 | 72.5% |
| 5102020 · Retirement-ER Share | 5,529.25 | 7,515.00 | -1,985.75 | 73.6% |
| 5102060 · Health /Life Ins.-ER Share | 17,329.58 | 8,470.00 | 8,859.58 | 204.6% |
| 5102080 · Worker's Compensation | 187.10 | 213.00 | -25.90 | 87.8% |
| 5102090 · Unemployment Insurance | 25.24 | 125.00 | -99.76 | 20.2% |
| 5203010 · Auto--State Owned | 61.59 | 400.00 | -338.41 | 15.4% |
| 5203020 · Auto-Private-Ownes Low Mileage | 338.56 | 400.00 | -61.44 | 84.6% |
| 5203030 · In State-Auto- Priv. High Miles | 906.36 | 1,500.00 | -593.64 | 60.4% |
| 5203100 · In State-Lodging | 294.00 | 1,000.00 | -706.00 | 29.4% |
| 5203120 · In State-Incidentals to Travel | 10.00 | 100.00 | -90.00 | 10.0% |
| 5203140 · InState-Tax Meals Not OverNigt | 59.00 | 100.00 | -41.00 | 59.0% |
| 5203150 · InState-Non-Tax Meals OverNigt | 180.00 | 400.00 | -220.00 | 45.0% |
| 5203230 · OS-Auto Private High Mileage | 61.32 | 100.00 | -38.68 | 61.3% |
| 5203260 · OS-Air Commercial Carrier | 5,865.34 | 6,500.00 | -634.66 | 90.2% |
| 5203280 · OS-Other Public Carrier | 1,001.69 | 700.00 | 301.69 | 143.1% |
| 5203300 · OS-Lodging | 7,093.87 | 9,000.00 | -1,906.13 | 78.8% |
| 5203320 · OS-Incidentals to Travel | 360.00 | 500.00 | -140.00 | 72.0% |
| 5203360 · OS-Non-Taxable Meals Overnight | 785.36 | 1,000.00 | -214.64 | 78.5% |
| 5204010 · Subscriptions | 669.33 | 1,000.00 | -330.67 | 66.9% |
| 5204020 · Dues and Membership Fees | 3,450.00 | 3,900.00 | -450.00 | 88.5% |
| 5204030 · Legal Document Fees | 0.00 | 300.00 | -300.00 | 0.0% |
| 5204040 · Consultant Fees-Accounting | 0.00 | 7,300.00 | -7,300.00 | 0.0% |
| 5204060 · Consultant Fees - Computer | 20,714.59 | 15,000.00 | 5,714.59 | 138.1% |
| 5204080 · Consultant Fees--Legal | 0.00 | 0.00 | 0.00 | 0.0% |
| 5204160 · Workshop Registration Fees | 7,645.00 | 6,500.00 | 1,145.00 | 117.6% |
| 5204180 · Computer Services-State | 2,707.32 | 5,000.00 | -2,292.68 | 54.1% |
| 5204181 · Computer Development Serv-State | 426.00 | 2,000.00 | -1,574.00 | 21.3% |

South Dakota Board of Accountancy
Profit & Loss Budget vs. Actual
 July 2018 through May 2019

| | Jul '18 - May 19 | Budget | \$ Over Budget | % of Budget |
|---|-------------------|-------------------|-------------------|--------------|
| 5204200 · Central Services | 7,042.76 | 9,000.00 | -1,957.24 | 78.3% |
| 5204220 · Equipment Service & Maintenance | 28.91 | 300.00 | -271.09 | 9.6% |
| 5204230 · Janitorial/Maintenance Services | 1,506.23 | 1,650.00 | -143.77 | 91.3% |
| 5204340 · Computer Software Maintenance | 405.60 | 2,000.00 | -1,594.40 | 20.3% |
| 5204360 · Advertising-Newspapers | 306.49 | 1,000.00 | -693.51 | 30.6% |
| 5204440 · Newsletter Publishing | 0.00 | 100.00 | -100.00 | 0.0% |
| 5204460 · Equipment Rental | 3,125.60 | 4,000.00 | -874.40 | 78.1% |
| 5204490 · Rents Privately Owned Property | 14,965.65 | 16,235.10 | -1,269.45 | 92.2% |
| 5204510 · Rent-Other | 0.00 | 500.00 | -500.00 | 0.0% |
| 5204530 · Telecommunications Services | 4,580.56 | 4,500.00 | 80.56 | 101.8% |
| 5204540 · Electricity | 892.92 | 865.00 | 27.92 | 103.2% |
| 5204560 · Water | 113.21 | 240.00 | -126.79 | 47.2% |
| 5204590 · Insurance Premiums/Surety Bonds | 1,677.60 | 1,710.00 | -32.40 | 98.1% |
| 5204740 · Bank Fees and Charges | 4,760.96 | 6,500.00 | -1,739.04 | 73.2% |
| 5204960 · Other Contractual Services | 564.50 | 0.00 | 564.50 | 100.0% |
| 5205020 · Office Supplies | 25,403.00 | 24,000.00 | 1,403.00 | 105.8% |
| 5205028 · OFFICE SUPPLIES-2 | 801.87 | 0.00 | 801.87 | 100.0% |
| 5205310 · Printing State | 0.00 | 250.00 | -250.00 | 0.0% |
| 5205320 · Printing/Duplicating/Binding Co | 227.70 | 1,000.00 | -772.30 | 22.8% |
| 5205330 · Supplemental Publications | 486.25 | 700.00 | -213.75 | 69.5% |
| 5205350 · Postage | 2,036.62 | 2,000.00 | 36.62 | 101.8% |
| 5207430 · Office Machines | 0.00 | 100.00 | -100.00 | 0.0% |
| 5207490 · Telephone Equipment | 2,305.60 | 0.00 | 2,305.60 | 100.0% |
| 5207900 · Computer Hardware | 1,453.02 | 4,800.00 | -3,346.98 | 30.3% |
| 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 | 281.64 | 500.00 | -218.36 | 56.3% |
| 5228000 · Operating Transfers Out-NonBudg | 6,409.00 | 6,000.00 | 409.00 | 106.8% |
| 5228030 · Depreciation Expense | 5,206.14 | | | |
| Total Expense | 267,823.57 | 308,052.10 | -40,228.53 | 86.9% |
| Net Ordinary Income | -25,887.51 | -70,632.10 | 44,744.59 | 36.7% |
| Net Income | -25,887.51 | -70,632.10 | 44,744.59 | 36.7% |

South Dakota Board of Accountancy
PREVIOUS YEAR MONTHLY COMPARISON
May 2019

| | May 19 | May 18 | \$ Change | % Change |
|---|-------------------|-------------------|------------------|---------------|
| Ordinary Income/Expense | | | | |
| Income | | | | |
| 4293550 · Initial Individual Certificate | 50.00 | 25.00 | 25.00 | 100.0% |
| 4293554 · Initial Firm Permits | 0.00 | 50.00 | -50.00 | -100.0% |
| 4293557 · Initial Audit | 150.00 | 180.00 | -30.00 | -16.7% |
| 4293558 · Re-Exam Audit | 120.00 | 210.00 | -90.00 | -42.9% |
| 4293560 · Late Fees-Initial Certificate | 0.00 | 50.00 | -50.00 | -100.0% |
| 4293564 · Late Fees-Peer Review | 50.00 | 50.00 | 0.00 | 0.0% |
| 4293566 · Firm Permit Owners | 0.00 | 520.00 | -520.00 | -100.0% |
| 4293567 · Peer Review Admin Fee | 1,125.00 | 1,575.00 | -450.00 | -28.6% |
| 4293569 · Initial FAR | 150.00 | 210.00 | -60.00 | -28.6% |
| 4293570 · Initial REG | 120.00 | 180.00 | -60.00 | -33.3% |
| 4293571 · Initial BEC | 90.00 | 90.00 | 0.00 | 0.0% |
| 4293572 · Re-Exam FAR | 180.00 | 150.00 | 30.00 | 20.0% |
| 4293573 · Re-Exam REG | -28.40 | 120.00 | -148.40 | -123.7% |
| 4293574 · Re-Exam BEC | 150.00 | 180.00 | -30.00 | -16.7% |
| Total Income | 2,156.60 | 3,590.00 | -1,433.40 | -39.9% |
| Gross Profit | 2,156.60 | 3,590.00 | -1,433.40 | -39.9% |
| Expense | | | | |
| 5101010 · F-T Emp Sal & Wages | 7,816.65 | 4,987.67 | 2,828.98 | 56.7% |
| 5101020 · P-T/Temp Emp Sal & Wages | 4,709.32 | 2,613.07 | 2,096.25 | 80.2% |
| 5101030 · Board & Comm Mbrs Fees | 900.00 | 300.00 | 600.00 | 200.0% |
| 5102010 · OASI-Employer's Share | 929.06 | 537.45 | 391.61 | 72.9% |
| 5102020 · Retirement-ER Share | 687.90 | 456.03 | 231.87 | 50.9% |
| 5102060 · Health /Life Ins.-ER Share | 2,275.35 | 2,083.64 | 191.71 | 9.2% |
| 5102080 · Worker's Compensation | 26.29 | 14.43 | 11.86 | 82.2% |
| 5102090 · Unemployment Insurance | 2.74 | 3.43 | -0.69 | -20.1% |
| 5203260 · OS-Air Commercial Carrier | 580.00 | 0.00 | 580.00 | 100.0% |
| 5203300 · OS-Lodging | 786.84 | 0.00 | 786.84 | 100.0% |
| 5203320 · OS-Incidentals to Travel | 92.00 | 0.00 | 92.00 | 100.0% |
| 5203350 · OS-Non-Taxable Meals Overnight | 104.36 | 0.00 | 104.36 | 100.0% |
| 5204050 · Consultant Fees - Computer | 1,914.69 | 2,651.86 | -737.17 | -27.8% |
| 5204160 · Workshop Registration Fees | 2,780.00 | 1,390.00 | 1,390.00 | 100.0% |
| 5204180 · Computer Services-State | 0.00 | 101.55 | -101.55 | -100.0% |
| 5204181 · Computer Development Serv-State | 0.00 | 588.00 | -588.00 | -100.0% |
| 5204200 · Central Services | 1,087.14 | 976.50 | 110.64 | 11.3% |
| 5204220 · Equipment Service & Maintenance | 1.75 | 1.53 | 0.22 | 14.4% |
| 5204230 · Janitorial/Maintenance Services | 136.93 | 134.25 | 2.68 | 2.0% |
| 5204460 · Equipment Rental | 682.00 | 659.80 | 22.20 | 3.4% |
| 5204490 · Rents Privately Owned Property | 1,380.75 | 1,269.45 | 111.30 | 8.8% |
| 5204530 · Telecommunications Services | 74.66 | 413.49 | -338.83 | -81.9% |
| 5204540 · Electricity | 173.29 | 53.50 | 119.79 | 223.9% |
| 5204560 · Water | 23.81 | 22.35 | 1.46 | 6.5% |
| 5204740 · Bank Fees and Charges | 67.79 | 60.42 | 7.37 | 12.2% |
| 5205020 · Office Supplies | 140.00 | 0.00 | 140.00 | 100.0% |
| 5205028 · OFFICE SUPPLIES-2 | 287.69 | 0.00 | 287.69 | 100.0% |
| 5205320 · Printing/Duplicating/Binding Co | 0.00 | 20.70 | -20.70 | -100.0% |
| 5205350 · Postage | 0.00 | 1,000.00 | -1,000.00 | -100.0% |
| 5228000 · Operating Transfers Out-NonBudg | 1,207.45 | 245.63 | 961.82 | 391.6% |
| 5228030 · Depreciation Expense | 473.54 | 473.26 | 0.28 | 0.1% |
| Total Expense | 29,342.00 | 21,058.01 | 8,283.99 | 39.3% |
| Net Ordinary Income | -27,185.40 | -17,468.01 | -9,717.39 | -55.6% |
| Net Income | -27,185.40 | -17,468.01 | -9,717.39 | -55.6% |

