

**Meeting Agenda**  
**SOUTH DAKOTA BOARD OF ACCOUNTANCY**  
 Conference Call  
 Call in Number 1-844-833-2681 Access Code 0329864#  
 July 22, 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 June 10, 2020.....       | 2-4     |
| E. A-Approval of Certificates & Firm Permits.....            | 5-6     |
| F. A-Approval of Financial Statements through June 2020..... | 7-16    |
| G. A-Request from Licensee for CPE.....                      | 17-29   |
| H. A-Report to Board on Grades.....                          | 30-31   |
| I. D-Executive Director's Report.....                        | 32      |

**AICPA**

|  |       |
|--|-------|
| J. D – Board of Examiners Meeting Highlights May 2020..... | 33-35 |
|--|-------|

**NASBA**

|  |       |
|--|-------|
| K. D-UAA Model Rules proposed revisions..... | 36-46 |
|--|-------|

**EXECUTIVE SESSION**

|   |           |
|---|-----------|
| L. Equivalent Reviews for Board Approval..... | Spt. Pkt. |
|---|-----------|

**FUTURE MEETING DATES (all times CT)**

M. Meeting Dates  
 August 20 – 8:30 Board Office Sioux Falls

N. Adjournment

**Meeting Minutes**  
**SOUTH DAKOTA BOARD OF ACCOUNTANCY**  
Conference Call  
June 10, 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; and Graham Oey, Staff Attorney.

Chair Budahl asked if there were any additions to the agenda:  
Addition to Request from Candidate

Jeff Strand made a motion to approve the agenda. Marty Guindon 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.

David Pummel made a motion to approve the May 7, 2020 meeting minutes. Jay Tolsma 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 approve the issuance of certificates and firm permits through June 5, 2020. 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)

Jeff Smith made a motion to approve the financial statements through May 2020. Jay Tolsma seconded the motion. A roll call vote was taken. **MOTION PASSED.** (Tolsma-yea; Guindon-yea; Pummel-yea; Smith-yea; Strand-yea; Budahl-yea)

The board received seven requests from candidates to have their exam section score extended which would be expiring June 30, 2020.

Candidate 7 withdrew their request.

Jeff Strand made a motion to approve the first candidate request for an extension on an expired CPA exam score until December 31, 2020 for meeting the requirements of ARSD 20:75:01:07. Marty Guindon 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 approve the second candidate request for an extension on an expired CPA exam score until December 31, 2020 for meeting the requirements of ARSD 20:75:01:07. 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)

Jay Tolsma made a motion to approve the third candidate request for an extension on an expired CPA exam score until December 31, 2020 for meeting the requirements of ARSD 20:75:01:07. 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)

Jeff Smith made a motion to approve the fourth candidate request for an extension on an expired CPA exam score until December 31, 2020 for meeting the requirements of ARSD 20:75:01:07. Jay Tolsma seconded the motion. A roll call vote was taken. **MOTION PASSED.** (Tolsma-yea; Guindon-yea; Pummel-yea; Smith-yea; Strand-yea; Budahl-yea)

Jeff Strand made a motion to approve the fifth candidate request for an extension on an expired CPA exam score until December 31, 2020 for meeting the requirements of ARSD 20:75:01:07. 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)

Marty Guindon made a motion to approve the sixth candidate request for an extension on an expired CPA exam score until December 31, 2020 for meeting the requirements of ARSD 20:75:01:07. Jay Tolsma seconded the motion. A roll call vote was taken. **MOTION PASSED.** (Tolsma-yea; Guindon-yea; Pummel-yea; Smith-yea; Strand-yea; Budahl-yea)

Executive Director Kasin discussed her report on the NASBA Western Regional conference, proposed rules changes, and issues due to COVID-19.

Jeff Strand made a motion to ratify the extension of NTS through December 31, 2020 due to COVID-19. Jay Tolsma seconded the motion. A roll call vote was taken. **MOTION PASSED.** (Tolsma-yea; Guindon-yea; Pummel-yea; Smith-yea; Strand-yea; Budahl-yea)

Jay Tolsma made a motion to abdicate the responsibility to the Executive Director for CPA exam credit extensions due to COVID-19. 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 Board discussed the NASBA UAA Model Rules proposed revisions. This was tabled to the July 22, 2020 meeting.

The Board discussed the NASBA Board of Directors meeting minutes from January 17, 2020 and March 5, 2020; the Board of Directors meeting highlights from April 24, 2020; and the Quarterly Focus Question Executive Summary and Responses.

Jeff Strand made a motion to enter executive session for the deliberative process for peer reviews and follow-ups. 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 Board came out of executive session.

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

**FUTURE MEETING DATES** (all times CT)

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

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

David Pummel made a motion to adjourn the meeting. Marty Guindon 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 10:03 a.m.

Deidre Budahl, CPA, Chair

Attest: Nicole Kasin, Executive Director

Jeff Smith, Sec/Treasurer

**CERTIFIED PUBLIC ACCOUNTANT CERTIFICATES  
BOARD COPY**

**Issued Through July 15, 2020**

| Number | Name                     | Date Issued | Location         |
|--------|--------------------------|-------------|------------------|
| 3474   | Mikal Lee Claar          | 6/16/20     | Sioux Falls, SD  |
| 3475   | Kassie Leigh Stanfield   | 6/22/20     | Rosslyn, VA      |
| 3476   | Darron Scott Werkmeister | 6/22/20     | Sioux Falls, SD  |
| 3477   | Munguntsetseg Rippatoe   | 6/23/20     | Dakota Dunes, SD |
| 3478   | Mitchell Dean Staples    | 6/24/20     | Sioux Falls, SD  |
| 3479   | Corey Clayton Backer     | 6/30/20     | Sioux Falls, SD  |
| 3480   | Theresa Marie Law        | 7/01/20     | Black Hawk, SD   |

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

**Issued Through  
July 15, 2020**

| <b>Number</b> | <b>Name</b>                                | <b>Date Issued</b> | <b>Basis/Comments</b> |
|---------------|--|--------------------|-----------------------|
| 1746          | Brock and Company, CPAs, PC<br>Boulder, CO | 06/09/20           | New Firm              |

BAL409R1

STATE OF SOUTH DAKOTA  
CASH CENTER BALANCES  
AS OF: 06/30/2020

PAGE

135

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

| COMPANY                        | CENTER       | ACCOUNT | BALANCE    | DR/CR  | CENTER DESCRIPTION   |
|--------------------------------|--------------|---------|------------|--------|----------------------|
| 6503                           | 103100061802 | 1140000 | 382,012.36 | DR     | BOARD OF ACCOUNTANCY |
| COMPANY/SOURCE TOTAL 6503 618  |              |         | 382,012.36 | DR *   |                      |
| COMP/BUDG UNIT TOTAL 6503 1031 |              |         | 382,012.36 | DR **  |                      |
| BUDGET UNIT TOTAL 1031         |              |         | 382,012.36 | DR *** |                      |

