



**SOUTH DAKOTA  
BOARD OF ACCOUNTANCY**

301 E. 14<sup>th</sup> Street, Suite 200  
Sioux Falls, SD 57104  
(605) 367-5770 / Fax: (605) 367-5773  
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[www.accountancy.sd.gov](http://www.accountancy.sd.gov)

**Agenda**

South Dakota Board of Accountancy Meeting  
Country Inn & Suites – Conference Room  
8:30 a.m. (CDT)  
August 12, 2013

A=Action

D=Discussion

I=Information

	Page
A-Nominating Committee.....	Oratory
A-Approval of Minutes of Meeting July 22, 2013.....	2-3
A-Approval of Certificates.....	4
A-Financial Statements through July 2013 .....	5-15
A-Report to Board on NASBA Annual Meeting .....	16
A-FY15 Proposed Budget.....	17-18
A-CPA Exam Application Review.....	19-22
D-Executive Director's Report.....	23-24
D-Update from Legal Counsel.....	25
10:30 SD CPA Society .....	26
1:30 Presentation NASBA/Prometric/AICPA representatives.....	Oratory
I-Bios on speakers for NASBA/Prometric/AICPA representatives.....	27-28
 <b>EXECUTIVE SESSION</b>	
Equivalent Reviews, South Dakota Reviews and follow ups for Board Approval.....	Spt. Pkt.

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

September 11 – 9:00 – Conference Call

November 6 – 9:00 – Conference Call



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**South Dakota Board of Accountancy  
Minutes of Meeting-Conference Call  
July 22, 2013 - 9:00 a.m.**

The Board of Accountancy held a meeting by conference call on Monday, July 22, 2013. Chair John Mitchell called the meeting to order at 9:05 a.m.

Roll call was taken to confirm that the following members were present: Holly Brunick, David Pummel, John Linn, Jr., Marty Guindon, and John Mitchell. A quorum was present.

Also present were Nicole Kasin, Executive Director; Julie Iverson, Sr. Secretary; Aaron Arnold, Legal Counsel; and Todd Kolden, Department of Labor & Regulation.

Chair John Mitchell asked if there were any additions to the agenda. The following additions were:  
Addition to Certificates  
Addition to Peer Review

A motion was made by David Pummel and seconded by John Linn to approve the June 24, 2013, meeting minutes. A roll call vote was taken. The motion unanimously carried.

A motion was made by Holly Brunick and seconded by Marty Guindon to approve the issuance of individual certificates and firm permits through July 19, 2013. A roll call vote was taken. The motion unanimously carried.

A motion was made by David Pummel and seconded by Holly Brunick to approve the financial statements through June 2013. A roll call vote was taken. The motion unanimously carried.

Executive Director Kasin discussed her report on NASBA issues, online renewal statistics, and the board discussed questions they would like addressed with the SD CPA Society at the August board meeting.

The Board discussed the NASBA Exposure Draft UAA and the Candidate Concerns 2Q13 report. Marty Guindon and Holly Brunick will review the UAA exposure draft on the definition of attest and provide comments to Executive Director Kasin for the board to review at the meeting in August.

A motion was made by David Pummel and seconded by Marty Guindon to enter into executive session for the deliberative process for peer reviews and to discuss personnel issues. A roll call vote was taken. The motion unanimously carried.

The Board came out of executive session.

A motion was made by Marty Guindon and seconded by Holly Brunick to accept the peer reviews as discussed in executive session. A roll call vote was taken. The motion unanimously carried.