South Dakota Board of Accountancy
PREVIOUS YEAR TO DATE MONTHLY COMPARISON
July 2018 through May 2019

| | Jul '18 - May 19 | Jul '17 - May 18 | \$ Change | % Change |
|---|-------------------|-------------------|------------------|--------------|
| Ordinary Income/Expense | | | | |
| Income | | | | |
| 4293550 · Initial Individual Certificate | 2,325.00 | 1,975.00 | 350.00 | 17.7% |
| 4293551 · Certificate Renewals-Active | 63,090.00 | 65,650.00 | -2,560.00 | -3.9% |
| 4293552 · Certificate Renewals-Inactive | 20,300.00 | 20,400.00 | -100.00 | -0.5% |
| 4293553 · Certificate Renewals-Retired | 1,300.00 | 1,280.00 | 20.00 | 1.6% |
| 4293554 · Initial Firm Permits | 800.00 | 700.00 | 100.00 | 14.3% |
| 4293555 · Firm Permit Renewals | 14,000.00 | 14,850.00 | -850.00 | -5.7% |
| 4293557 · Initial Audit | 630.00 | 600.00 | 30.00 | 5.0% |
| 4293558 · Re-Exam Audit | 1,860.00 | 1,980.00 | -120.00 | -6.1% |
| 4293560 · Late Fees-Initial Certificate | 50.00 | 200.00 | -150.00 | -75.0% |
| 4293561 · Late Fees-Certificate Renewals | 3,050.00 | 3,050.00 | 0.00 | 0.0% |
| 4293563 · Late Fees-Firm Permit Renewals | 950.00 | 450.00 | 500.00 | 111.1% |
| 4293564 · Late Fees-Peer Review | 1,800.00 | 750.00 | 1,050.00 | 140.0% |
| 4293566 · Firm Permit Owners | 112,825.00 | 116,560.00 | -3,735.00 | -3.2% |
| 4293567 · Peer Review Admin Fee | 2,100.00 | 3,225.00 | -1,125.00 | -34.9% |
| 4293568 · Firm Permit Name Change | 75.00 | 200.00 | -125.00 | -62.5% |
| 4293569 · Initial FAR | 1,080.00 | 1,350.00 | -270.00 | -20.0% |
| 4293570 · Initial REG | 660.00 | 660.00 | 0.00 | 0.0% |
| 4293571 · Initial BEC | 420.00 | 540.00 | -120.00 | -22.2% |
| 4293572 · Re-Exam FAR | 1,890.00 | 1,380.00 | 510.00 | 37.0% |
| 4293573 · Re-Exam REG | 1,651.60 | 1,920.00 | -268.40 | -14.0% |
| 4293574 · Re-Exam BEC | 1,890.00 | 1,050.00 | 840.00 | 80.0% |
| 4491000 · Interest and Dividend Revenue | 5,660.71 | 5,470.45 | 190.26 | 3.5% |
| 4896021 · Legal Recovery Cost | 3,250.00 | 1,650.00 | 1,600.00 | 97.0% |
| 4950000 · Prior Period Refund Account | 278.75 | 0.00 | 278.75 | 100.0% |
| Total Income | 241,936.06 | 245,890.45 | -3,954.39 | -1.6% |
| Gross Profit | 241,936.06 | 245,890.45 | -3,954.39 | -1.6% |
| Expense | | | | |
| 5101010 · F-T Emp Sal & Wages | 61,506.67 | 57,245.05 | 4,261.62 | 7.4% |
| 5101020 · P-T/Temp Emp Sal & Wages | 35,132.21 | 23,503.26 | 11,628.95 | 49.5% |
| 5101030 · Board & Comm Mbrs Fees | 3,960.00 | 4,920.00 | -960.00 | -19.5% |
| 5102010 · OASI-Employer's Share | 6,942.36 | 5,809.63 | 1,132.73 | 19.5% |
| 5102020 · Retirement-ER Share | 5,529.25 | 4,845.03 | 684.22 | 14.1% |
| 5102060 · Health /Life Ins.-ER Share | 17,329.58 | 17,774.83 | -445.25 | -2.5% |
| 5102080 · Worker's Compensation | 187.10 | 144.40 | 42.70 | 29.6% |
| 5102090 · Unemployment Insurance | 25.24 | 36.37 | -11.13 | -30.6% |
| 5203010 · Auto--State Owned | 61.59 | 0.00 | 61.59 | 100.0% |
| 5203020 · Auto-Private-Ownes Low Mileage | 338.56 | 103.04 | 235.52 | 228.6% |
| 5203030 · In State-Auto- Priv. High Miles | 906.36 | 767.76 | 138.60 | 18.1% |
| 5203100 · In State-Lodging | 294.00 | 218.00 | 76.00 | 34.9% |
| 5203120 · In State-Incidentals to Travel | 10.00 | 10.00 | 0.00 | 0.0% |
| 5203140 · InState-Tax Meals Not Overnight | 59.00 | 11.00 | 48.00 | 436.4% |
| 5203150 · InState-Non-Tax Meals OverNight | 180.00 | 143.00 | 37.00 | 25.9% |
| 5203230 · OS-Auto Private High Mileage | 61.32 | 0.00 | 61.32 | 100.0% |
| 5203260 · OS-Air Commercial Carrier | 5,865.34 | 2,981.98 | 2,883.36 | 96.7% |
| 5203280 · OS-Other Public Carrier | 1,001.69 | 492.99 | 508.70 | 103.2% |
| 5203300 · OS-Lodging | 7,093.87 | 6,364.16 | 729.71 | 11.5% |
| 5203320 · OS-Incidentals to Travel | 360.00 | 327.00 | 33.00 | 10.1% |
| 5203350 · OS-Non-Taxable Meals Overnight | 785.36 | 615.00 | 170.36 | 27.7% |
| 5204010 · Subscriptions | 669.33 | 602.58 | 66.75 | 11.1% |
| 5204020 · Dues and Membership Fees | 3,450.00 | 3,450.00 | 0.00 | 0.0% |
| 5204040 · Consultant Fees-Accounting | 0.00 | 7,200.00 | -7,200.00 | -100.0% |
| 5204050 · Consultant Fees - Computer | 20,714.59 | 9,170.61 | 11,543.98 | 125.9% |
| 5204160 · Workshop Registration Fees | 7,645.00 | 5,132.06 | 2,512.94 | 49.0% |
| 5204180 · Computer Services-State | 2,707.32 | 1,126.05 | 1,581.27 | 140.4% |
| 5204181 · Computer Development Serv-State | 426.00 | 3,540.60 | -3,114.60 | -88.0% |
| 5204200 · Central Services | 7,042.76 | 6,827.75 | 215.01 | 3.2% |
| 5204220 · Equipment Service & Maintenance | 28.91 | 27.30 | 1.61 | 5.9% |
| 5204230 · Janitorial/Maintenance Services | 1,506.23 | 1,476.75 | 29.48 | 2.0% |
| 5204340 · Computer Software Maintenance | 405.60 | 192.00 | 213.60 | 111.3% |
| 5204360 · Advertising-Newspapers | 306.49 | 0.00 | 306.49 | 100.0% |
| 5204460 · Equipment Rental | 3,125.60 | 3,164.60 | -39.00 | -1.2% |
| 5204490 · Rents Privately Owned Property | 14,965.65 | 13,963.95 | 1,001.70 | 7.2% |

South Dakota Board of Accountancy
PREVIOUS YEAR TO DATE MONTHLY COMPARISON
July 2018 through May 2019

| | Jul '18 - May 19 | Jul '17 - May 18 | \$ Change | % Change |
|---|-------------------|-------------------|-------------------|----------------|
| 5204530 · Telecommunications Services | 4,580.56 | 4,749.15 | -168.59 | -3.6% |
| 5204540 · Electricity | 892.92 | 645.96 | 246.96 | 38.2% |
| 5204560 · Water | 113.21 | 121.75 | -8.54 | -7.0% |
| 5204590 · Insurance Premiums/Surety Bonds | 1,677.60 | 1,393.93 | 283.67 | 20.4% |
| 5204740 · Bank Fees and Charges | 4,760.96 | 4,802.56 | -41.60 | -0.9% |
| 5204960 · Other Contractual Services | 564.50 | 431.10 | 133.40 | 30.9% |
| 5205020 · Office Supplies | 25,403.00 | 1,180.02 | 24,222.98 | 2,052.8% |
| 5205028 · OFFICE SUPPLIES-2 | 801.87 | 0.00 | 801.87 | 100.0% |
| 5205310 · Printing State | 0.00 | 132.75 | -132.75 | -100.0% |
| 5205320 · Printing/Duplicating/Binding Co | 227.70 | 155.25 | 72.45 | 46.7% |
| 5205330 · Supplemental Publications | 486.25 | 0.00 | 486.25 | 100.0% |
| 5205350 · Postage | 2,036.62 | 1,007.20 | 1,029.42 | 102.2% |
| 5207490 · Telephone Equipment | 2,305.60 | 0.00 | 2,305.60 | 100.0% |
| 5207900 · Computer Hardware | 1,453.02 | 0.00 | 1,453.02 | 100.0% |
| 5207960 · Computer Software Expense | 281.64 | 0.00 | 281.64 | 100.0% |
| 5228000 · Operating Transfers Out-NonBudg | 6,409.00 | 4,891.66 | 1,517.34 | 31.0% |
| 5228030 · Depreciation Expense | 5,206.14 | 473.26 | 4,732.88 | 1,000.1% |
| Total Expense | 267,823.57 | 202,171.34 | 65,652.23 | 32.5% |
| Net Ordinary Income | -25,887.51 | 43,719.11 | -69,606.62 | -159.2% |
| Net Income | -25,887.51 | 43,719.11 | -69,606.62 | -159.2% |