STATE OF SOUTH DAKOTA  
MONTHLY EXPENDITURE REPORT  
FOR PERIOD ENDING: 06/30/2020

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

| COMP  | CENTER       | ACCOUNT  | DOCUMENT NUMBER | POSTING DATE | JV APPL # | OR PAYMENT # | SHORT NAME | VENDOR NUMBER | VENDOR GROUP | AMOUNT    | DR/CR |
|---|--------------|----------|-----------------|--------------|-----------|--------------|------------|---------------|--------------|-----------|-------|
| COMPANY NO 6503 PROFESSIONAL & LICENSING BOARDS |              |          |                 |              |           |              |            |               |              |           |       |
| 6503  | 103100061802 | 51010100 | CGEX200528      | 06/03/2020   |           |              |            |               |              | 2,652.11  | DR    |
| 6503  | 103100061802 | 51010100 | CGEX200611      | 06/16/2020   |           |              |            |               |              | 2,775.09  | DR    |
| OBJSUB: 5101010 F-T EMP SAL & WAGES             |              |          |                 |              |           |              |            |               |              |           |       |
| 6503  | 103100061802 | 51010200 | CGEX200528      | 06/03/2020   |           |              |            |               |              | 5,427.20  | DR    |
| 6503  | 103100061802 | 51010200 | CGEX200611      | 06/16/2020   |           |              |            |               |              | 1,467.28  | DR    |
| OBJSUB: 5101020 P-T/TEMP EMP SAL & WAGES        |              |          |                 |              |           |              |            |               |              |           |       |
| 6503  | 103100061802 | 51020100 | CGEX200528      | 06/03/2020   |           |              |            |               |              | 3,269.49  | DR    |
| 6503  | 103100061802 | 51020100 | CGEX200611      | 06/16/2020   |           |              |            |               |              | 8,696.69  | DR    |
| OBJSUB: 5102010 OASI-EMPLOYER'S SHARE           |              |          |                 |              |           |              |            |               |              |           |       |
| 6503  | 103100061802 | 51020200 | CGEX200528      | 06/03/2020   |           |              |            |               |              | 278.73    | DR    |
| 6503  | 103100061802 | 51020200 | CGEX200611      | 06/16/2020   |           |              |            |               |              | 313.49    | DR    |
| OBJSUB: 5102020 RETIREMENT-ER SHARE             |              |          |                 |              |           |              |            |               |              |           |       |
| 6503  | 103100061802 | 51020600 | CGEX200528      | 06/03/2020   |           |              |            |               |              | 1,597.74  | DR    |
| 6503  | 103100061802 | 51020600 | CGEX200611      | 06/16/2020   |           |              |            |               |              | 466.83    | DR    |
| OBJSUB: 5102060 HEALTH/LIFE INS.-ER SHARE       |              |          |                 |              |           |              |            |               |              |           |       |
| 6503  | 103100061802 | 51020800 | CGEX200528      | 06/03/2020   |           |              |            |               |              | 5.30      | DR    |
| 6503  | 103100061802 | 51020800 | CGEX200611      | 06/16/2020   |           |              |            |               |              | 3,166.76  | DR    |
| OBJSUB: 5102080 WORKER'S COMPENSATION           |              |          |                 |              |           |              |            |               |              |           |       |
| 6503  | 103100061802 | 51020900 | CGEX200528      | 06/03/2020   |           |              |            |               |              | 1.81      | DR    |
| 6503  | 103100061802 | 51020900 | CGEX200611      | 06/16/2020   |           |              |            |               |              | 2.00      | DR    |
| OBJSUB: 5102090 UNEMPLOYMENT COMPENSATION       |              |          |                 |              |           |              |            |               |              |           |       |
| 6503  | 103100061802 | 51020900 | CGEX200528      | 06/03/2020   |           |              |            |               |              | 11.24     | DR    |
| 6503  | 103100061802 | 51020900 | CGEX200611      | 06/16/2020   |           |              |            |               |              | 1.81      | DR    |
| OBJSUB: 5102090 EMPLOYEE BENEFITS               |              |          |                 |              |           |              |            |               |              |           |       |
| 6503  | 103100061802 | 52041800 | DP004097        | 06/05/2020   |           |              |            |               |              | 4,240.86  | DR    |
| 6503  | 103100061802 | 52041800 | DP005096        | 06/11/2020   |           |              |            |               |              | 12,937.55 | DR    |
| OBJSUB: 5204180 COMPUTER SERVICES-STATE         |              |          |                 |              |           |              |            |               |              |           |       |
| 6503  | 103100061802 | 52041810 | DP005096        | 06/11/2020   |           |              |            |               |              | 493.05    | DR    |
| 6503  | 103100061802 | 52041810 | PI005055        | 06/11/2020   |           |              |            |               |              | 986.10    | DR    |
| OBJSUB: 5204181 BIT DEVELOPMENT COSTS           |              |          |                 |              |           |              |            |               |              |           |       |
| 6503  | 103100061802 | 52042000 | IN731865        | 06/17/2020   |           |              |            |               |              | 45.13     | DR    |
| OBJSUB: 5204200 CENTRAL SERVICES                |              |          |                 |              |           |              |            |               |              |           |       |
| 6503  | 103100061802 | 52042200 | IN731865        | 06/17/2020   |           |              |            |               |              | 218.22    | DR    |
| OBJSUB: 5204220 EQUIPMENT SERV & MAINT          |              |          |                 |              |           |              |            |               |              |           |       |
| 6503  | 103100061802 | 52043600 | 262586 APR20    | 06/23/2020   |           |              |            |               |              | 82.49     | DR    |
| 6503  | 103100061802 | 52043600 | 262586 APR20    | 06/23/2020   |           |              |            |               |              | 50.78     | DR    |





**South Dakota Board of Accountancy**  
**Balance Sheet**  
As of June 30, 2020

|  | Jun 30, 20        |
|--|-------------------|
| <b>ASSETS</b>                            |                   |
| <b>Current Assets</b>                    |                   |
| <b>Checking/Savings</b>                  |                   |
| 1130000 · Local Checking - Great Western | 18,904.48         |
| 1140000 · Pool Cash State of SD          | 382,012.36        |
| <b>Total Checking/Savings</b>            | 400,916.84        |
| <b>Other Current Assets</b>              |                   |
| 1131000 · Interest Income Receivable     | 18,765.30         |
| 1213000 · Investment Income Receivable   | 2,557.09          |
| <b>Total Other Current Assets</b>        | 21,322.39         |
| <b>Total Current Assets</b>              | 422,239.23        |
| <b>Fixed Assets</b>                      |                   |
| 1670000 · Computer Software              |                   |
| Original Cost                            | 34,075.00         |
| 1770000 · Depreciation                   | -12,305.04        |
| <b>Total 1670000 · Computer Software</b> | 21,769.96         |
| <b>Total Fixed Assets</b>                | 21,769.96         |
| <b>TOTAL ASSETS</b>                      | <b>444,009.19</b> |
| <b>LIABILITIES &amp; EQUITY</b>          |                   |
| <b>Liabilities</b>                       |                   |
| <b>Current Liabilities</b>               |                   |
| <b>Accounts Payable</b>                  |                   |
| 2110000 · Accounts Payable               | 297.00            |
| <b>Total Accounts Payable</b>            | 297.00            |
| <b>Other Current Liabilities</b>         |                   |
| 2430000 · Accrued Wages Payable          | 9,046.39          |
| 2810000 · Amounts Held for Others        | 31,101.19         |
| <b>Total Other Current Liabilities</b>   | 40,147.58         |
| <b>Total Current Liabilities</b>         | 40,444.58         |
| <b>Long Term Liabilities</b>             |                   |
| 2960000 · Compensated Absences Payable   | 25,918.05         |
| <b>Total Long Term Liabilities</b>       | 25,918.05         |
| <b>Total Liabilities</b>                 | 66,362.63         |
| <b>Equity</b>                            |                   |
| 3220000 · Net Position                   | 296,054.78        |
| 3300100 · Invested In Capital Assets     | 21,770.24         |
| 3900 · Retained Earnings                 | 24,442.67         |
| Net Income                               | 35,378.87         |
| <b>Total Equity</b>                      | 377,646.56        |
| <b>TOTAL LIABILITIES &amp; EQUITY</b>    | <b>444,009.19</b> |