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

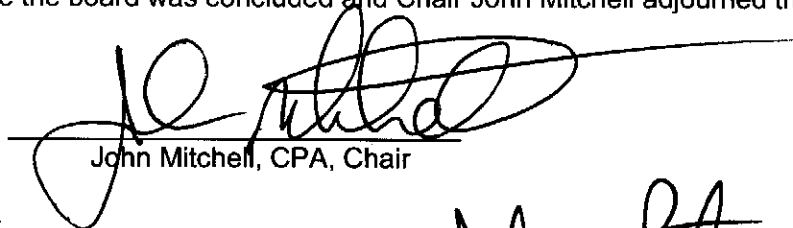
August 12–8:30 a.m. – Sioux Falls, SD - Country Inn & Suites, Meeting Room

September 11 – 9:00 a.m – Conference Call

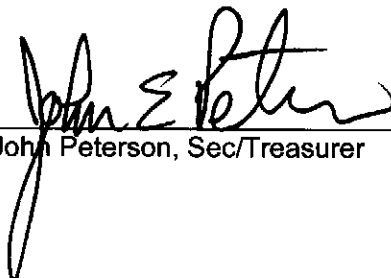
November 6 – 9:00 a.m – Conference Call

A motion was made by John Linn, Jr. and seconded by Holly Brunick to adjourn the meeting. A roll call vote was taken. The motion unanimously carried.

All business having come before the board was concluded and Chair John Mitchell adjourned the meeting at 9:42 a.m.

  
\_\_\_\_\_  
John Mitchell, CPA, Chair

Attest:   
\_\_\_\_\_  
Nicole Kasin, Executive Director

  
\_\_\_\_\_  
John Peterson, Sec/Treasurer

**CERTIFIED PUBLIC ACCOUNTANT CERTIFICATES  
BOARD COPY**

**Issued Through August 6, 2013**

<b>Number</b>	<b>Name</b>	<b>Date Issued</b>	<b>Location</b>
3090	Janet Lee Niehaus	7/23/13	Rapid City, SD
3091	Jodi Danielle Reinschmidt	7/23/13	Aberdeen, SD
3092	Jessica Renee Gaden	8/06/13	Yankton, SD

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STATE OF SOUTH DAKOTA  
CASH CENTER BALANCES  
AS OF: 07/31/2013

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

COMPANY	CENTER	ACCOUNT	BALANCE	DR/CR	CENTER DESCRIPTION
6503	103100061802	1140000	365,486.86	DR	BOARD OF ACCOUNTANCY
COMPANY/SOURCE TOTAL 6503 618			365,486.86	DR *	
COMP/BUDG UNIT TOTAL 6503 1031			365,486.86	DR **	
BUDGET UNIT TOTAL 1031			365,486.86	DR ***	