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

| COMPANY | CENTER | ACCOUNT | BALANCE | DR/CR | CENTER DESCRIPTION |
|--------------------------------|--------------|---------|------------|--------|----------------------|
| 6503 | 103100061802 | 1140000 | 407,618.68 | DR | BOARD OF ACCOUNTANCY |
| COMPANY/SOURCE TOTAL 6503 618 | | | 407,618.68 | DR * | |
| COMP/BUDG UNIT TOTAL 6503 1031 | | | 407,618.68 | DR ** | |
| BUDGET UNIT TOTAL 1031 | | | 407,618.68 | DR *** | |

STATE OF SOUTH DAKOTA
MONTHLY EXPENDITURE REPORT
FOR PERIOD ENDING: 06/30/2019

| AGENCY BUDGET CENTER-5 | UNIT 1031 | LABOR & REGULATION BOARD OF ACCOUNTANCY | COMP CENTER | ACCOUNT | DOCUMENT NUMBER | POSTING DATE | JV OR PAYMENT # | SHORT NAME | VENDOR NUMBER | VENDOR GROUP | AMOUNT | DR/CR |
|------------------------|--------------|---|-------------|---------------------------------|-----------------|--------------|-----------------|------------|---------------|--------------|----------|-------|
| 6503 | 103100061802 | 5101010 | 6503 | PROFESSIONAL & LICENSING BOARDS | | 06/14/2019 | | | | | 2,565.46 | DR |
| 6503 | 103100061802 | 5101010 | | F-T EMP SAL & WAGES | | 06/14/2019 | | | | | 2,565.46 | DR |
| 6503 | 103100061802 | 5101020 | | CGEX190612 | | 06/14/2019 | | | | | 1,519.52 | DR |
| 6503 | 103100061802 | 5101020 | | P-T/TEMP EMP SAL & WAGES | | 06/14/2019 | | | | | 1,519.52 | DR |
| 6503 | 103100061802 | 5101030 | | CGEX190612 | | 06/14/2019 | | | | | 240.00 | DR |
| 6503 | 103100061802 | 5101030 | | BOARD & COMM MBRS FEES | | 06/14/2019 | | | | | 4,324.98 | DR |
| 6503 | 103100061802 | 5102010 | | EMPLOYEE SALARIES | | 06/14/2019 | | | | | 298.30 | DR |
| 6503 | 103100061802 | 5102010 | | CGEX190612 | | 06/14/2019 | | | | | 298.30 | DR |
| 6503 | 103100061802 | 5102020 | | OAST-EMPLOYER'S SHARE | | 06/14/2019 | | | | | 230.40 | DR |
| 6503 | 103100061802 | 5102020 | | CGEX190612 | | 06/14/2019 | | | | | 230.40 | DR |
| 6503 | 103100061802 | 5102060 | | RETIREMENT-ER SHARE | | 06/14/2019 | | | | | 753.57 | DR |
| 6503 | 103100061802 | 5102060 | | CGEX190612 | | 06/14/2019 | | | | | 753.57 | DR |
| 6503 | 103100061802 | 5102080 | | HEALTH/LIFE INS.-ER SHARE | | 06/14/2019 | | | | | 8.58 | DR |
| 6503 | 103100061802 | 5102080 | | CGEX190612 | | 06/14/2019 | | | | | 8.58 | DR |
| 6503 | 103100061802 | 5102090 | | WORKER'S COMPENSATION | | 06/14/2019 | | | | | .89 | DR |
| 6503 | 103100061802 | 5102090 | | CGEX190612 | | 06/14/2019 | | | | | .89 | DR |
| 6503 | 103100061802 | 5204180 | | UNEMPLOYMENT COMPENSATION | | 06/12/2019 | | | | | 1,291.74 | DR |
| 6503 | 103100061802 | 5204180 | | EMPLOYER BENEFITS | | 06/12/2019 | | | | | 5,616.72 | DR |
| 6503 | 103100061802 | 5204180 | | PERSONAL SERVICES | | 06/12/2019 | | | | | 456.30 | DR |
| 6503 | 103100061802 | 5204180 | | DP905099 | | 06/12/2019 | | | | | 456.30 | DR |
| 6503 | 103100061802 | 5204200 | | COMPUTER SERVICES-STATE | | 06/12/2019 | | | | | 288.82 | DR |
| 6503 | 103100061802 | 5204200 | | PL905058 | | 06/12/2019 | | | | | 129.50 | DR |
| 6503 | 103100061802 | 5204200 | | PM903044 | | 06/12/2019 | | | | | 158.87 | DR |
| 6503 | 103100061802 | 5204200 | | PP903048 | | 06/12/2019 | | | | | 577.19 | DR |
| 6503 | 103100061802 | 5204220 | | CENTRAL SERVICES | | 06/14/2019 | | | | | 83.03 | DR |
| 6503 | 103100061802 | 5204220 | | IN623839 | | 06/14/2019 | | | | | 83.03 | DR |
| 6503 | 103100061802 | 5204230 | | EQUIPMENT SERV & MAINT | | 06/19/2019 | | | | | 136.93 | DR |
| 6503 | 103100061802 | 5204230 | | 19I012 JUL-JUN19 | | 06/19/2019 | | | | | 136.93 | DR |
| 6503 | 103100061802 | 5204460 | | JANITORIAL & MAINT SERV | | 06/07/2019 | | | | | 603.00 | DR |
| 6503 | 103100061802 | 5204460 | | N7741301 | | 06/07/2019 | | | | | 603.00 | DR |
| 6503 | 103100061802 | 5204460 | | EQUIPMENT RENTAL | | 06/12/2019 | | | | | 102.19 | DR |
| 6503 | 103100061802 | 5204460 | | TL905151 | | 06/12/2019 | | | | | 50.66 | DR |
| 6503 | 103100061802 | 5204460 | | 8381416X05242019 | | 06/12/2019 | | | | | 50.66 | DR |

STATE OF SOUTH DAKOTA
MONTHLY EXPENDITURE REPORT
FOR PERIOD ENDING: 06/30/2019

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 |
|------|--------------|----------|---------------------------|--------------|----------------------|------------|---------------|--------------|-----------|-------|
| 6503 | 103100061802 | 5204530 | TELECOMMUNICATIONS SRVCS | 06/07/2019 | 02296130 | XCELENERGY | 12023853 | | 152.85 | DR * |
| 6503 | 103100061802 | 5204540 | ELECTRICITY | 06/19/2019 | 219380 | | | | 84.22 | DR * |
| 6503 | 103100061802 | 5204740 | BANK FEES AND CHARGES | 06/12/2019 | | | | | 126.48 | DR * |
| 6503 | 103100061802 | 52049600 | N299-244 | 06/05/2019 | | | | | 86.50 | DR * |
| 6503 | 103100061802 | 52049600 | N299-322 | 06/05/2019 | | | | | 86.50 | DR * |
| 6503 | 103100061802 | 52049600 | N299-322 | 06/05/2019 | | | | | 86.50 | DR * |
| 6503 | 103100061802 | 52049600 | N299-322 | 06/07/2019 | | | | | 39.96 | DR * |
| 6503 | 103100061802 | 52049600 | USA-3656466 | 06/12/2019 | | MICROSOFTC | 12123884 | 10 | 6,043.60 | DR * |
| 6503 | 103100061802 | 5205028 | OFFICE SUPPLIES | 06/12/2019 | | | | | 99.42 | DR * |
| 6503 | 103100061802 | 5205028 | CD905037 | 06/12/2019 | | | | | 452.00 | DR * |
| 6503 | 103100061802 | 5205310 | PRINTING-STATE | 06/19/2019 | 00586520 | PREFERREDP | 12308425 | | 452.00 | DR * |
| 6503 | 103100061802 | 52053200 | 25489 | 06/21/2019 | 00587726 | PREFERREDP | 12308425 | | 119.50 | DR * |
| 6503 | 103100061802 | 52053200 | 25561 | 06/21/2019 | | | | | 3.45 | DR * |
| 6503 | 103100061802 | 5205320 | PRINTING-COMMERCIAL | 06/14/2019 | | | | | 122.95 | DR * |
| 6503 | 103100061802 | 52053500 | MS905045 | 06/14/2019 | | | | | 28.03 | DR * |
| 6503 | 103100061802 | 5207901 | COMPUTER HARDWARE | 06/21/2019 | 00587595 | HPINC | 12125515 | 12 | 28.03 | DR * |
| 6503 | 103100061802 | 5207901 | 9008839323 | 06/21/2019 | | | | | 702.40 | DR * |
| 6503 | 103100061802 | 5228000 | CAPITAL OUTLAY | 06/07/2019 | | | | | 1,434.31 | DR * |
| 6503 | 103100061802 | 5228000 | T109-141 | 06/28/2019 | | | | | 1,434.31 | DR ** |
| 6503 | 103100061802 | 5228000 | T109-155 | 06/28/2019 | | | | | 893.39 | DR ** |
| 6503 | 103100061802 | 5228000 | T109-155 | 06/28/2019 | | | | | 289.26 | DR ** |
| 6503 | 103100061802 | 5228000 | OPER TRANS OUT -NON BUDGT | | | | | | 1,182.65 | DR * |
| 6503 | 103100061802 | 5228000 | NONOP EXP/NONBUDG OP TR | | | | | | 1,182.65 | DR ** |
| 6503 | 103100061802 | 5228000 | OPERATING EXPENSES | | | | | | 11,795.92 | DR ** |
| 6503 | 103100061802 | 5228000 | OPERATING EXPENSES | | | | | | 17,412.64 | DR ** |
| 6503 | 103100061802 | 5228000 | OPERATING EXPENSES | | | | | | 17,412.64 | DR ** |
| 6503 | 103100061802 | 5228000 | OPERATING EXPENSES | | | | | | 17,412.64 | DR ** |