# South Dakota Board of Accountancy

## Profit & Loss Budget vs. Actual

### July 2019 through June 2020

|   | Jul '19 - Jun 20  | Budget            | \$ Over Budget   | % of Budget   |
|---|-------------------|-------------------|------------------|---------------|
| <b>Ordinary Income/Expense</b>                        |                   |                   |                  |               |
| <b>Income</b>   |                   |                   |                  |               |
| 4293550 · Initial Individual Certificate              | 4,935.00          | 2,500.00          | 2,435.00         | 197.4%        |
| 4293551 · Certificate Renewals-Active                 | 68,640.00         | 62,500.00         | 6,140.00         | 109.8%        |
| 4293552 · Certificate Renewals-Inactive               |                   |                   |                  |               |
| 5208014 · REFUNDS                                     | -40.00            |                   |                  |               |
| 4293552 · Certificate Renewals-Inactive - Other       | 23,400.00         | 21,000.00         | 2,400.00         | 111.4%        |
| <b>Total 4293552 · Certificate Renewals-Inactive</b>  | <b>23,360.00</b>  | <b>21,000.00</b>  | <b>2,360.00</b>  | <b>111.2%</b> |
| 4293553 · Certificate Renewals-Retired                | 1,700.00          | 1,400.00          | 300.00           | 121.4%        |
| 4293554 · Initial Firm Permits                        | 600.00            | 700.00            | -100.00          | 85.7%         |
| 4293555 · Firm Permit Renewals                        | 13,450.00         | 14,500.00         | -1,050.00        | 92.8%         |
| 4293557 · Initial Audit                               | 420.00            | 900.00            | -480.00          | 46.7%         |
| 4293558 · Re-Exam Audit                               | 1,620.00          | 2,460.00          | -840.00          | 65.9%         |
| 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%         |
| <b>Total 4293561 · Late Fees-Certificate Renewals</b> | <b>2,750.00</b>   | <b>3,000.00</b>   | <b>-250.00</b>   | <b>91.7%</b>  |
| 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                       | 950.00            | 1,300.00          | -350.00          | 73.1%         |
| 4293566 · Firm Permit Owners                          | 137,725.00        | 109,000.00        | 28,725.00        | 126.4%        |
| 4293567 · Peer Review Admin Fee                       | 3,975.00          | 5,500.00          | -1,525.00        | 72.3%         |
| 4293568 · Firm Permit Name Change                     | 175.00            | 100.00            | 75.00            | 175.0%        |
| 4293569 · Initial FAR                                 | 810.00            | 1,140.00          | -330.00          | 71.1%         |
| 4293570 · Initial REG                                 | 510.00            | 660.00            | -150.00          | 77.3%         |
| 4293571 · Inital BEC                                  | 390.00            | 930.00            | -540.00          | 41.9%         |
| 4293572 · Re-Exam FAR                                 | 1,410.00          | 1,860.00          | -450.00          | 75.8%         |
| 4293573 · Re-Exam REG                                 | 1,770.00          | 2,310.00          | -540.00          | 76.6%         |
| 4293574 · Re-Exam BEC                                 | 1,470.00          | 2,310.00          | -840.00          | 63.6%         |
| 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%          |
| <b>Total Income</b>                                   | <b>278,092.08</b> | <b>240,570.00</b> | <b>37,522.08</b> | <b>115.6%</b> |
| <b>Gross Profit</b>                                   | <b>278,092.08</b> | <b>240,570.00</b> | <b>37,522.08</b> | <b>115.6%</b> |
| <b>Expense</b>  |                   |                   |                  |               |
| 5101010 · F-T Emp Sal & Wages                         | 64,621.15         | 82,258.00         | -17,636.85       | 78.6%         |
| 5101020 · P-T/Temp Emp Sal & Wages                    | 37,409.00         | 43,000.00         | -5,591.00        | 87.0%         |
| 5101030 · Board & Comm Mbrs Fees                      | 4,620.00          | 4,739.00          | -119.00          | 97.5%         |
| 5102010 · OASI-Employer's Share                       | 7,285.44          | 9,582.00          | -2,296.56        | 76.0%         |
| 5102020 · Retirement-ER Share                         | 5,690.65          | 7,515.00          | -1,824.35        | 75.0%         |
| 5102060 · Health /Life Ins.-ER Share                  | 25,148.11         | 8,470.00          | 16,678.11        | 296.9%        |
| 5102080 · Worker's Compensation                       | 132.65            | 213.00            | -80.35           | 62.3%         |
| 5102090 · Unemployment Insurance                      | 44.83             | 125.00            | -80.17           | 35.9%         |
| 5203010 · Auto--State Owned                           | 47.79             | 400.00            | -352.21          | 11.9%         |
| 5203020 · Auto-Private-Owne 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                    | 3,450.00          | 3,900.00          | -450.00          | 88.5%         |
| 5204030 · Legal Document Fees                         | 0.00              | 300.00            | -300.00          | 0.0%          |
| 5204040 · Consultant Fees-Accounting                  | 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         | 5,227.50          | 5,000.00          | 227.50            | 104.6%        |
| 5204181 · Computer Development Serv-State | 319.64            | 2,000.00          | -1,680.36         | 16.0%         |
| 5204200 · Central Services                | 7,332.91          | 9,000.00          | -1,667.09         | 81.5%         |
| 5204220 · Equipment Service & Maintenance | 109.84            | 300.00            | -190.16           | 36.6%         |
| 5204230 · Janitorial/Maintenance Services | 1,676.02          | 1,700.00          | -23.98            | 98.6%         |
| 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                | 3,281.00          | 4,000.00          | -719.00           | 82.0%         |
| 5204490 · Rents Privately Owned Property  | 17,949.75         | 16,235.10         | 1,714.65          | 110.6%        |
| 5204510 · Rent-Other                      | 0.00              | 500.00            | -500.00           | 0.0%          |
| 5204530 · Telecommunications Services     | 2,239.46          | 4,500.00          | -2,260.54         | 49.8%         |
| 5204540 · Electricity                     | 850.71            | 865.00            | -14.29            | 98.3%         |
| 5204560 · Water                           | 111.75            | 240.00            | -128.25           | 46.6%         |
| 5204590 · Insurance Premiums/Surety Bonds | 1,694.41          | 1,710.00          | -15.59            | 99.1%         |
| 5204740 · Bank Fees and Charges           | 5,110.48          | 6,500.00          | -1,389.52         | 78.6%         |
| 5204960 · Other Contractual Services      | 956.68            | 24,000.00         | -23,043.32        | 4.0%          |
| 5205020 · Office Supplies                 | 897.30            | 3,000.00          | -2,102.70         | 29.9%         |
| 5205028 · OFFICE SUPPLIES-2               | 9.75              | 0.00              | 9.75              | 100.0%        |
| 5205310 · Printing State                  | 0.00              | 250.00            | -250.00           | 0.0%          |
| 5205320 · Printing/Duplicating/Binding Co | 267.19            | 1,000.00          | -732.81           | 26.7%         |
| 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 | 6,534.73          | 6,000.00          | 534.73            | 108.9%        |
| 5228030 · Depreciation Expense            | 5,679.12          | 5,679.12          | 0.00              | 100.0%        |
| <b>Total Expense</b>                      | <b>242,713.21</b> | <b>318,781.22</b> | <b>-76,068.01</b> | <b>76.1%</b>  |
| <b>Net Ordinary Income</b>                | <b>35,378.87</b>  | <b>-78,211.22</b> | <b>113,590.09</b> | <b>-45.2%</b> |
| <b>Net Income</b>                         | <b>35,378.87</b>  | <b>-78,211.22</b> | <b>113,590.09</b> | <b>-45.2%</b> |