STATE OF SOUTH DAKOTA  
MONTHLY EXPENDITURE REPORT  
FOR PERIOD ENDING: 07/31/2013

AGENCY	10	LABOR & REGULATION								
BUDGET UNIT	1031	BOARD OF ACCOUNTANCY								
CENTER-5	10310	BOARD OF ACCOUNTANCY								
COMP	CENTER	ACCOUNT	DOCUMENT	POSTING	JV APPVL #,	SHORT	VENDOR	VENDOR	AMOUNT	DR/
			NUMBER	DATE	OR PAYMENT #	NAME	NUMBER	GROUP		CR
COMPANY NO 6503			PROFESSIONAL & LICENSING BOARDS							
COMPANY NAME										
6503	103100061802	51010100	CGEX130626	07/02/2013					2,200.01	DR
6503	103100061802	51010100	CGEX130711	07/17/2013					1,986.17	DR
OBJSUB: 5101010			F-T EMP SAL & WAGES							
6503	103100061802	51010200	CGEX130626	07/02/2013					4,186.18	DR *
6503	103100061802	51010200	CGEX130711	07/17/2013					1,205.60	DR
OBJSUB: 5101020			P-T/TEMP EMP SAL & WAGES							
6503	103100061802	51010300	CGEX130626	07/02/2013					1,919.73	DR *
6503	103100061802	51010300	CGEX130711	07/17/2013					240.00	DR
OBJSUB: 5101030			BOARD & COMM MBRS FEES							
OBJECT: 5101			EMPLOYEE SALARIES							
6503	103100061802	51020100	CGEX130626	07/02/2013					6,405.91	DR **
6503	103100061802	51020100	CGEX130711	07/17/2013					220.82	DR
OBJSUB: 5102010			OASI-EMPLOYER'S SHARE							
6503	103100061802	51020200	CGEX130626	07/02/2013					476.64	DR *
6503	103100061802	51020200	CGEX130711	07/17/2013					174.85	DR
OBJSUB: 5102020			RETIREMENT-ER SHARE							
6503	103100061802	51020600	CGEX130626	07/02/2013					366.35	DR *
6503	103100061802	51020600	CGEX130711	07/17/2013					908.64	DR
OBJSUB: 5102060			HEALTH/LIFE INS - ER SHARE							
6503	103100061802	51020800	CGEX130626	07/02/2013					1,817.28	DR *
6503	103100061802	51020800	CGEX130711	07/17/2013					3.79	DR
OBJSUB: 5102080			WORKER'S COMPENSATION							
6503	103100061802	51020900	CGEX130626	07/02/2013					7.93	DR *
6503	103100061802	51020900	CGEX130711	07/17/2013					.94	DR
OBJSUB: 5102090			UNEMPLOYMENT COMPENSATION							
OBJECT: 5102			EMPLOYEE BENEFITS							
GROUP: 51			PERSONAL SERVICES							
6503	103100061802	52030100	MP306056	07/31/2013					2,670.17	DR **
OBJSUB: 5203010			AUTO-STATE OWNED-IN STATE							
6503	103100061802	52032600	CGEX130708	07/08/2013					147.84	DR *
6503	103100061802	52032600	CGEX130708	07/08/2013					631.80	DR
OBJSUB: 5203260			AIR-COMM-OUT-OF-STATE							
6503	103100061802	52032800	CGEX130708	07/08/2013					1,322.60	DR *
6503	103100061802	52032800	CGEX130708	07/08/2013					33.00	DR
OBJSUB: 5203280			OTHER-PUBLIC-OUT-OF-STATE							
6503	103100061802	52032800	CGEX130708	07/08/2013					33.00	DR
OBJSUB: 5203280			OTHER-PUBLIC-OUT-OF-STATE							
6503	103100061802	52032800	CGEX130708	07/08/2013					66.00	DR *