South Dakota Board of Accountancy
Balance Sheet
As of June 30, 2019

| | Jun 30, 19 |
|--|-------------------|
| ASSETS | |
| Current Assets | |
| Checking/Savings | |
| 1130000 · Local Checking - Great Western | 16,418.13 |
| 1140000 · Pool Cash State of SD | 407,618.68 |
| Total Checking/Savings | 424,036.81 |
| Other Current Assets | |
| 1131000 · Interest Income Receivable | -546.47 |
| 1213000 · Investment Income Receivable | 1,885.43 |
| Total Other Current Assets | 1,338.96 |
| Total Current Assets | 425,375.77 |
| Fixed Assets | |
| 1670000 · Computer Software | |
| Original Cost | 34,075.00 |
| 1770000 · Depreciation | -6,625.92 |
| Total 1670000 · Computer Software | 27,449.08 |
| Total Fixed Assets | 27,449.08 |
| TOTAL ASSETS | 452,824.85 |
| LIABILITIES & EQUITY | |
| Liabilities | |
| Current Liabilities | |
| Accounts Payable | |
| 2110000 · Accounts Payable | 18,465.09 |
| Total Accounts Payable | 18,465.09 |
| Other Current Liabilities | |
| 2430000 · Accrued Wages Payable | 8,528.17 |
| 2810000 · Amounts Held for Others | 27,743.94 |
| Total Other Current Liabilities | 36,272.11 |
| Total Current Liabilities | 54,737.20 |
| Long Term Liabilities | |
| 2960000 · Compensated Absences Payable | 21,155.20 |
| Total Long Term Liabilities | 21,155.20 |
| Total Liabilities | 75,892.40 |
| Equity | |
| 3220000 · Net Position | 290,375.66 |
| 3300100 · Invested in Capital Assets | 27,449.36 |
| 3900 · Retained Earnings | 51,160.67 |
| Net Income | 7,946.76 |
| Total Equity | 376,932.45 |
| TOTAL LIABILITIES & EQUITY | 452,824.85 |

South Dakota Board of Accountancy
Profit & Loss Budget vs. Actual
 July 2018 through June 2019

| | Jul '18 - Jun 19 | Budget | \$ Over Budget | % of Budget |
|---|-------------------|-------------------|------------------|---------------|
| Ordinary Income/Expense | | | | |
| Income | | | | |
| 4293550 · Initial Individual Certificate | 2,525.00 | 2,500.00 | 25.00 | 101.0% |
| 4293551 · Certificate Renewals-Active | 74,440.00 | 60,000.00 | 14,440.00 | 124.1% |
| 4293552 · Certificate Renewals-Inactive | 24,700.00 | 21,000.00 | 3,700.00 | 117.6% |
| 4293553 · Certificate Renewals-Retired | 1,700.00 | 1,250.00 | 450.00 | 136.0% |
| 4293554 · Initial Firm Permits | 800.00 | 700.00 | 100.00 | 114.3% |
| 4293555 · Firm Permit Renewals | 17,650.00 | 14,500.00 | 3,150.00 | 121.7% |
| 4293557 · Initial Audit | 750.00 | 900.00 | -150.00 | 83.3% |
| 4293558 · Re-Exam Audit | 1,980.00 | 2,460.00 | -480.00 | 80.5% |
| 4293560 · Late Fees-Initial Certificate | 50.00 | 0.00 | 50.00 | 100.0% |
| 4293561 · Late Fees-Certificate Renewals | 3,650.00 | 3,000.00 | 650.00 | 121.7% |
| 4293563 · Late Fees-Firm Permit Renewals | 950.00 | 500.00 | 450.00 | 190.0% |
| 4293564 · Late Fees-Peer Review | 2,550.00 | 1,300.00 | 1,250.00 | 196.2% |
| 4293566 · Firm Permit Owners | 140,220.00 | 109,000.00 | 31,220.00 | 128.6% |
| 4293567 · Peer Review Admin Fee | 3,975.00 | 5,500.00 | -1,525.00 | 72.3% |
| 4293568 · Firm Permit Name Change | 75.00 | 100.00 | -25.00 | 75.0% |
| 4293569 · Initial FAR | 1,260.00 | 1,140.00 | 120.00 | 110.5% |
| 4293570 · Initial REG | 720.00 | 660.00 | 60.00 | 109.1% |
| 4293571 · Initial BEC | 510.00 | 930.00 | -420.00 | 54.8% |
| 4293572 · Re-Exam FAR | 2,040.00 | 1,860.00 | 180.00 | 109.7% |
| 4293573 · Re-Exam REG | 2,010.00 | 2,310.00 | -300.00 | 87.0% |
| 4293574 · Re-Exam BEC | 2,310.00 | 2,310.00 | 0.00 | 100.0% |
| 4491000 · Interest and Dividend Revenue | 5,860.71 | 4,500.00 | 1,160.71 | 125.8% |
| 4896021 · Legal Recovery Cost | 3,250.00 | 1,000.00 | 2,250.00 | 325.0% |
| 4950000 · Prior Period Refund Account | 278.75 | | | |
| Total Income | 294,054.46 | 237,420.00 | 56,634.46 | 123.9% |
| Gross Profit | 294,054.46 | 237,420.00 | 56,634.46 | 123.9% |
| Expense | | | | |
| 5101010 · F-T Emp Sal & Wages | 64,072.13 | 82,258.00 | -18,185.87 | 77.9% |
| 5101020 · P-T/Temp Emp Sal & Wages | 36,651.73 | 43,000.00 | -6,348.27 | 85.2% |
| 5101030 · Board & Comm Mbrs Fees | 4,200.00 | 4,739.00 | -539.00 | 88.6% |
| 5102010 · OASI-Employer's Share | 7,240.66 | 9,582.00 | -2,341.34 | 75.6% |
| 5102020 · Retirement-ER Share | 5,759.65 | 7,515.00 | -1,755.35 | 76.6% |
| 5102060 · Health /Life Ins.-ER Share | 18,083.15 | 8,470.00 | 9,613.15 | 213.5% |
| 5102080 · Worker's Compensation | 195.68 | 213.00 | -17.32 | 91.9% |
| 5102090 · Unemployment Insurance | 26.13 | 125.00 | -98.87 | 20.9% |
| 5203010 · Auto--State Owned | 61.59 | 400.00 | -338.41 | 15.4% |
| 5203020 · Auto-Private-Ownes Low Mileage | 338.56 | 400.00 | -61.44 | 84.6% |
| 5203030 · In State-Auto- Priv. High Miles | 956.76 | 1,500.00 | -543.24 | 63.8% |
| 5203100 · In State-Lodging | 294.00 | 1,000.00 | -706.00 | 29.4% |
| 5203120 · In State-Incidentals to Travel | 10.00 | 100.00 | -90.00 | 10.0% |
| 5203140 · InState-Tax Meals Not OverNigt | 59.00 | 100.00 | -41.00 | 59.0% |
| 5203150 · InState-Non-Tax Meals OverNight | 180.00 | 400.00 | -220.00 | 45.0% |
| 5203220 · OS-Auto Private Low Mileage | 61.32 | | | |
| 5203230 · OS-Auto Private High Mileage | 61.32 | 100.00 | -38.68 | 61.3% |
| 5203260 · OS-Air Commercial Carrier | 8,318.54 | 6,500.00 | 1,818.54 | 128.0% |
| 5203280 · OS-Other Public Carrier | 1,135.57 | 700.00 | 435.57 | 162.2% |
| 5203300 · OS-Lodging | 11,074.21 | 9,000.00 | 2,074.21 | 123.0% |
| 5203320 · OS-Incidentals to Travel | 558.00 | 500.00 | 58.00 | 111.6% |
| 5203330 · OS-Nonemployment Travel | 32.00 | | | |
| 5203350 · OS-Non-Taxable Meals Overnight | 1,181.36 | 1,000.00 | 181.36 | 118.1% |
| 5204010 · Subscriptions | 669.33 | 1,000.00 | -330.67 | 66.9% |
| 5204020 · Dues and Membership Fees | 3,450.00 | 3,900.00 | -450.00 | 88.5% |
| 5204030 · Legal Document Fees | 0.00 | 300.00 | -300.00 | 0.0% |
| 5204040 · Consultant Fees-Accounting | 0.00 | 7,300.00 | -7,300.00 | 0.0% |
| 5204050 · Consultant Fees - Computer | 20,674.90 | 15,000.00 | 5,674.90 | 137.8% |
| 5204080 · Consultant Fees--Legal | 0.00 | 0.00 | 0.00 | 0.0% |
| 5204160 · Workshop Registration Fees | 7,645.00 | 6,500.00 | 1,145.00 | 117.6% |
| 5204180 · Computer Services-State | 3,163.62 | 5,000.00 | -1,836.38 | 63.3% |
| 5204181 · Computer Development Serv-State | 426.00 | 2,000.00 | -1,574.00 | 21.3% |
| 5204200 · Central Services | 7,331.58 | 9,000.00 | -1,668.42 | 81.5% |
| 5204220 · Equipment Service & Maintenance | 32.94 | 300.00 | -267.06 | 11.0% |