**South Dakota Board of Accountancy**  
**PREVIOUS YEAR MONTHLY COMPARISON**  
 June 2020

|   | Jun 20           | Jun 19           | \$ Change        | % Change      |
|---|------------------|------------------|------------------|---------------|
| <b>Ordinary Income/Expense</b>            |                  |                  |                  |               |
| <b>Income</b>                             |                  |                  |                  |               |
| 4293550 · Initial Individual Certificate  | 150.00           | 200.00           | -50.00           | -25.0%        |
| 4293551 · Certificate Renewals-Active     | 5,700.00         | -50.00           | 5,750.00         | 11,500.0%     |
| 4293552 · Certificate Renewals-Inactive   | 3,650.00         | -200.00          | 3,850.00         | 1,925.0%      |
| 4293553 · Certificate Renewals-Retired    | 460.00           | -20.00           | 480.00           | 2,400.0%      |
| 4293554 · Initial Firm Permits            | 50.00            | 0.00             | 50.00            | 100.0%        |
| 4293555 · Firm Permit Renewals            | 2,400.00         | -100.00          | 2,500.00         | 2,500.0%      |
| 4293557 · Initial Audit                   | 120.00           | 120.00           | 0.00             | 0.0%          |
| 4293558 · Re-Exam Audit                   | 60.00            | 120.00           | -60.00           | -50.0%        |
| 4293561 · Late Fees-Certificate Renewals  | 0.00             | 600.00           | -600.00          | -100.0%       |
| 4293564 · Late Fees-Peer Review           | 400.00           | 750.00           | -350.00          | -46.7%        |
| 4293566 · Firm Permit Owners              | 23,200.00        | -260.00          | 23,460.00        | 9,023.1%      |
| 4293567 · Peer Review Admin Fee           | 1,350.00         | 1,875.00         | -525.00          | -28.0%        |
| 4293569 · Initial FAR                     | 240.00           | 180.00           | 60.00            | 33.3%         |
| 4293570 · Initial REG                     | 60.00            | 60.00            | 0.00             | 0.0%          |
| 4293571 · Initial BEC                     | 60.00            | 90.00            | -30.00           | -33.3%        |
| 4293572 · Re-Exam FAR                     | 60.00            | 150.00           | -90.00           | -60.0%        |
| 4293573 · Re-Exam REG                     | 150.00           | 150.00           | 0.00             | 0.0%          |
| 4293574 · Re-Exam BEC                     | 60.00            | 420.00           | -360.00          | -85.7%        |
| 4491000 · Interest and Dividend Revenue   | 0.00             | -5,753.82        | 5,753.82         | 100.0%        |
| 4920045 · Undistributed Earnings          | 0.00             | 21,417.73        | -21,417.73       | -100.0%       |
| <b>Total Income</b>                       | <b>38,170.00</b> | <b>19,748.91</b> | <b>18,421.09</b> | <b>93.3%</b>  |
| <b>Gross Profit</b>                       | <b>38,170.00</b> | <b>19,748.91</b> | <b>18,421.09</b> | <b>93.3%</b>  |
| <b>Expense</b>                            |                  |                  |                  |               |
| 5101000 · Annual/Sick Leave Compensation  | 0.00             | 5,149.98         | -5,149.98        | -100.0%       |
| 5101010 · F-T Emp Sal & Wages             | 5,427.20         | 2,565.46         | 2,861.74         | 111.6%        |
| 5101020 · P-T/Temp Emp Sal & Wages        | 3,269.49         | 1,519.52         | 1,749.97         | 115.2%        |
| 5101030 · Board & Comm Mbrs Fees          | 0.00             | 240.00           | -240.00          | -100.0%       |
| 5102010 · OASI-Employer's Share           | 592.22           | 429.39           | 162.83           | 37.9%         |
| 5102020 · Retirement-ER Share             | 466.83           | 230.40           | 236.43           | 102.6%        |
| 5102060 · Health /Life Ins.-ER Share      | 3,166.76         | 753.57           | 2,413.19         | 320.2%        |
| 5102080 · Worker's Compensation           | 11.24            | 8.58             | 2.66             | 31.0%         |
| 5102090 · Unemployment Insurance          | 3.81             | 0.89             | 2.92             | 328.1%        |
| 5203230 · OS-Auto Private High Mileage    | 0.00             | 111.72           | -111.72          | -100.0%       |
| 5203260 · OS-Air Commercial Carrier       | 0.00             | 2,453.20         | -2,453.20        | -100.0%       |
| 5203280 · OS-Other Public Carrier         | 0.00             | 126.13           | -126.13          | -100.0%       |
| 5203300 · OS-Lodging                      | 0.00             | 3,980.34         | -3,980.34        | -100.0%       |
| 5203320 · OS-Incidentals to Travel        | 0.00             | 230.00           | -230.00          | -100.0%       |
| 5203350 · OS-Non-Taxable Meals Overnight  | 0.00             | 396.00           | -396.00          | -100.0%       |
| 5204180 · Computer Services-State         | 0.00             | 469.80           | -469.80          | -100.0%       |
| 5204181 · Computer Development Serv-State | 0.00             | 190.63           | -190.63          | -100.0%       |
| 5204200 · Central Services                | 218.22           | 288.82           | -70.60           | -24.4%        |
| 5204220 · Equipment Service & Maintenance | 3.49             | 4.03             | -0.54            | -13.4%        |
| 5204230 · Janitorial/Maintenance Services | 139.67           | 136.93           | 2.74             | 2.0%          |
| 5204460 · Equipment Rental                | 79.00            | 79.00            | 0.00             | 0.0%          |
| 5204490 · Rents Privately Owned Property  | 1,380.75         | 0.00             | 1,380.75         | 100.0%        |
| 5204530 · Telecommunications Services     | 360.14           | 420.84           | -60.70           | -14.4%        |
| 5204540 · Electricity                     | 0.00             | 79.97            | -79.97           | -100.0%       |
| 5204560 · Water                           | 22.35            | 22.35            | 0.00             | 0.0%          |
| 5204740 · Bank Fees and Charges           | 112.00           | 126.48           | -14.48           | -11.5%        |
| 5204960 · Other Contractual Services      | 43.25            | 158.50           | -115.25          | -72.7%        |
| 5205020 · Office Supplies                 | 269.63           | 0.00             | 269.63           | 100.0%        |
| 5205028 · OFFICE SUPPLIES-2               | 2.23             | 39.57            | -37.34           | -94.4%        |
| 5205310 · Printing State                  | 0.00             | 452.00           | -452.00          | -100.0%       |
| 5205320 · Printing/Duplicating/Binding Co | 6.90             | 3.45             | 3.45             | 100.0%        |
| 5205350 · Postage                         | 0.00             | 28.03            | -28.03           | -100.0%       |
| 5207900 · Computer Hardware               | 0.00             | 1,434.31         | -1,434.31        | -100.0%       |
| 5228000 · Operating Transfers Out-NonBudg | 694.42           | 1,182.65         | -488.23          | -41.3%        |
| 5228030 · Depreciation Expense            | 473.26           | 473.26           | 0.00             | 0.0%          |
| <b>Total Expense</b>                      | <b>16,742.86</b> | <b>23,785.80</b> | <b>-7,042.94</b> | <b>-29.6%</b> |
| <b>Net Ordinary Income</b>                | <b>21,427.14</b> | <b>-4,036.89</b> | <b>25,464.03</b> | <b>630.8%</b> |

**South Dakota Board of Accountancy**  
**PREVIOUS YEAR MONTHLY COMPARISON**  
 June 2020

|                                    | <u>Jun 20</u>           | <u>Jun 19</u>           | <u>\$ Change</u>        | <u>% Change</u>      |
|------------------------------------|-------------------------|-------------------------|-------------------------|----------------------|
| <b>Other Income/Expense</b>        |                         |                         |                         |                      |
| <b>Other Expense</b>               |                         |                         |                         |                      |
| 5228090 - SecurtyLendingRebateFees | 0.00                    | 2.23                    | -2.23                   | -100.0%              |
| <b>Total Other Expense</b>         | <u>0.00</u>             | <u>2.23</u>             | <u>-2.23</u>            | <u>-100.0%</u>       |
| <b>Net Other Income</b>            | <u>0.00</u>             | <u>-2.23</u>            | <u>2.23</u>             | <u>100.0%</u>        |
| <b>Net Income</b>                  | <u><u>21,427.14</u></u> | <u><u>-4,039.12</u></u> | <u><u>25,466.26</u></u> | <u><u>630.5%</u></u> |

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

|   | Jul '19 - Jun 20  | Jul '18 - Jun 19  | \$ Change        | % Change    |
|---|-------------------|-------------------|------------------|-------------|
| <b>Ordinary Income/Expense</b>            |                   |                   |                  |             |
| <b>Income</b>                             |                   |                   |                  |             |
| 4293550 · Initial Individual Certificate  | 4,935.00          | 2,525.00          | 2,410.00         | 95.5%       |
| 4293551 · Certificate Renewals-Active     | 68,640.00         | 63,040.00         | 5,600.00         | 8.9%        |
| 4293552 · Certificate Renewals-Inactive   | 23,360.00         | 20,100.00         | 3,260.00         | 16.2%       |
| 4293553 · Certificate Renewals-Retired    | 1,700.00          | 1,280.00          | 420.00           | 32.8%       |
| 4293554 · Initial Firm Permits            | 600.00            | 800.00            | -200.00          | -25.0%      |
| 4293555 · Firm Permit Renewals            | 13,450.00         | 13,900.00         | -450.00          | -3.2%       |
| 4293557 · Initial Audit                   | 420.00            | 750.00            | -330.00          | -44.0%      |
| 4293558 · Re-Exam Audit                   | 1,620.00          | 1,980.00          | -360.00          | -18.2%      |
| 4293560 · Late Fees-Initial Certificate   | 50.00             | 50.00             | 0.00             | 0.0%        |
| 4293561 · Late Fees-Certificate Renewals  | 2,750.00          | 3,650.00          | -900.00          | -24.7%      |
| 4293563 · Late Fees-Firm Permit Renewals  | 300.00            | 950.00            | -650.00          | -68.4%      |
| 4293564 · Late Fees-Peer Review           | 950.00            | 2,550.00          | -1,600.00        | -62.8%      |
| 4293566 · Firm Permit Owners              | 137,725.00        | 112,565.00        | 25,160.00        | 22.4%       |
| 4293567 · Peer Review Admin Fee           | 3,975.00          | 3,975.00          | 0.00             | 0.0%        |
| 4293568 · Firm Permit Name Change         | 175.00            | 75.00             | 100.00           | 133.3%      |
| 4293569 · Initial FAR                     | 810.00            | 1,260.00          | -450.00          | -35.7%      |
| 4293570 · Initial REG                     | 510.00            | 720.00            | -210.00          | -29.2%      |
| 4293571 · Initial BEC                     | 390.00            | 510.00            | -120.00          | -23.5%      |
| 4293572 · Re-Exam FAR                     | 1,410.00          | 2,040.00          | -630.00          | -30.9%      |
| 4293573 · Re-Exam REG                     | 1,770.00          | 2,010.00          | -240.00          | -11.9%      |
| 4293574 · Re-Exam BEC                     | 1,470.00          | 2,310.00          | -840.00          | -36.4%      |
| 4491000 · Interest and Dividend Revenue   | 9,932.08          | -93.11            | 10,025.19        | 10,767.0%   |
| 4896021 · Legal Recovery Cost             | 1,150.00          | 3,250.00          | -2,100.00        | -64.6%      |
| 4920045 · Undistributed Earnings          | 0.00              | 21,417.73         | -21,417.73       | -100.0%     |
| 4950000 · Prior Period Refund Account     | 0.00              | 278.75            | -278.75          | -100.0%     |
| <b>Total Income</b>                       | <b>278,092.08</b> | <b>261,893.37</b> | <b>16,198.71</b> | <b>6.2%</b> |
| <b>Gross Profit</b>                       | <b>278,092.08</b> | <b>261,893.37</b> | <b>16,198.71</b> | <b>6.2%</b> |
| <b>Expense</b>                            |                   |                   |                  |             |
| 5101000 · Annual/Sick Leave Compensation  | 0.00              | 5,149.98          | -5,149.98        | -100.0%     |
| 5101010 · F-T Emp Sal & Wages             | 64,621.15         | 64,072.13         | 549.02           | 0.9%        |
| 5101020 · P-T/Temp Emp Sal & Wages        | 37,409.00         | 36,651.73         | 757.27           | 2.1%        |
| 5101030 · Board & Comm Mbrs Fees          | 4,620.00          | 4,200.00          | 420.00           | 10.0%       |
| 5102010 · OASI-Employer's Share           | 7,285.44          | 7,371.75          | -86.31           | -1.2%       |
| 5102020 · Retirement-ER Share             | 5,690.65          | 5,759.65          | -69.00           | -1.2%       |
| 5102060 · Health /Life Ins.-ER Share      | 25,148.11         | 18,083.15         | 7,064.96         | 39.1%       |
| 5102080 · Worker's Compensation           | 132.65            | 195.68            | -63.03           | -32.2%      |
| 5102090 · Unemployment Insurance          | 44.83             | 26.13             | 18.70            | 71.6%       |
| 5203010 · Auto--State Owned               | 47.79             | 61.59             | -13.80           | -22.4%      |
| 5203020 · Auto-Private-Ownees 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              | 173.04            | -173.04          | -100.0%     |
| 5203260 · OS-Air Commercial Carrier       | 3,693.93          | 8,318.54          | -4,624.61        | -55.6%      |
| 5203280 · OS-Other Public Carrier         | 147.56            | 1,127.82          | -980.26          | -86.9%      |
| 5203300 · OS-Lodging                      | 4,109.43          | 11,074.21         | -6,964.78        | -62.9%      |
| 5203320 · OS-Incidentals to Travel        | 274.00            | 590.00            | -316.00          | -53.6%      |
| 5203350 · OS-Non-Taxable Meals Overnight  | 416.00            | 1,181.36          | -765.36          | -64.8%      |
| 5204010 · Subscriptions                   | 745.13            | 669.33            | 75.80            | 11.3%       |
| 5204020 · Dues and Membership Fees        | 3,450.00          | 3,450.00          | 0.00             | 0.0%        |
| 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         | 5,227.50          | 3,633.42          | 1,594.08         | 43.9%       |
| 5204181 · Computer Development Serv-State | 319.64            | 616.63            | -296.99          | -48.2%      |
| 5204200 · Central Services                | 7,332.91          | 7,331.58          | 1.33             | 0.0%        |
| 5204220 · Equipment Service & Maintenance | 109.84            | 32.94             | 76.90            | 233.5%      |
| 5204230 · Janitorial/Maintenance Services | 1,676.02          | 1,643.16          | 32.86            | 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%      |