STATE OF SOUTH DAKOTA  
MONTHLY EXPENDITURE REPORT  
FOR PERIOD ENDING: 07/31/2013

AGENCY	10	LABOR & REGULATION								
BUDGET UNIT	1031	BOARD OF ACCOUNTANCY								
CENTER-5	10310	BOARD OF ACCOUNTANCY								
COMP	CENTER	ACCOUNT	DOCUMENT NUMBER	POSTING DATE	JV APPL, #, OR PAYMENT #	SHORT NAME	VENDOR NUMBER	VENDOR GROUP	AMOUNT	DR/ CR
6503	103100061802	52033000	CGEX130708	07/08/2013	451866				862.28	DR
6503	103100061802	52033000	CGEX130708	07/08/2013	451854				646.71	DR
6503	103100061802	52033200	LODGING/OUT-OF-STATE CGEX130708	07/08/2013	451866				1,508.99	DR
6503	103100061802	52033200	CGEX130708	07/08/2013	451866				50.00	DR
6503	103100061802	52033500	INCIDENTALS-OUT-OF-STATE CGEX130708	07/08/2013	451866				50.00	DR
6503	103100061802	52033500	CGEX130708	07/08/2013	451854				134.00	DR
6503	103100061802	52033500	CGEX130708	07/08/2013	451854				98.00	DR
6503	103100061802	52041800	NON-TAXABLE MEALS/OUT-ST TRAVEL DP306097	07/31/2013					232.00	DR
6503	103100061802	52041800	DP306097	07/31/2013					3,327.43	DR
6503	103100061802	52042000	COMPUTER SERVICES-STATE FM306070	07/31/2013					2,385.75	DR
6503	103100061802	52042000	FM306070	07/31/2013					1,034.89	DR
6503	103100061802	52042000	PL306057	07/31/2013					109.93	DR
6503	103100061802	52042000	RM306052	07/31/2013					65.45	DR
6503	103100061802	52042200	CENTRAL SERVICES INV1462589	07/04/2013	02040986	MARCOINC	12201534		1,210.27	DR
6503	103100061802	52042200	INV1500788	07/31/2013	02044079	MARCOINC	12201534		2.12	DR
6503	103100061802	52042200	INV1500788	07/31/2013					3.91	DR
6503	103100061802	52042300	EQUIPMENT SERV & MAINT 14SC100002 JUL13	07/31/2013	99994449	SUNSETOFFI	12043890		6.03	DR
6503	103100061802	52042300	14SC100002 JUL13	07/31/2013					122.86	DR
6503	103100061802	52044600	JANITORIAL & MAINT SERV INV1462589	07/04/2013	02040986	MARCOINC	12201534		122.86	DR
6503	103100061802	52044600	INV1500788	07/31/2013	02044079	MARCOINC	12201534		57.00	DR
6503	103100061802	52044600	INV1500788	07/31/2013					57.00	DR
6503	103100061802	52044600	EQUIPMENT RENTAL ACCOUNTRENT2013	07/24/2013	02043109	MCGINNISRO	12074040		114.00	DR
6503	103100061802	52044900	ACCOUNTRENT2013	07/24/2013					1,269.45	DR
6503	103100061802	52045300	RENTS-PRIVATE OWNED PROP. CGEX130708	07/08/2013	451854				1,269.45	DR
6503	103100061802	52045300	CGEX130708	07/31/2013					34.95	DR
6503	103100061802	52045300	TL306153	07/31/2013	99994121	MIDCONTINE	12023782		106.60	DR
6503	103100061802	52045300	111109001 JUN13	07/31/2013	99994121	MIDCONTINE	12023782		95.00	DR
6503	103100061802	52045300	28723599210870613	07/04/2013	99984902	ATTMOBILIT	12279233		41.45	DR
6503	103100061802	52045300	28723599210870613	07/04/2013	99984902	ATTMOBILIT	12279233		41.45	DR
6503	103100061802	52045300	28723599210870613	07/08/2013	99984902	ATTMOBILIT	12279233		41.45	DR
6503	103100061802	52045300	28723599210870613	07/08/2013	99984902	ATTMOBILIT	12279233		41.45	CR
6503	103100061802	52045300	TELECOMMUNICATIONS SRVCS 51594117006 0613	07/04/2013	02040875	XCELENERGY	12023853		278.00	DR
6503	103100061802	52045400	51594117006 0613	07/04/2013					41.32	DR
6503	103100061802	52045600	ELECTRICITY 117447	07/12/2013	99986936	ECOWATER	12035896		41.32	DR
6503	103100061802	52045600	117447	07/12/2013	99986936	ECOWATER	12035896		22.35	DR
6503	103100061802	52045600	117447	07/12/2013	99986936	ECOWATER	12035896		22.35	DR
6503	103100061802	52045600	117447	07/12/2013	99986936	ECOWATER	12035896		22.35	DR
6503	103100061802	52045600	117447	07/12/2013	99986936	ECOWATER	12035896		22.35	DR
6503	103100061802	52045600	117447	07/12/2013	99986936	ECOWATER	12035896		22.35	DR
6503	103100061802	52045600	117447	07/12/2013	99986936	ECOWATER	12035896		22.35	DR
6503	103100061802	52045600	117447	07/12/2013	99986936	ECOWATER	12035896		22.35	DR
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6503	103100061802	52045600	117447	07/12/2013	99986936	ECOWATER	12035896		22.35	DR
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6503	103100061802	52045600	117447	07/12/2013	99986936	ECOWATER	12035896		22.35	DR
6503	103100061802	52045600	117447	07/12/2013	99986936	ECOWATER	12035896		22.35	DR
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6503	103100061802	52045600	117447	07/12/2013	99986936	ECOWATER	12035896		22.35	DR
6503	103100061802	52045600	117447	07/12/2013	99986936	ECOWATER	12035896		22.35	DR
6503	103100061802	52045600	117447	07/12/2013	99986936	ECOWATER	12035896		22.35	DR
6503	103100061802	52045600	117447	07/12/2013	99986936	ECOWATER	12035896		22.35	DR
6503	103100061802	52045600	117447	07/12/2013	99986936	ECOWATER	12035896		22.35	DR
6503	103100061802	52045600	117447	07/12/2013	99986936	ECOWATER	12035896		22.35	DR
6503	103100061802	52045600	117447	07/12/2013	99986936	ECOWATER	12035896		22.35	DR
6503	103100061802	52045600	117447	07/12/2013	99986936	ECOWATER	12035896		22.35	DR
6503	103100061802	52045600	117447	07/12/2013	99986936	ECOWATER	12035896		22.35	DR
6503	103100061802	52045600	117447	07/12/2013	99986936	ECOWATER	12035896		22.35	DR
6503	103100061802	52045600	117447	07/12/2013	99986936	ECOWATER	12035896		22.35	DR
6503	103100061802	52045600	117447	07/12/2013	99986936	ECOWATER	12035896		22.35	DR
6503	103100061802	52045600	117447	07/12/2013	99986936	ECOWATER	12035896		22.35	DR
6503	103100061802	52045600	117447	07/12/2013	99986936	ECOWATER	12035896		22.35	DR
6503	103100061802	52045600	117447	07/12/2013	99986936	ECOWATER	12035896		22.35	DR
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6503	103100061802	52045600	117447	07/12/2013	99986936	ECOWATER	12035896		22.35	DR
6503	103100061802	52045600	117447	07/12/2013	99986936	ECOWATER	12035896		22.35	DR
6503	103100061802	52045600	117447	07/12/2013	99986936	ECOWATER	12035896		22.35	DR
6503	103100061802	52045600	117447	07/12/2013	99986936	ECOWATER	12035896		22.35	DR
6503	10									