South Dakota Board of Accountancy
Profit & Loss Budget vs. Actual
 July 2018 through June 2019

| | Jul '18 - Jun 19 | Budget | \$ Over Budget | % of Budget |
|---|-------------------|-------------------|-------------------|---------------|
| 5204230 · Janitorial/Maintenance Services | 1,643.16 | 1,650.00 | -6.84 | 99.6% |
| 5204340 · Computer Software Maintenance | 405.60 | 2,000.00 | -1,594.40 | 20.3% |
| 5204360 · Advertising-Newspapers | 306.49 | 1,000.00 | -693.51 | 30.6% |
| 5204440 · Newsletter Publishing | 0.00 | 100.00 | -100.00 | 0.0% |
| 5204460 · Equipment Rental | 3,204.60 | 4,000.00 | -795.40 | 80.1% |
| 5204490 · Rents Privately Owned Property | 14,965.65 | 16,235.10 | -1,269.45 | 92.2% |
| 5204510 · Rent-Other | 0.00 | 500.00 | -500.00 | 0.0% |
| 5204530 · Telecommunications Services | 4,733.41 | 4,500.00 | 233.41 | 105.2% |
| 5204540 · Electricity | 972.89 | 865.00 | 107.89 | 112.5% |
| 5204560 · Water | 113.21 | 240.00 | -126.79 | 47.2% |
| 5204590 · Insurance Premiums/Surety Bonds | 1,677.60 | 1,710.00 | -32.40 | 98.1% |
| 5204740 · Bank Fees and Charges | 4,887.44 | 6,500.00 | -1,612.56 | 75.2% |
| 5204960 · Other Contractual Services | 849.46 | 0.00 | 849.46 | 100.0% |
| 5205020 · Office Supplies | 25,403.00 | 24,000.00 | 1,403.00 | 105.8% |
| 5205028 · OFFICE SUPPLIES-2 | 901.29 | 0.00 | 901.29 | 100.0% |
| 5205310 · Printing State | 452.00 | 250.00 | 202.00 | 180.8% |
| 5205320 · Printing/Duplicating/Binding Co | 350.65 | 1,000.00 | -649.35 | 35.1% |
| 5205330 · Supplemental Publications | 486.25 | 700.00 | -213.75 | 69.5% |
| 5205350 · Postage | 2,064.65 | 2,000.00 | 64.65 | 103.2% |
| 5207430 · Office Machines | 0.00 | 100.00 | -100.00 | 0.0% |
| 5207490 · Telephone Equipment | 2,305.60 | 0.00 | 2,305.60 | 100.0% |
| 5207900 · Computer Hardware | 2,887.33 | 4,800.00 | -1,912.67 | 60.2% |
| 5207950 · System Development | 0.00 | 1,000.00 | -1,000.00 | 0.0% |
| 5207955 · Computer Hardware Other | 0.00 | 500.00 | -500.00 | 0.0% |
| 5207960 · Computer Software Expense | 281.64 | 500.00 | -218.36 | 56.3% |
| 5228000 · Operating Transfers Out-NonBudg | 7,591.65 | 6,000.00 | 1,591.65 | 126.5% |
| 5228030 · Depreciation Expense | 5,679.40 | | | |
| Total Expense | 286,107.70 | 308,052.10 | -21,944.40 | 92.9% |
| Net Ordinary Income | 7,946.76 | -70,632.10 | 78,578.86 | -11.3% |
| Net Income | 7,946.76 | -70,632.10 | 78,578.86 | -11.3% |

South Dakota Board of Accountancy
PREVIOUS YEAR MONTHLY COMPARISON
June 2019

| | Jun 19 | Jun 18 | \$ Change | % Change |
|---|------------------|------------------|------------------|-----------------|
| Ordinary Income/Expense | | | | |
| Income | | | | |
| 4293550 · Initial Individual Certificate | 200.00 | 675.00 | -475.00 | -70.4% |
| 4293551 · Certificate Renewals-Active | 11,350.00 | -1,300.00 | 12,650.00 | 973.1% |
| 4293552 · Certificate Renewals-Inactive | 4,400.00 | -700.00 | 5,100.00 | 728.6% |
| 4293553 · Certificate Renewals-Retired | 400.00 | -40.00 | 440.00 | 1,100.0% |
| 4293554 · Initial Firm Permits | 0.00 | 100.00 | -100.00 | -100.0% |
| 4293555 · Firm Permit Renewals | 3,650.00 | -250.00 | 3,900.00 | 1,560.0% |
| 4293557 · Initial Audit | 120.00 | 120.00 | 0.00 | 0.0% |
| 4293558 · Re-Exam Audit | 120.00 | 270.00 | -150.00 | -55.6% |
| 4293560 · Late Fees-Initial Certificate | 0.00 | 50.00 | -50.00 | -100.0% |
| 4293561 · Late Fees-Certificate Renewals | 600.00 | 200.00 | 400.00 | 200.0% |
| 4293564 · Late Fees-Peer Review | 750.00 | 350.00 | 400.00 | 114.3% |
| 4293566 · Firm Permit Owners | 27,395.00 | -780.00 | 28,175.00 | 3,612.2% |
| 4293567 · Peer Review Admin Fee | 1,875.00 | 1,500.00 | 375.00 | 25.0% |
| 4293568 · Firm Permit Name Change | 0.00 | 50.00 | -50.00 | -100.0% |
| 4293569 · Initial FAR | 180.00 | 180.00 | 0.00 | 0.0% |
| 4293570 · Initial REG | 60.00 | 180.00 | -120.00 | -66.7% |
| 4293571 · Initial BEC | 90.00 | 120.00 | -30.00 | -25.0% |
| 4293572 · Re-Exam FAR | 150.00 | 210.00 | -60.00 | -28.6% |
| 4293573 · Re-Exam REG | 150.00 | 210.00 | -60.00 | -28.6% |
| 4293574 · Re-Exam BEC | 420.00 | 270.00 | 150.00 | 55.6% |
| 4491000 · Interest and Dividend Revenue | 0.00 | -5,563.56 | 5,563.56 | 100.0% |
| 4920045 · Undistributed Earnings | 0.00 | 1,432.07 | -1,432.07 | -100.0% |
| Total Income | 51,910.00 | -2,716.49 | 54,626.49 | 2,010.9% |
| Gross Profit | 51,910.00 | -2,716.49 | 54,626.49 | 2,010.9% |
| Expense | | | | |
| 5101000 · Annual/Sick Leave Compensation | 0.00 | 1,993.54 | -1,993.54 | -100.0% |
| 5101010 · F-T Emp Sal & Wages | 2,565.46 | 6,849.79 | -4,284.33 | -62.6% |
| 5101020 · P-T/Temp Emp Sal & Wages | 1,519.52 | 970.20 | 549.32 | 56.6% |
| 5101030 · Board & Comm Mbrs Fees | 240.00 | -240.00 | 480.00 | 200.0% |
| 5102010 · OASi-Employer's Share | 298.30 | 2,052.74 | -1,754.44 | -85.5% |
| 5102020 · Retirement-ER Share | 230.40 | 75.92 | 154.48 | 203.5% |
| 5102060 · Health /Life Ins.-ER Share | 753.57 | 627.04 | 126.53 | 20.2% |
| 5102080 · Worker's Compensation | 8.58 | 3.79 | 4.79 | 126.4% |
| 5102090 · Unemployment Insurance | 0.89 | 0.59 | 0.30 | 50.9% |
| 5203030 · In State-Auto- Priv. High Miles | 50.40 | 0.00 | 50.40 | 100.0% |
| 5203220 · OS-Auto Private Low Mileage | 61.32 | 0.00 | 61.32 | 100.0% |
| 5203260 · OS-Air Commercial Carrier | 2,453.20 | 0.00 | 2,453.20 | 100.0% |
| 5203280 · OS-Other Public Carrier | 133.88 | 0.00 | 133.88 | 100.0% |
| 5203300 · OS-Lodging | 3,980.34 | 0.00 | 3,980.34 | 100.0% |
| 5203320 · OS-Incidentals to Travel | 198.00 | 0.00 | 198.00 | 100.0% |
| 5203330 · OS-Nonemployment Travel | 32.00 | 0.00 | 32.00 | 100.0% |
| 5203350 · OS-Non-Taxable Meals Overnight | 396.00 | 0.00 | 396.00 | 100.0% |
| 5204050 · Consultant Fees - Computer | 0.00 | -18,774.00 | 18,774.00 | 100.0% |
| 5204180 · Computer Services-State | 0.00 | 99.30 | -99.30 | -100.0% |
| 5204181 · Computer Development Serv-State | 0.00 | 816.50 | -816.50 | -100.0% |
| 5204200 · Central Services | 288.82 | 193.21 | 95.61 | 49.5% |
| 5204220 · Equipment Service & Maintenance | 4.03 | 1.27 | 2.76 | 217.3% |
| 5204230 · Janitorial/Maintenance Services | 136.93 | 134.25 | 2.68 | 2.0% |
| 5204460 · Equipment Rental | 79.00 | 56.80 | 22.20 | 39.1% |
| 5204490 · Rents Privately Owned Property | 0.00 | 1,269.45 | -1,269.45 | -100.0% |
| 5204530 · Telecommunications Services | 50.66 | 309.85 | -259.19 | -83.7% |
| 5204540 · Electricity | 79.97 | 71.67 | 8.30 | 11.6% |
| 5204560 · Water | 0.00 | 10.00 | -10.00 | -100.0% |
| 5204740 · Bank Fees and Charges | 126.48 | 98.80 | 27.68 | 28.0% |
| 5204960 · Other Contractual Services | 158.50 | 0.00 | 158.50 | 100.0% |
| 5205020 · Office Supplies | 0.00 | 51.42 | -51.42 | -100.0% |
| 5205028 · OFFICE SUPPLIES-2 | 39.57 | 0.00 | 39.57 | 100.0% |
| 5205310 · Printing State | 452.00 | 0.00 | 452.00 | 100.0% |
| 5205320 · Printing/Duplicating/Binding Co | 3.45 | 124.61 | -121.16 | -97.2% |
| 5205350 · Postage | 28.03 | 0.00 | 28.03 | 100.0% |
| 5207900 · Computer Hardware | 1,434.31 | 0.00 | 1,434.31 | 100.0% |

South Dakota Board of Accountancy
PREVIOUS YEAR MONTHLY COMPARISON
June 2019

| | <u>Jun 19</u> | <u>Jun 18</u> | <u>\$ Change</u> | <u>% Change</u> |
|---|-------------------------|-------------------------|-------------------------|------------------------|
| 5228000 · Operating Transfers Out-NonBudg | 1,182.65 | 1,198.97 | -16.32 | -1.4% |
| 5228030 · Depreciation Expense | 473.26 | 473.26 | 0.00 | 0.0% |
| Total Expense | <u>17,459.52</u> | <u>-1,531.03</u> | <u>18,990.55</u> | <u>1,240.4%</u> |
| Net Ordinary Income | <u>34,450.48</u> | <u>-1,185.46</u> | <u>35,635.94</u> | <u>3,006.1%</u> |
| Other Income/Expense | | | | |
| Other Expense | | | | |
| 5228090 · SecuritiyLendingRebateFees | 0.00 | 93.11 | -93.11 | -100.0% |
| Total Other Expense | <u>0.00</u> | <u>93.11</u> | <u>-93.11</u> | <u>-100.0%</u> |
| Net Other Income | <u>0.00</u> | <u>-93.11</u> | <u>93.11</u> | <u>100.0%</u> |
| Net Income | <u><u>34,450.48</u></u> | <u><u>-1,278.57</u></u> | <u><u>35,729.05</u></u> | <u><u>2,794.5%</u></u> |