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

|   | <u>Jul '19 - Jun 20</u> | <u>Jul '18 - Jun 19</u> | <u>\$ Change</u>  | <u>% Change</u> |
|---|-------------------------|-------------------------|-------------------|-----------------|
| 5204460 · Equipment Rental                | 3,281.00                | 3,204.60                | 76.40             | 2.4%            |
| 5204490 · Rents Privately Owned Property  | 17,949.75               | 14,965.65               | 2,984.10          | 19.9%           |
| 5204530 · Telecommunications Services     | 2,239.46                | 5,103.59                | -2,864.13         | -56.1%          |
| 5204540 · Electricity                     | 850.71                  | 972.89                  | -122.18           | -12.6%          |
| 5204560 · Water                           | 111.75                  | 135.56                  | -23.81            | -17.6%          |
| 5204590 · Insurance Premiums/Surety Bonds | 1,694.41                | 1,677.60                | 16.81             | 1.0%            |
| 5204740 · Bank Fees and Charges           | 5,110.48                | 4,887.44                | 223.04            | 4.6%            |
| 5204960 · Other Contractual Services      | 956.68                  | 849.46                  | 107.22            | 12.6%           |
| 5205020 · Office Supplies                 | 897.30                  | 25,403.00               | -24,505.70        | -96.5%          |
| 5205028 · OFFICE SUPPLIES-2               | 9.75                    | 901.29                  | -891.54           | -98.9%          |
| 5205310 · Printing State                  | 0.00                    | 452.00                  | -452.00           | -100.0%         |
| 5205320 · Printing/Duplicating/Binding Co | 267.19                  | 350.65                  | -83.46            | -23.8%          |
| 5205330 · Supplemental Publications       | 0.00                    | 486.25                  | -486.25           | -100.0%         |
| 5205350 · Postage                         | 1,024.80                | 2,064.65                | -1,039.85         | -50.4%          |
| 5207490 · Telephone Equipment             | 0.00                    | 2,305.60                | -2,305.60         | -100.0%         |
| 5207900 · Computer Hardware               | 653.40                  | 2,887.33                | -2,233.93         | -77.4%          |
| 5207960 · Computer Software Expense       | 179.07                  | 281.64                  | -102.57           | -36.4%          |
| 5228000 · Operating Transfers Out-NonBudg | 6,534.73                | 7,591.65                | -1,056.92         | -13.9%          |
| 5228030 · Depreciation Expense            | 5,679.12                | 5,679.40                | -0.28             | 0.0%            |
| <b>Total Expense</b>                      | <b>242,713.21</b>       | <b>292,433.98</b>       | <b>-49,720.77</b> | <b>-17.0%</b>   |
| <b>Net Ordinary Income</b>                | <b>35,378.87</b>        | <b>-30,540.61</b>       | <b>65,919.48</b>  | <b>215.8%</b>   |
| <b>Other Income/Expense</b>               |                         |                         |                   |                 |
| <b>Other Expense</b>                      |                         |                         |                   |                 |
| 5228090 · SecuritiyLendingRebateFees      | 0.00                    | 2.23                    | -2.23             | -100.0%         |
| <b>Total Other Expense</b>                | <b>0.00</b>             | <b>2.23</b>             | <b>-2.23</b>      | <b>-100.0%</b>  |
| <b>Net Other Income</b>                   | <b>0.00</b>             | <b>-2.23</b>            | <b>2.23</b>       | <b>100.0%</b>   |
| <b>Net Income</b>                         | <b>35,378.87</b>        | <b>-30,542.84</b>       | <b>65,921.71</b>  | <b>215.8%</b>   |



## REPORT TO BOARD ON CPE REQUEST

An individual has submitted 3 requests to be considered for CPE. The first is for creating a CPE program, the second and third are for a published articles.

**20:75:04:01. Standards for continuing professional education program measurement.** The following standards are used to measure the hours of continuing professional education credit:

(10) The board may grant credit for the writing of published articles, books, or CPE programs to include credit for research and writing time provided the board determines the activity maintains or improves professional competence. The article, book, or CPE program must be formally reviewed by an independent party. CPE credits should be claimed only upon publication. Not more than half the three-year continuing professional education credit required may be gained through publications;

**20:75:04:05. Non-group continuing professional education program criteria.** The non-group programs which qualify as acceptable continuing professional education programs if they meet the requirements of § 20:75:04:02 include the following:

(4) **Published articles, books, or continuing professional education programs.** A CPA or PA may be given credit for research and writing time upon determination by the board that the CPA's and PA's competency has been maintained or increased as a result of the activity.

**20:75:04:02. General continuing professional education program criteria.** To qualify as acceptable continuing professional education, a program must be a learning activity that contributes directly to the professional competence of a CPA or PA in the practice of accountancy. A CPA and PA performing professional services must have a broad range of knowledge, skills, and abilities. Acceptable continuing professional education encompasses programs contributing to the development and maintenance of both technical and nontechnical professional skills. A program that promotes professional competence in the practice of accountancy is defined as one that refers to the process, methods, or principles of accounting or directly relates to the CPA's and PA's employment and is above the level of the CPA's and PA's current knowledge. Acceptable subjects include accounting, assurance/auditing, consulting services, specialized knowledge and applications, management, taxation, and ethics. Other subjects, including personal development, may be acceptable if they maintain or improve the CPA's and PA's competence. A CPA or PA may use a learning plan to evaluate learning and competency development. The learning plan may be reviewed periodically and modified as competency needs change.

The individuals request follows, along with the email threads he provided as supporting documentation as the review by the independent party.

The individual is requesting 60 total CPE hours for the period of July 1, 2019 to June 30, 2020. 54 hours for the CPE program and 6 hours for the articles.

The Board needs to make a determination in regards to the request.

# Request for CPE Approval

Published articles and CPE program

For: Jeff Lenning CPA 3130

Excel University Masters 2

I have created a 27 CPE credit hour program called **Excel University Masters 2**. The program teaches Excel Macros.

Although developing the program took longer than 54 hours, I am requesting approval to claim 54 hours since it is consistent with the standard 2x received for teaching group sessions.

It was published (ie, first made available for sale) in August 2019 with the first enrollment occurring on August 14 2019. To date, 212 students have enrolled into this program.

Developing the course improved my professional competence because it caused me to learn more about Excel VBA. Since my full-time job is providing Excel training, this directly assisted my ability to perform my current responsibilities. That is, learning more about Excel enables me to perform my current job of teaching Excel.

As my company, Excel University, is a NASBA CPE sponsor, all of our programs adhere to their standards, including the review requirement which was performed prior to making the program available for sale.

Make Quick Work with 10 Excel Skills

I have written an article called **Make Quick Work with 10 Excel Skills** published in the California CPA Society's magazine on September 1, 2019. I am requesting 4 CPE hours for this article. This has maintained my professional competence as an Excel instructor. It was formally reviewed by the editor of the magazine.

Welcome X Functions XLOOKUP

I have written an article called **Welcome X Functions XLOOKUP** published in the California CPA Society's magazine on January 1, 2020. I am requesting 2 CPE hours for this article. This has maintained my professional competence as an Excel instructor. It was formally reviewed by the editor of the magazine.

Other

I have written other articles as well, however, claiming them for CPE credit would result in requesting more than 60 CPE credits, therefore, I am excluding them from this request.

In total, I am requesting 60 CPE credits for these published articles and CPE program, which is half of the three-year requirement.

Thank you for your consideration. If I can provide any additional information, please advise.

Sincerely,

Jeff Lenning CPA



# Excel University Masters 2

Jeff Lenning [REDACTED]

**Re: QBO**

1 message

**Kurt Leblanc** [REDACTED]  
To: Jeff Lenning [REDACTED]

Fri, Jun 26, 2020 at 12:27 PM

Yeah my brother in NC may have a partner that needs a virtual bookkeeper so I started looking into Quickbooks. It seems perfect for me to do on my own too even if there's no job with him!

I reviewed the Masters 1 and Masters 2 courses before they were made available for sale.

Kurt LeBlanc

On Jun 26, 2020, at 12:06 PM, Jeff Lenning [REDACTED] wrote:

Kurt ... I was just thinking about you actually!

Regarding ProAdvisor ... excellent idea man, best of luck. The QBO subscription I have is called QuickBooks Essentials.

The reason I was thinking about you is because I was trying to renew my CPA for South Dakota, and I was looking back through the documentation for when we launched Masters 1 and Masters 2. I don't have a copy of the reviewer checklist. Rather than ask you to go through and fill all of that out, would you be willing to just reply to this email and say something like "I reviewed the Masters 1 and 2 courses before they were made available for sale." or something similar? It would help me out because then I could just save that email in my files for reference...thanks dude!

Thanks  
Jeff

**Jeff Lenning CPA**  
Excel University

On Fri, Jun 26, 2020 at 11:44 AM Kurt [REDACTED] wrote:  
Mr. Jeff

I'm working on my ProAdvisor certification and I like real world examples. What subscription do you have?

Kurt



Make Quick Work w/ 10 Excel Skills

Jeff Lenning [redacted]

**Re: May Technology Issue: Feature Slot?**

1 message

English, Damien [redacted]  
To: [redacted]

Tue, Feb 25, 2020 at 1:09 PM

Article is off and running in the editorial process and I got approval to put you on the cover! So, next step is to connect you with my photographer, Richard, to get the cover shoot done, which I will do shortly.

Also, feel free to send the figures as separate, high res images for the article so I can get it all laid out.

Thanks in advance,

DBME

--

Damien B.M. English  
Managing Editor  
California Society of CPAs

1201 K St., Ste 1000  
Sacramento, CA 95814-3922

[redacted]

Direct: (916) 551-2983  
Fax: (916) 441-5354  
<http://www.calcpa.org>



**From:** Jeff Lenning [redacted]  
**Date:** Tuesday, February 18, 2020 at 12:42 PM  
**To:** Damien English [redacted]  
**Subject:** Re: May Technology Issue: Feature Slot?

[EXTERNAL SENDER]

Damien!

Alright dude, I've got a solid draft for you. Let me know if I need to put it on a diet and trim it down a bit. It is currently abt 1,400 instead of 1,200.

If you can fit it all, let me know and I'll shoot over the screenshot image files as well. Or, if we need to thin them down, let me know which ones you keep and I'll send them.

Thanks  
Jeff

On Tue, Jan 21, 2020 at 12:53 PM English, Damien [redacted] wrote:

Hiya Jeff,

We currently have the feature slot open for the May issue, and I wanted to offer it to you first. Would you like to do a bulkier, Excel tips and tricks article to anchor the May issue? I'm thinking about 1,200 words with figures and we can give it around 3 pages of space, design it up pretty. AND we might be able to give it the cover as well (either a graphic cover promoting your article or yourself ... have we put you on the cover before? Feels like it may have been many years since we did, and I might be able to sell getting you on there again). Anyway, as one of my favorite authors, I wanted to give you first crack. Deadline would be March 23.

Let me know either way. Hope this email finds you well and that you had a nice holiday weekend.


Take care,

DBME

--

Damien B.M. English  
Managing Editor  
California Society of CPAs

1201 K St., Ste 1000  
Sacramento, CA 95814-3922

  
Direct: (916) 551-2983  
Fax: (916) 441-5354  
<http://www.calcpa.org>

Jeff Lenning CPA  
Excel University



Welcome X Functions XLOOKUP

Jeff Lenning <[REDACTED]>

---

**Re: September Tech Column**

1 message

---

English, Damien <[REDACTED]>

Thu, Dec 12, 2019 at 2:04 PM

To: <[REDACTED]>

Changes made!

Have a very merry xmas. Hope you get some time off. I may vanish for a bit before we work together again. I will try and get your next column scheduled before the end of the year (I'd like to give you the main spot in the tech issue again). But, moving into 2020, my wife is due around super bowl and I will be taking some paternity leave, so it may be March before we are in touch again.

In the meantime, take care!

DBME

--

Damien B.M. English  
Managing Editor  
California Society of CPAs

1201 K St., Ste 1000  
Sacramento, CA 95814-3922

[REDACTED]  
Direct: (916) 551-2983  
Fax: (916) 441-5354  
<http://www.calcpa.org>

---

**From:** Jeff Lenning <[REDACTED]>  
**Date:** Thursday, December 12, 2019 at 11:41 AM  
**To:** Damien English <[REDACTED]>  
**Subject:** Re: September Tech Column

[EXTERNAL SENDER]

Thanks dude. Here are my suggestions:

First line of the "Moving On" ... remove "it" so that it is:  
Friends, it's time to let go of VLOOKUP.

The line that starts with "It's defined with the col\_index\_num" would sound better to me by replacing the "figure 1" with "the range", like this:  
It's defined with the col\_index\_num argument, which is a number - such as 3 - that represents the column's position with the range.

Regarding the little jeff lenning block:

Jeff Lenning is President of Excel University. You can reach him at <[REDACTED]>

Thanks!

Thanks

Jeff

On Thu, Dec 12, 2019 at 12:44 PM English, Damien <[REDACTED]> wrote:

Hiya,

Attached is a designed version of your article for approval. Can you please review and send back changes at your next earliest convenience?

Thanks!

DBME

--

Damien B.M. English  
Managing Editor  
California Society of CPAs

1201 K St., Ste 1000  
Sacramento, CA 95814-3922

[REDACTED]  
Direct: (916) 551-2983  
Fax: (916) 441-5354  
<http://www.calcpa.org>

---

**From:** Jeff Lenning <[REDACTED]>  
**Date:** Friday, November 15, 2019 at 11:32 AM  
**To:** Damien English <[REDACTED]>  
**Subject:** Re: September Tech Column

[EXTERNAL SENDER]

Dude. I've attached a draft and the images. Hit me back if I can provide anything additional or add/edit/delete anything.

Thanks  
Jeff

| AcctID | AcctName  | Amount |
|--------|-----------|--------|
| 100    | Cash      | 1,011  |
| 200    | AR        | 2,022  |
| 300    | Inventory | 3,033  |



| AcctID | AcctName  | Amount |
|--------|-----------|--------|
| 100    | Cash      | 1,011  |
| 200    | AR        | 2,022  |
| 300    | Inventory | 3,033  |

On Wed, Nov 6, 2019 at 2:05 PM English, Damien <[REDACTED]> wrote:

Hiya,

Just a reminder about the below. Also, that deadline is pretty aggressive. If you need to submit it a bit later than that, no problem. Just keep me posted.

Hope this email finds you well!