South Dakota Board of Accountancy
PREVIOUS YEAR TO DATE MONTHLY COMPARISON
 July 2018 through June 2019

| | Jul '18 - Jun 19 | Jul '17 - Jun 18 | \$ Change | % Change |
|---|-------------------|-------------------|------------------|--------------|
| Ordinary Income/Expense | | | | |
| Income | | | | |
| 4293550 · Initial Individual Certificate | 2,525.00 | 2,650.00 | -125.00 | -4.7% |
| 4293551 · Certificate Renewals-Active | 74,440.00 | 64,350.00 | 10,090.00 | 15.7% |
| 4293552 · Certificate Renewals-Inactive | 24,700.00 | 19,700.00 | 5,000.00 | 25.4% |
| 4293553 · Certificate Renewals-Retired | 1,700.00 | 1,240.00 | 460.00 | 37.1% |
| 4293554 · Initial Firm Permits | 800.00 | 800.00 | 0.00 | 0.0% |
| 4293555 · Firm Permit Renewals | 17,650.00 | 14,600.00 | 3,050.00 | 20.9% |
| 4293557 · Initial Audit | 750.00 | 720.00 | 30.00 | 4.2% |
| 4293558 · Re-Exam Audit | 1,980.00 | 2,250.00 | -270.00 | -12.0% |
| 4293560 · Late Fees-Initial Certificate | 50.00 | 250.00 | -200.00 | -80.0% |
| 4293561 · Late Fees-Certificate Renewals | 3,650.00 | 3,250.00 | 400.00 | 12.3% |
| 4293563 · Late Fees-Firm Permit Renewals | 950.00 | 450.00 | 500.00 | 111.1% |
| 4293564 · Late Fees-Peer Review | 2,550.00 | 1,100.00 | 1,450.00 | 131.8% |
| 4293566 · Firm Permit Owners | 140,220.00 | 115,780.00 | 24,440.00 | 21.1% |
| 4293567 · Peer Review Admin Fee | 3,975.00 | 4,725.00 | -750.00 | -15.9% |
| 4293568 · Firm Permit Name Change | 75.00 | 250.00 | -175.00 | -70.0% |
| 4293569 · Initial FAR | 1,260.00 | 1,530.00 | -270.00 | -17.7% |
| 4293570 · Initial REG | 720.00 | 840.00 | -120.00 | -14.3% |
| 4293571 · Initial BEC | 510.00 | 660.00 | -150.00 | -22.7% |
| 4293572 · Re-Exam FAR | 2,040.00 | 1,590.00 | 450.00 | 28.3% |
| 4293573 · Re-Exam REG | 2,010.00 | 2,130.00 | -120.00 | -5.6% |
| 4293574 · Re-Exam BEC | 2,310.00 | 1,320.00 | 990.00 | 75.0% |
| 4491000 · Interest and Dividend Revenue | 5,660.71 | -93.11 | 5,753.82 | 6,179.6% |
| 4896021 · Legal Recovery Cost | 3,250.00 | 1,650.00 | 1,600.00 | 97.0% |
| 4920045 · Undistributed Earnings | 0.00 | 1,432.07 | -1,432.07 | -100.0% |
| 4950000 · Prior Period Refund Account | 278.75 | 0.00 | 278.75 | 100.0% |
| Total Income | 294,054.46 | 243,173.96 | 50,880.50 | 20.9% |
| Gross Profit | 294,054.46 | 243,173.96 | 50,880.50 | 20.9% |
| Expense | | | | |
| 5101000 · Annual/Sick Leave Compensation | 0.00 | 1,993.54 | -1,993.54 | -100.0% |
| 5101010 · F-T Emp Sal & Wages | 64,072.13 | 64,094.84 | -22.71 | 0.0% |
| 5101020 · P-T/Temp Emp Sal & Wages | 36,651.73 | 24,473.46 | 12,178.27 | 49.8% |
| 5101030 · Board & Comm Mbrs Fees | 4,200.00 | 4,680.00 | -480.00 | -10.3% |
| 5102010 · OASI-Employer's Share | 7,240.66 | 7,862.37 | -621.71 | -7.9% |
| 5102020 · Retirement-ER Share | 5,759.65 | 4,920.95 | 838.70 | 17.0% |
| 5102060 · Health /Life Ins.-ER Share | 18,083.15 | 18,401.87 | -318.72 | -1.7% |
| 5102080 · Worker's Compensation | 195.68 | 148.19 | 47.49 | 32.1% |
| 5102090 · Unemployment Insurance | 26.13 | 36.96 | -10.83 | -29.3% |
| 5203010 · Auto--State Owned | 61.59 | 0.00 | 61.59 | 100.0% |
| 5203020 · Auto-Private-Ownes Low Mileage | 338.56 | 103.04 | 235.52 | 228.6% |
| 5203030 · In State-Auto- Priv. High Miles | 956.76 | 767.76 | 189.00 | 24.6% |
| 5203100 · In State-Lodging | 294.00 | 218.00 | 76.00 | 34.9% |
| 5203120 · In State-Incidentals to Travel | 10.00 | 10.00 | 0.00 | 0.0% |
| 5203140 · InState-Tax Meals Not OverNigt | 59.00 | 11.00 | 48.00 | 436.4% |
| 5203150 · InState-Non-Tax Meals OverNight | 180.00 | 143.00 | 37.00 | 25.9% |
| 5203220 · OS-Auto Private Low Mileage | 61.32 | 0.00 | 61.32 | 100.0% |
| 5203230 · OS-Auto Private High Mileage | 61.32 | 0.00 | 61.32 | 100.0% |
| 5203260 · OS-Air Commercial Carrier | 8,318.54 | 2,981.98 | 5,336.56 | 179.0% |
| 5203280 · OS-Other Public Carrier | 1,135.57 | 492.99 | 642.58 | 130.3% |
| 5203300 · OS-Lodging | 11,074.21 | 6,364.16 | 4,710.05 | 74.0% |
| 5203320 · OS-Incidentals to Travel | 558.00 | 327.00 | 231.00 | 70.6% |
| 5203330 · OS-Nonemployment Travel | 32.00 | 0.00 | 32.00 | 100.0% |
| 5203350 · OS-Non-Taxable Meals Overnight | 1,181.36 | 615.00 | 566.36 | 92.1% |
| 5204010 · Subscriptions | 669.33 | 602.58 | 66.75 | 11.1% |
| 5204020 · Dues and Membership Fees | 3,450.00 | 3,450.00 | 0.00 | 0.0% |
| 5204040 · Consultant Fees-Accounting | 0.00 | 7,200.00 | -7,200.00 | -100.0% |
| 5204050 · Consultant Fees - Computer | 20,674.90 | -9,603.39 | 30,278.29 | 315.3% |
| 5204160 · Workshop Registration Fees | 7,645.00 | 5,132.06 | 2,512.94 | 49.0% |
| 5204180 · Computer Services-State | 3,163.62 | 1,225.35 | 1,938.27 | 158.2% |
| 5204181 · Computer Development Serv-State | 426.00 | 4,357.10 | -3,931.10 | -90.2% |
| 5204200 · Central Services | 7,331.58 | 7,020.96 | 310.62 | 4.4% |
| 5204220 · Equipment Service & Maintenance | 32.94 | 28.57 | 4.37 | 15.3% |
| 5204230 · Janitorial/Maintenance Services | 1,643.16 | 1,611.00 | 32.16 | 2.0% |

South Dakota Board of Accountancy
PREVIOUS YEAR TO DATE MONTHLY COMPARISON
 July 2018 through June 2019

| | <u>Jul '18 - Jun 19</u> | <u>Jul '17 - Jun 18</u> | <u>\$ Change</u> | <u>% Change</u> |
|---|-------------------------|-------------------------|-------------------|-----------------|
| 5204340 · Computer Software Maintenance | 405.60 | 192.00 | 213.60 | 111.3% |
| 5204360 · Advertising-Newspapers | 306.49 | 0.00 | 306.49 | 100.0% |
| 5204460 · Equipment Rental | 3,204.60 | 3,221.40 | -16.80 | -0.5% |
| 5204490 · Rents Privately Owned Property | 14,965.65 | 15,233.40 | -267.75 | -1.8% |
| 5204530 · Telecommunications Services | 4,733.41 | 5,059.00 | -325.59 | -6.4% |
| 5204540 · Electricity | 972.89 | 717.63 | 255.26 | 35.6% |
| 5204560 · Water | 113.21 | 131.75 | -18.54 | -14.1% |
| 5204590 · Insurance Premiums/Surety Bonds | 1,677.60 | 1,393.93 | 283.67 | 20.4% |
| 5204740 · Bank Fees and Charges | 4,887.44 | 4,901.36 | -13.92 | -0.3% |
| 5204960 · Other Contractual Services | 849.46 | 431.10 | 418.36 | 97.0% |
| 5205020 · Office Supplies | 25,403.00 | 1,231.44 | 24,171.56 | 1,962.9% |
| 5205028 · OFFICE SUPPLIES-2 | 901.29 | 0.00 | 901.29 | 100.0% |
| 5205310 · Printing State | 452.00 | 132.75 | 319.25 | 240.5% |
| 5205320 · Printing/Duplicating/Binding Co | 350.65 | 279.86 | 70.79 | 25.3% |
| 5205330 · Supplemental Publications | 486.25 | 0.00 | 486.25 | 100.0% |
| 5205350 · Postage | 2,064.65 | 1,007.20 | 1,057.45 | 105.0% |
| 5207490 · Telephone Equipment | 2,305.60 | 0.00 | 2,305.60 | 100.0% |
| 5207900 · Computer Hardware | 2,887.33 | 0.00 | 2,887.33 | 100.0% |
| 5207960 · Computer Software Expense | 281.64 | 0.00 | 281.64 | 100.0% |
| 5228000 · Operating Transfers Out-NonBudg | 7,591.65 | 6,090.63 | 1,501.02 | 24.6% |
| 5228030 · Depreciation Expense | 5,679.40 | 946.52 | 4,732.88 | 500.0% |
| Total Expense | 286,107.70 | 200,640.31 | 85,467.39 | 42.6% |
| Net Ordinary Income | 7,946.76 | 42,533.65 | -34,586.89 | -81.3% |
| Other Income/Expense | | | | |
| Other Expense | | | | |
| 5228090 · SecurityLendingRebateFees | 0.00 | 93.11 | -93.11 | -100.0% |
| Total Other Expense | 0.00 | 93.11 | -93.11 | -100.0% |
| Net Other Income | 0.00 | -93.11 | 93.11 | 100.0% |
| Net Income | 7,946.76 | 42,440.54 | -34,493.78 | -81.3% |

EXECUTIVE DIRECTOR'S REPORT

Nicole Kasin

Renewals for individuals and firms

Paper renewal forms were available on our website on June 17, 2019. Online renewals opened June 17, 2019. Renewals are due August 1, 2019.

| Entity | Renewed thru 7/31/2019 | Pending renewals thru 7/31/2020 | Completed renewals thru 7/31/2020 |
|------------------------|------------------------|---------------------------------|-----------------------------------|
| Firms | 287 | 194 | 92 |
| Individuals – Active | 1267 | 977 | 292 |
| Individuals – Inactive | 388 | 279 | 109 |
| Individuals – Retired | 124 | 78 | 47 |

NASBA

Regional meeting recap by those who attended.

Evolution discussion – 5 guiding principles (evolutionofcpa.org)

- a. Guiding Principle #1 The CPA profession must adapt quickly due to the technological disruptions in areas such as data analytics, robotics, artificial intelligence, and more. As such, the competencies, services and attitudes of CPAs need to continually evolve in order to protect the public interest.
- b. Guiding Principle #2 The CPA profession and state boards of accountancy recognize that technological and analytical expertise is essential to performing assurance work, as well as the other services that are currently, or will be in the future, core to professional accounting.
- c. Guiding Principle #3 The CPA profession and state boards of accountancy acknowledge that sustaining the profession and continued public protection require rethinking initial licensure requirements.
- d. Guiding Principle #4 The profession, and therefore entry into the profession, must be redesigned to attract individuals with technological and analytical expertise. This includes non-CPA professionals whose technology and analytics skills are critical to the performance of assurance and other core services, as well as non-accounting major students. All must demonstrate minimum required competencies necessary to perform professional accounting services as a CPA.
- e. Guiding Principle #5 The changes must be rapid, transformational and substantive without negatively impacting candidates currently in the pipeline.

Board Discussion

- Any New Business/topics?

ARTICLE 7
PERMITS TO PRACTICE — FIRMS

Rule 7-1 - Applications.

- (a) Applications by firms for initial issuance and for renewal of permits pursuant to Section 7 of the Act shall be made on a form provided by the Board and, in the case of applications for renewal, shall be filed no earlier than [] months and no later than [] months prior to the expiration date. Applications will not be considered filed until the applicable fee and all required documents prescribed in these Rules are received. If an application for permit renewal is filed late, it shall also be accompanied by the delinquency fee prescribed in these Rules.
- (b) A sole proprietor may apply simultaneously for a certificate or a renewal of a registration or a certificate and a firm permit.
- (c) Applications shall include the firm name, addresses and telephone numbers of the main office and of any branch offices of the firm in this State, the name of the person in charge of each such branch office, and the names of the partners, shareholders, members, managers, directors and officers whose principal place of business is in this State.

Rule 7-2 - Notification of Firm Changes ~~changes by firms.~~

- (a) A firm registered pursuant to Section 7 of the Act shall file with the Board a written notification of any of the following events concerning the practice of public accountancy within this State within thirty (30) days after its occurrence:
 - (1) Formation of a new firm;
 - (2) Addition of a partner, member, manager or shareholder;
 - (3) Retirement, withdrawal or death of a partner, member, manager or shareholder;
 - (4) Any change in the name of the firm;
 - (5) Termination of the firm;
 - (6) Change in the management of any branch office in this State;
 - (7) Establishment of a new branch office or the closing or change of address of a branch office in this State; and

- (8) ~~Issuance of the firm's first attest issued financial statements and accountant's reports for each level of service described in Rule 7-3; or compilation report;~~
or

Rules-7-1

- (9) **The occurrence of any event or events which would cause such firm not to be in conformity with the provisions of the Act or these Rules.**
- (b) **In the event of any change in legal form of a firm, such new firm shall within thirty (30) days of the change file an application for an initial permit in accordance with these Rules and pay the fee required by these Rules.**
- (c) In the event a practice unit is sold, dissolved, or merged with the practice of one or more other practice units, determination of successor or predecessor practice unit(s), peer review year-end(s) and the peer review due date(s) will be made in accordance with the sponsoring organization's guidance.

Rule 7-3 - Peer Review Definitions

- (a) "Administering Entity (AE)" – An entity approved by a Board-approved sponsoring organization to administer the Board-approved peer review program.
- (b) "Enrollment in a peer review program" means a firm is required to follow all requirements of the peer review process, cooperate with those performing and administering the peer review, comply with the peer review standards and inform Administering Entities when firm changes occur.
- (c) "Peer Review Program" means the sponsoring organization's entire peer review process, including but not limited to the standards for administering, performing, and reporting on peer reviews, oversight procedures, training, and related guidance materials.
- (d) Peer Review Oversight Committee (PROC) – A Board-appointed committee of licensees approved by the Board for monitoring the Board-approved peer review program, including sponsoring organizations' Administering Entities, to provide reasonable assurance that Administering Entities and respective Peer Review Committee and Report Acceptance Bodies are functioning in a manner that effectively enforces the performance and reporting of peer review in accordance with peer review standards.
- (e) "Peer Review Standards" means the Board-approved professional standards and guidance for administering, performing and reporting on peer reviews.
- (f) "Peer Reviewer/Reviewing Firm" means a certified public accountant/accounting firm responsible for conducting the peer review, holding a valid and active license to

practice public accounting in good standing issued by this state or some other state, and meets the peer reviewer qualifications to perform peer reviews established in the Board-approved peer review standards.

(g) "Sponsoring Organization" means a Board-approved professional association, society, or other organization responsible for the facilitation and administration of peer reviews directly or through its Administering Entities and responsible for the oversight of the Administering Entities pursuant to the sponsoring organization's peer review standards.

Rule 7-4 – Enrollment in Board-Approved Peer Review Program

(a) Enrollment in a Board-approved peer review program, or other comparable compliance assurance program, Successful completion of an approved Compliance Assurance Program is a condition for renewal of a permit for firms that issue attest or compilation reports. The Board requires licensees that issue attest or compilation reports all CPA firms such pursuant to UAA 6(j) or UAA 7(a)(1)(A) and firms that issue such reports pursuant to UAA 7(a)(1)(C) to be enrolled in a Board-approved peer review program.

(b) A firm is not required to enroll in a Board-approved peer review program if its only level of service is performing preparation of financial statements (with or without disclaimer reports) under Statements on Standards for Accounting and Review Services (SSARs). However, if the firm elects to enroll in a Board-approved peer review program, it is required to have a peer review which would include preparation of financial statements within the scope of the review.

(c) A firm enrolled in a Board-approved peer review program shall schedule, and undergo and complete its initial peer review in, a transparent compliance assurance program approved by the Board and to comply with the applicable compliance with the sponsoring organization's peer review standards and related guidance. Ordinarily, a firm's initial peer review is due 18 months from the date it enrolled or should have enrolled in a Board-approved peer review program. The "due date" is a date by which a review has taken place and all materials have been submitted to the Administering Entity.

(d) A firm enrolled in a Board-approved peer review program shall schedule, undergo and complete its subsequent peer reviews in compliance with the sponsoring organization's peer review standards and related guidance. Ordinarily, subsequent peer reviews shall be due such assurance standards of that the peer review has taken place and all peer review materials are submitted to the Administering Entity within three years and six months from the peer review year-end of the previous peer review program. As used herein, the term "Compliance Assurance Program" includes, but is not limited to, "peer review" programs or other comparable programs

~~which have been approved by the Board in accordance with the requirements set forth below.~~

~~(e) **The Board Compliance Assurance functions may accept peer review extensions granted be performed by Administering Entities provided the Board is notified a committee established by the firm within 14 days from the date of the letter from the Administering Entity granting the extension.**~~

~~(f) **Requests for extensions of time to undergo a peer review shall be submitted to the Board in writing by the firm no later than the earlier of a firm renewal date or peer review due date (which is determined by the Administering Entity) and shall include any extensions Board, qualified contractors granted by the Administering Entity. The Board may approve requests for extensions based upon good cause clearly outside the control of the firm, including but not limited to health or military service.**~~

~~(g) **For good cause shown, the Board may grant or renew permits for a reasonable period of time pending completion of the firm's peer review.**~~

~~(h) **For firms required to be registered with and subject to inspection by the Public Company Accounting Oversight Board (PCAOB), the Board recognizes the PCAOB's inspection process for reviewing practices subject to its authority, which are not included in the scope of peer review Board or substantially equivalent programs. Firms subject to inspection by the PCAOB are also required to meet the peer review requirements under a Board-approved [such as the peer review program that covers the portion of the practice unit's practice not subject to the PCAOB permanent inspection administered by the AICPA] acceptable to the Board. The Board may establish procedures to perform the following functions:**~~

~~(1) **Review of financial statements and the reports of licensees thereon, to assess their compliance with applicable professional standards;**~~

~~(2) **Improvement of reporting practices of licensees through education and remediation;**~~

~~(3) **Referrals to the Board of cases requiring further investigation by the Board or its designees;**~~

~~(4) **Verification that individuals in the firm responsible for supervising compilation or attest services, and signing the accountants' report on financial statements on behalf of the firm, meet the competency requirements set out in applicable professional standards;**~~

~~(5) **Verification that a certificate holder who issues compilation reports for the public other than through a CPA firm, who supervises such services and/or**~~

~~signs the compilation report on such financial statements, meets the competency requirements set out in applicable professional standards; and~~

~~1. Such other functions as the Board may assign to its designees.~~

Rules 7-2

~~(c) On and after _____, each applicant for renewal of a certificate under Section 6 of the Act in the case of a certificate holder who issues compilation reports to the public other than through a CPA firm, and each applicant for renewal of a firm permit to practice under Section 7 of the Act, shall furnish in connection with their application, with respect to each office maintained by the applicant in this State, one copy of each of the following kinds of reports, together with their accompanying financial statements, issued by the certificate holder or office during the twelve-month period next preceding the date of application, if any report of such kind was issued during such period:~~

~~(1) A compilation report;~~

~~(2) A review report;~~

~~(3) An audit report;~~

~~(4) A report of the examination of prospective financial information.~~

~~(d) The Board may also solicit for review reports of licensees and related financial statements from clients, public agencies, banks, and other users of financial statements.~~

~~(e) Any documents submitted in accordance with subsection (b) may have the name of the client, the client's address and other identifying facts omitted, provided that the omission does not render the type or nature of the enterprise undeterminable. The identities of the sources of financial statements and reports received by the Board from other than the licensees who issued the reports shall be preserved in confidence. Reports submitted to the Board pursuant to subsection (b), and comments of reviewers and of the Board on such reports or workpapers relating thereto, also shall be preserved in confidence except that they may be communicated by the Board to the licensees who issued the reports.~~

~~(f) The review of financial statements and reports of the licensees thereon shall be directed toward the following:~~

~~(1) Presentation of financial statements in conformity with Generally Accepted Accounting Principles;~~