DBME

--

Damien B.M. English  
Managing Editor  
California Society of CPAs

1201 K St., Ste 1000  
Sacramento, CA 95814-3922

[REDACTED]  
Direct: (916) 551-2983  
Fax: (916) 441-5354  
<http://www.calcpa.org>

2019-2020 Ultimate Tax Guide



---

**From:** Jeff Lenning <[REDACTED]>  
**Date:** Thursday, August 15, 2019 at 10:42 AM  
**To:** Damien English <[REDACTED]>  
**Subject:** Re: September Tech Column

[EXTERNAL SENDER]

Cool. Jan/Feb would be perfect for me.  
I'll make a note about the deadline in my calendar, but do feel free to ping me closer to the date.  
Thanks man!  
Thanks  
Jeff

On Thu, Aug 15, 2019 at 1:07 PM English, Damien <[REDACTED]> wrote:  
Yup.

Any preference on timing for your next column? Jan/Feb would be my suggestion, as it's got the big Labor Law Update in it, which is always popular. Deadline would be right before Turkey day on Nov. 25.

DBME

--

Damien B.M. English  
Managing Editor  
California Society of CPAs

1201 K St., Ste 1000  
Sacramento, CA 95814-3922



[REDACTED]  
Direct: (916) 551-2983  
Fax: (916) 441-5354  
<http://www.calcpa.org>



---

**From:** Jeff Lenning <[REDACTED]>  
**Date:** Thursday, August 15, 2019 at 10:44 AM  
**To:** Damien English <[REDACTED]>  
**Subject:** Re: September Tech Column

[EXTERNAL SENDER]  
Thanks dude ... this going out in the Sept issue?

On Thu, Aug 15, 2019 at 12:38 PM English, Damien <[REDACTED]> wrote:  
Got it. Will change.

Thanks,

DBME  
--

Damien B.M. English  
Managing Editor  
California Society of CPAs

1201 K St., Ste 1000  
Sacramento, CA 95814-3922

[REDACTED]  
Direct: (916) 551-2983  
Fax: (916) 441-5354  
<http://www.calcpa.org>



---

**From:** Jeff Lenning <[REDACTED]>  
**Date:** Thursday, August 15, 2019 at 10:31 AM  
**To:** Damien English <[REDACTED]>  
**Subject:** Re: September Tech Column

[EXTERNAL SENDER]  
Thank you ... looks great, 2 suggested changes follow:

1 - Power Pivot paragraph

I'd suggest changing the first sentence from this:

"Power Pivot enables us to manage the data model used in PivotTables."

To this:

"Power Pivot enables us to manage the workbook's data model."

2 - SUMIFS paragraph

I'd suggest changing the end of the first sentence from this:

"... SUMIFS can prepare formula-based reports with functions."

To this:

"... SUMIFS can help prepare a formula-based report instead."

Thanks dude!

On Wed, Aug 14, 2019 at 4:58 PM English, Damien [REDACTED] wrote:

Hiya,

Designed version attached for approval. We had to massage the info a bit, but we got the resources included. It's a sharp and concise piece with plenty of information packed in. Kudos.

Send back any changes by EOB tomorrow, please.

Thanks in advance. Hope the week is going well,

DBME

--

Damien B.M. English  
Managing Editor  
California Society of CPAs

1201 K St., Ste 1000  
Sacramento, CA 95814-3922

[REDACTED]  
Direct: (916) 551-2983

Fax: (916) 441-5354

<http://www.calcpa.org>



**From:** Jeff Lenning <[REDACTED]>

**Date:** Thursday, August 8, 2019 at 11:48 AM

**To:** Damien English <[REDACTED]>

**Subject:** RE: September Tech Column

[EXTERNAL SENDER]  
Alright man, draft attached.

Hit me back if I can add/edit/delete anything.

Also, I'll be turning of my @ [REDACTED] email account in a bit, so, best to update my contact info to:

Thanks  
Jeff

---

**From:** English, Damien [REDACTED]  
**Sent:** Tuesday, August 06, 2019 2:26 PM  
**To:** Jeff Lenning  
**Subject:** Re: September Tech Column

Hiya,

Sorry... been out of the country on vacation.

Unfortunately the column space is just one page (800 words without graphics). But, if you have a bunch more content we can maybe break some of it out and either put it in News and Trends in the front of the book or we can post more information online with a link to refer readers to.

Hope you're well,

DBME

Get Outlook for iOS

---

**From:** Jeff Lenning <[REDACTED]>  
**Sent:** Wednesday, July 31, 2019 1:04:29 PM  
**To:** English, Damien <[REDACTED]>  
**Subject:** RE: September Tech Column

[EXTERNAL SENDER]  
Dude ... around how many words you looking for?

I have a draft, and would like to thin it down ... so I can target a word count if you have one?

Thanks  
Jeff

---

**From:** English, Damien [REDACTED]  
**Sent:** Tuesday, July 23, 2019 12:21 PM  
**To:** Jeff Lenning  
**Subject:** Re: September Tech Column

Thank you!

DBME

--

Damien B.M. English  
Managing Editor  
California Society of CPAs

1201 K St., Ste 1000  
Sacramento, CA 95814-3922

[REDACTED]

Direct: (916) 551-2983  
Fax: (916) 441-5354  
<http://www.calcpa.org>

**Enroll in Automatic Membership Renewal Today!**

**Introducing MyActivities**

Your all-in-one access to CPE, events and meetings.

---

**From:** Jeff Lenning <[REDACTED]>  
**Date:** Tuesday, July 23, 2019 at 10:10 AM  
**To:** Damien English <[REDACTED]>  
**Subject:** RE: September Tech Column

[EXTERNAL SENDER]  
Sure thing :)

---

**From:** English, Damien [REDACTED]  
**Sent:** Tuesday, July 23, 2019 11:40 AM  
**To:** Jeff Lenning  
**Subject:** September Tech Column

Good Morning Jeff,

I know this probably feels like double duty since you just did a main article for July, but I could use your magical powers for a tech column for the next issue. Can you get something together by Aug. 9?

Hope this email finds you well. Thanks in advance.

DBME

--

Damien B.M. English  
Managing Editor  
California Society of CPAs

1201 K St., Ste 1000  
Sacramento, CA 95814-3922

[REDACTED]  
Direct: (916) 551-2983

Fax: (916) 441-5354

<http://www.calcpa.org>

**Enroll in Automatic Membership Renewal Today!**

**Introducing MyActivities**

Your all-in-one access to CPE, events and meetings.

--

**Jeff Lenning CPA**  
Excel University

--

**Jeff Lenning CPA**  
Excel University

--

**Jeff Lenning CPA**  
Excel University

--

**Jeff Lenning CPA**  
Excel University

--

**Jeff Lenning CPA**  
Excel University

## REPORT TO BOARD ON GRADES

Nicole Kasin

The grades were posted for review for the 65<sup>th</sup> window. These grades are through June 2020. I have included the average scores per school since CBT started along with the number of students that have sat for their school respectively. The last chart shows the averages for the past 8 windows.

### Overall Average Window 1-65

|        |       |
|--------|-------|
| Window | (All) |
|--------|-------|

| Average of Score | Section |     |     |     | Grand Total |
|------------------|---------|-----|-----|-----|-------------|
| School           | AUD     | BEC | FAR | REG | Grand Total |
| Augie            | 75      | 74  | 74  | 74  | 74          |
| BHSU             | 71      | 71  | 70  | 71  | 71          |
| COTech           | 65      | 69  | 69  | 73  | 69          |
| DSU              | 69      | 72  | 66  | 70  | 69          |
| DWU              | 71      | 68  | 66  | 74  | 70          |
| Mt. Marty        | 65      | 67  | 72  | 69  | 68          |
| NAU              | 69      | 66  | 67  | 70  | 68          |
| NSU              | 73      | 70  | 72  | 71  | 71          |
| OS               | 74      | 74  | 71  | 72  | 73          |
| SDSU             | 75      | 75  | 76  | 77  | 76          |
| USD              | 76      | 75  | 74  | 74  | 75          |
| USF              | 72      | 75  | 72  | 76  | 74          |
| Grand Total      | 73      | 73  | 72  | 73  | 73          |

### Students per section per school since CBT Began (3 or more parts)

|        |       |
|--------|-------|
| Window | (All) |
|--------|-------|

| Count of Score | Section |      |      |      | Grand Total |
|----------------|---------|------|------|------|-------------|
| School         | AUD     | BEC  | FAR  | REG  | Grand Total |
| Augie          | 116     | 115  | 114  | 127  | 472         |
| BHSU           | 139     | 136  | 124  | 120  | 519         |
| COTech         | 23      | 21   | 14   | 14   | 72          |
| DSU            | 25      | 27   | 28   | 25   | 105         |
| DWU            | 29      | 23   | 25   | 23   | 100         |
| Mt. Marty      | 26      | 29   | 17   | 20   | 92          |
| NAU            | 16      | 21   | 27   | 25   | 89          |
| NSU            | 108     | 131  | 91   | 112  | 442         |
| OS             | 334     | 325  | 328  | 315  | 1302        |
| SDSU           | 46      | 43   | 35   | 41   | 165         |
| USD            | 346     | 352  | 343  | 345  | 1386        |
| USF            | 103     | 97   | 103  | 82   | 385         |
| Grand Total    | 1311    | 1320 | 1249 | 1249 | 5129        |

Average for past 8 windows (3 or more parts)

|        |                  |
|--------|------------------|
| Window | (Multiple Items) |
|--------|------------------|

| Average of Score | Section |     |     |     | Grand Total |
|------------------|---------|-----|-----|-----|-------------|
| School           | AUD     | BEC | FAR | REG |             |
| Augie            | 80      | 84  | 79  | 76  | 80          |
| BHSU             | 76      | 77  | 63  | 65  | 69          |
| DSU              | 68      | 78  | 71  | 71  | 72          |
| DWU              | 74      | 84  | 75  | 74  | 76          |
| NSU              | 82      | 73  | 74  | 75  | 75          |
| OS               | 73      | 75  | 73  | 69  | 72          |
| SDSU             |         | 78  |     | 70  | 74          |
| USD              | 70      | 76  | 69  | 76  | 73          |
| USF              | 70      | 81  | 69  | 72  | 72          |
| Grand Total      | 72      | 77  | 71  | 72  | 73          |

The Board needs to ratify the scores of the 2020-2 (65<sup>th</sup> Window) grades.

## EXECUTIVE DIRECTOR'S REPORT

Nicole Kasin

### **NASBA Annual Conference**

NASBA has changed the format from an in-person conference to a virtual platform. An email was sent to save the dates of November 2-4 for the virtual conference.

### **Issues/discussion/questions due to COVID-19**

CPA Exam – I have extended 5 individual exam credits to December 31, 2020. These individuals had exam sections expiring in the time frame of June 30, 2020 to November 30, 2020. All had an open NTS to sit for the exam and were not able to schedule an exam in the 2Q20 due to COVID-19.

### **Renewals for individuals and firms**

Paper renewal forms were available on our website on June 15, 2020. Online renewals opened June 15, 2020. Here are the status of renewals through July 15, 2020:

| Entity                 | Renewed thru<br>7/31/2020 | Pending renewals<br>thru 7/31/2021 | Completed renewals<br>thru 7/31/2021 |
|------------------------|---------------------------|------------------------------------|--------------------------------------|
| Firms                  | 287                       | 163                                | 110                                  |
| Individuals – Active   | 1260                      | 827                                | 433                                  |
| Individuals – Inactive | 384                       | 210                                | 177                                  |
| Individuals – Retired  | 131                       | 68                                 | 73                                   |

### **CPE Extensions**

There have been 36 administrative extensions granted for the CPE reporting period ending June 30, 2020 through 7-15-20. We have also placed a quick link request on our homepage for individuals to use for the request process.

### **Board Discussion**

- Any New Business/topics?



*Please note that some of this information was not known at the time of the BOE meeting in May. Therefore, this document includes both BOE meeting highlights and current information.*

**BOE Members**

The May BOE meeting marked the end of the volunteer year with Barry Berkowitz coming in as the current Chair and Jeff Hoops moving to Immediate Past Chair. New BOE Chair, Barry Berkowitz, was unable to attend this meeting. In his absence, Mr. Hoops resumed the lead role once again.

Members of the BOE that rolled off in May 2020 were invited as they were instrumental in the delivery of the current Practice Analysis. That group included: Diego Baca, Helen Brown-Libur, Evan DeFord, Sheldon Holzman, Audrey Katcher, Michael Watts, and Tom Weirich.

New Members of the BOE include Hannah Crabtree, Audra Dixon, Steve Grice, Jan Taylor-Morris, Nicola Neilon, Josh Partlow, Randall Penfield (POC Chair) and Noel Abdur-Rahim.

The State Board Committee joined us at the remote BOE meeting. Two members are rolling off, Nicole Kasin (in attendance) and Michael Rollage. We thank them for their time and commitment to the committee. Two new members attended, Sheri Risler and Viki Windfeldt, and we look forward to their contribution.

**Impact of COVID-19 on the CPA Exam**

Thankfully the AICPA Exams Team is safe and healthy and can work completely remotely with no impact on operations.

A total of 21,201 sections delivered in 20Q2, 43% of 19Q2. 8,678 sections delivered June 11<sup>th</sup> – 30<sup>th</sup>. Continuous testing officially launched July 1<sup>st</sup>.

199,568 sections were scored globally in 2019 and 150,000 – 175,000 are currently forecasted for 2020 and highly dependent on Covid-19 and candidates' commitment to stay in the pipeline.

Significant cost savings have resulted from a travel ban, all BOE, Committee and Subcommittee meeting being held remotely, and reductions in our profession services expenditures.

Much of the \$4M surplus will be depleted in 2020. AICPA had previously announced a \$10 increase for 2021 which will support the AICPA's meeting the break-even provision of the contract in 2024.

NASBA and the AICPA continue negotiations on the renewal of the tri-party agreement.

**India**

655 sections were delivered in June 2020 and ~736 sections are currently scheduled for September 2020. Administration of the Exam in December will be announced shortly.

Feedback from the Indian candidates is extremely positive.

**Current Practice Analysis**

We received comments on 45 of the 46 proposed changes in the Exposure Draft. Of the 46 proposed changes, we will not be moving forward with 9 changes based on the comments received and discussions with the content subcommittees and Content Committee.

Impact of Proposed Changes on Summary Blueprints are as follows:

- FAR and REG
  - No proposed changes to content and skill weightings
- AUD
  - Content Weighting
    - Increase Area II (Risk Assessment and Planning) from 20%-30% to 25%-35%
    - Decrease Area IV (Reporting) from 15%-25% to 10%-20%
  - Skill Weighting
    - Decrease RU from 30%-40% to 25%-35%
    - Increase AN from 15%-25% to 20%-30%
- BEC
  - Content Weighting
    - Increase Area I (Corporate Governance) from 17%-27% to 20%-30%
    - Decrease Area II (Economics) from 17%-27% to 15%-25%
    - Decrease Area III (Financial Management) from 11%-21% to 10%-20%
  - Skill Weighting – No change

An updated CPA Exam blueprint will be published sometime between October and December 2020 and the updated CPA Exam from this Practice Analysis will launch on July 1, 2021.

**CPA Evolution**

In anticipation of NASBA's Board of Directors possible vote to support moving forward with CPA Evolution, and in an effort to be prepared, work by the AICPA's Exams Team is underway in the "Foundation and Framework" preliminary phase of the CPA Evolution Practice Analysis with the high-level definition of the Core and Disciplines targeted for completion by the end of the year.

The Exams Team has drafted a CPA Evolution Framework Document of previously discussed policies, procedures, and recommendations known to-date.

The Exams Team has been meeting monthly with the AICPA-NASBA CPA Evolution Task Force as possible transition policies, overall schedules, etc. have been discussed.

The BOE plans to appoint a BOE CPA Evolution Sponsor Group to oversee the CPA Evolution Practice Analysis with a kick-off meeting to be held later this month.

**Remote Testing**

Remote testing is being explored as a delivery alternative to a lockdown of test centers.

The AICPA has initiated software development of the Remote Testing Driver. Note that the current Driver was developed with web-based technology but operates in a client-server-based Prometric test center as it is deployed from a Prometric server. Development of the Remote Testing Driver means modifying the current Driver to support more candidates, hosting it in the cloud, updating the scratch spreadsheet, and interfacing with Prometric's WebLaunch application.

The goal is to have the software "launch-ready" by 20Q4, in case returning to schools, the colder weather, media's predictions of a post-lockdown resurgence of Covid-19, etc. brings another lockdown of Prometric test centers.

NASBA, the AICPA, and Prometric continue to analyze the technology, Prometric's ProProctor solution, remote proctoring, test security, policies, procedures, candidate requirements, legal, financial, ADA accommodations, etc. in advance of a potential future proposal to various AICPA and NASBA committees and the state boards for remote testing of the CPA Exam.



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](mailto: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~~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
  - v-ix. Tax and financial planning
  - vi-x. Fraud examination
  - vii-xi. Internal controls and risk assessment
  - viii-xii. Financial statement analysis
  - ix-xiii. Accounting research and analysis
  - x-xiv. Tax research and analysis
  - xi-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 national specialized or professional accrediting agency organization recognized by CHEA the 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.