- ~~(2) — Compliance by licensees with Generally Accepted Auditing Standards;~~
- ~~(3) — Compliance by licensees with other professional standards; and~~
- ~~(4) — Compliance by licensees with the Rules of the Board and other regulations relating to the performance of compilation and attest services as herein defined.~~

~~Rules 7-3~~

~~(g) — The reviews of the financial statements and the reports of the licensees shall be conducted as follows:~~

- ~~(1) — Compilation level services will be subject to a desk review;~~
- ~~(2) — Review level services will be subject to a field review in the offices of the licensee;~~
- ~~(3) — Audit level services and reports of examination of prospective financial information will be subject to a field review in the offices of the licensee;~~
- ~~(4) — Additional reports and financial statements may be selected during the performance of a desk review or a field review based upon the size and complexity of the reviewed firm as judged by the Board or its designee to inadequately assess the quality of the reviewed firm's professional attest practice.~~

~~(h) — A firm's review shall result in one of three findings:~~

- ~~(1) — Pass;~~
- ~~(2) — Pass with deficiencies; or~~
- ~~(3) — Fail.~~

~~(i) — In any instance where the Board finds a deficiency in the professional work of a licensee, it shall advise the licensee in writing of the deficiency. The Board may request the licensee to meet with it to discuss deficiencies. If the Board determines that a report is substandard or seriously questionable, the Board may direct that a review of the workpapers be conducted by an independent reviewer other than the person who performed the review of the report. The findings of any such review of the workpapers shall be transmitted by the reviewer to the Board.~~

~~(j) — In gathering information about the professional work of licensees, the Board may make use of investigators, either paid or unpaid, who are not members of the Board.~~

~~(k) The results of the reviews will be transmitted to the Board's office within 45 days after completion of any review report.~~

Rule 7-5-4 - Equivalent reviews as a condition for renewal of a permit.

~~(a) The requirements of Rule 7-3 shall not apply with respect to any firm or certificate holder which within the three years immediately preceding the application had been subjected to a comprehensive and appropriately administered compliance assurance program as determined and approved by the Board.~~

Rules 7-4

~~(b) An oversight committee shall be appointed by the Board to monitor the compliance assurance programs and report to the Board that the programs meet the requirements set out in the Act and these Rules. The oversight committee shall:~~

~~(1) only include individuals who are not members of the Board;~~

~~(2) have full access to the peer review process which is subject to oversight and may be required to sign a confidentiality agreement to have this access;~~

~~(3) provide the Board with the names of those certificate holders and firms which have undergone and have had accepted an equivalent review as well as whether such certificate holders and firms are meeting the terms, conditions, and remedial actions, if any, required by the reviewing organization;~~

~~(4) establish, as directed by the Board, procedures designed to ensure confidentiality of documents furnished or generated in the course of the review;~~

~~(5) coordinate oversight functions conducted within the state with national oversight objectives and procedures adopted by the NASBA Compliance Assurance Review Board (CARB).~~

~~(c) The Board shall establish procedures and take all action necessary to ensure that the above materials remain privileged as to any third parties, except those materials subject to public disclosure as provided herein.~~

Rule 7-5 - Submission of Peer Review Documents compliance assurance reports to the Board.

~~(a) Firms qualifying for exemption from compliance assurance review as provided by the provisions of Rule 7-4 shall notify and affirmatively request the administering entity performing the qualifying satisfactorily equivalent compliance assurance reviews [such as those conducted by AICPA peer review programs and the entities~~

~~administering those reviews] to provide Board access to the reports within 45 days after the administering entity's acceptance of any review report.~~

~~(b) Regarding any report required to be submitted to the Board pursuant to this rule, the reviewed firm must retain, for a period of seven (7) years from the date of the report acceptance, all of the following: compliance assurance report [or "peer review report"], letter of comments, letter of response, acceptance letter signed by the reviewed firm agreeing to take corrective actions, and letter of completion indicating that the firm's compliance assurance review is complete. Upon request of the Board, the reviewed firm or individual shall timely submit such documentation to the Board;~~

(e) **The objective of this reporting rule is primarily to reinforce the Board's efforts to ensure that only appropriately qualified CPA firms are engaged in the offering and rendering of services subject to peer review. ~~compliance assurance~~. Based upon its review of the documents submitted pursuant to this rule, the Board may consider, pursuant to hearing or by consent, additional corrective actions such as probation, practice limits, additional continuing education, pre-issuance reviews, more frequent peer reviews, and other measures, including, in severe cases, discipline against the reviewed firm and any individual licensees employed or contracted by the reviewed firm.**

~~(b) The firm is required to submit a copy of the results of its most recently accepted peer review to~~~~(d) For good cause shown~~ **the Board**, which includes the following documents:

(1) Peer review report which has been accepted by the administering entity.

(2) The firm's letter of response accepted by the administering entity, if applicable.

(3) The acceptance letter from the administering entity.

(4) Letter(s) accepting the documents signed by the firm with the understanding that the firm agrees to take any actions required by the Administering Entity, if applicable; and

(5) Letter signed by the Administering Entity notifying the firm that required actions have been appropriately completed, if applicable.

~~(c) The firm shall submit the peer review documents in (b) (1) through (b) (3) above to the Board within 30 days of the administering entity's acceptance. The firm shall submit the document in (b) (4) to the Board within 30 days from the date the letter is signed by the firm or with submission of the firm's renewal application, whichever occurs first. The firm shall submit the document in (b) (5) to the Board within 30 days of the date of the letter or with submission of the firm's renewal application, whichever occurs first.~~

- (d) The firm shall satisfy this document submission requirement by allowing the administering entity to provide the Board access to the documents via a secure website process such as the AICPA Facilitated State Board Access (FSBA).

Rule 7-6- Approved Peer Review Sponsoring Organizations, Programs and Peer Review Standards

- (a) The Board shall approve peer review sponsoring organizations, program (s) and standards.

COMMENT: Predecessor administering entities are to engage in candid dialogue with the appropriate board(s) about any intent to discontinue administration of the peer review program. Further, administering entities are expected to speak to the board(s) regarding the change in administration prior to making a final decision. Communication with the Board shall be documented including a contact name and date/s of the communication in a form to be sent to the sponsoring organization. Consistency of administration is a primary objective when consolidating AEs. The intent is for boards to have the same experience, regardless of an AE's physical location.

- (b) The Board recognizes the American Institute of Certified Public Accountants (AICPA) as an approved sponsoring organization and its peer review program and standards and the XXXX Society of CPAs or its successor and other peer review programs administered by entities involved in the administration of the AICPA Peer Review Program. These organizations are not required to submit an application for approval to the Board. As condition of this approval, that sponsoring organization is required to provide its peer review services to nonmembers licensees whose firms' principle place of business are located in this state so long as such nonmembers comply with the applicable peer review standards.

- (c) The Board may terminate its approval of a sponsoring organization for cause following notice and opportunity for hearing. For purposes of this paragraph, "cause" includes but is not limited to failure to maintain an ongoing compliance with the requirements of this chapter.

- (d) The Board may approve other peer review sponsoring organizations and programs. For an organization, not specifically identified in these Rules as Board-approved, to receive Board approval for its peer review program and standards, the organization must submit evidence to the satisfaction of the Board. At a minimum, the evidence shall include the standards, procedures, guidelines, oversight process, training materials and related documents used to administer, perform, and accept peer reviews. The Board has the authority to request any other documents/information from an organization about its peer review program in determining whether to grant approval.

Rule 7-7- Peer Review Oversight Committee

- (a) Peer Review Oversight Committee (PROC) shall be appointed or adopted by the Board to monitor the Board-approved peer review program, including sponsoring organizations' administering entities, to provide or renew applications for a reasonable assurance that administering entities and respective Peer Review Committees (PRCs) and Report Acceptance Bodies (RABs) are functioning in a manner that effectively enforces the performance and reporting of peer reviews in accordance with peer review standards. The PROC or the Board's designee shall report to the Board on the conclusions and recommendations reached as a result of the PROC's activities at least annually period of time pending completion.
- (b) PROC members shall:
- (1) Not include individuals who have a conflict of interest.
 - (2) Be subject to removal or replacement by the Board at its discretion.
 - (3) Be required to sign a confidentiality agreement indicating they will not divulge any information to the Board that would identify any firm, licensee, or peer reviewer/reviewing firm as a result of their monitoring of the peer review process.
 - (4) Perform procedures which may consist of but are not limited to the following activities:
 - (i) Visiting the Administering Entities of the approved peer review program;
 - (ii) Reviewing sponsoring organization procedures for administering the program;
 - (iii) Meeting with an Administering Entity's Report Acceptance Body during consideration of the peer review documents;
 - (iv) Reviewing the Administering Entity's compliance with its program.
- (c) The Board shall establish procedures and take all action necessary to ensure that the above materials remain privileged as to any third parties.

Rule 7-86- Internet Practice.

A CPA firm offering or rendering professional services via a Web site shall provide in the Web site's homepage, a name, an address, and principal state of licensure as a means for regulators and the public to contact a responsible licensee in charge at the firm regarding complaints, questions, or regulatory compliance.

Rule 7-97 - Attest Documentation and Retention-

- (a) ~~(a)~~ Licensees shall comply with all professional standards for attest documentation applicable to particular engagements, including, but not limited to standards adopted by recognized standards setting bodies such as the Public Company Accounting Oversight Board (PCAOB), the Comptroller General of the United States, and the Auditing Standards Board.
- (b) If the applicable standards do not otherwise specify, the retention period for attest documentation shall be five (5) years and shall be measured from the report date.
- (c) If attest documentation is required to be kept for longer than provided in the applicable standards ~~or Rule 7-7(b)~~ because of a pending Board investigation or disciplinary action, attest documentation shall not be destroyed until the licensee has been notified in writing by the Board of the closure of a Board investigation or disciplinary proceeding.

Rule 7-108 - Unregistered Firm Compliance with Applicable Peer Review Documentation Requirements ~~compliance assurance requirements.~~

Any firm not required to register in this state, but which provides attest and/or compilation services as permitted under Sections 7 and 23 of the Act, shall be required to maintain records as prescribed by Rule 7-95(b) regarding its participation in a comparable peer review program for any period in which the firm provided attest and/or compilation services in this state, and shall provide copies of such records upon this Board's written request; provided, however, the Board shall not make such a request except upon good cause.

Rules 7-6

COMMENT: For purposes of this Rule, "good cause" is reasonable cause and not authorization for a notice requirement. Good cause for requesting peer review program records should be based upon a third party complaint or other evidence of inadequate professional services of the type that would be subject to peer review.