STATE OF SOUTH DAKOTA  
MONTHLY EXPENDITURE REPORT  
FOR PERIOD ENDING: 07/31/2013

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

COMP	CENTER	ACCOUNT	DOCUMENT NUMBER	POSTING DATE	JV APPL OR PAYMENT #	SHORT NAME	VENDOR NUMBER	VENDOR GROUP	AMOUNT	DR/ CR
6503	1031000061802	5204740	BANK FEES AND CHARGES	07/19/2013	99989599	NATLASSNST	12005047		108.12	DR *
		13505050							2,381.40	DR
6503	1031000061802	5204960	OTHER CONTRACTUAL SERVICE	07/04/2013	02040976	OFFICEMAXI	12162845		2,381.40	DR *
		5204	CONTRACTUAL SERVICES						7,939.55	DR **
		52050200							6.47	DR
6503	1031000061802	5205020	OFFICE SUPPLIES	07/04/2013	99983837	BUSINESSPR	12003048		6.47	DR *
		52053200							13.80	DR
6503	1031000061802	5205320	PRINTING-COMMERCIAL	07/04/2013					13.80	DR *
		5205	SUPPLIES & MATERIALS						20.27	DR **
		5228000	T103-083						212.87	DR
6503	1031000061802	5228000	OPER TRANS OUT -NON BUDGT						212.87	DR *
		5228	NONOP EXP/NONBGTD OP TR						212.87	DR **
		52	OPERATING EXPENSES						11,500.12	DR ***
		6503							20,576.20	DR ****
		1031000061802							20,576.20	DR *****
		1031							20,576.20	DR *****



**South Dakota Board of Accountancy**  
**Balance Sheet**  
As of July 31, 2013

	Jul 31, 13
<b>ASSETS</b>	
Current Assets	
Checking/Savings	
1130000 · Local Checking - US Bank	39,646.10
1140000 · Pool Cash State of SD	365,486.86
Total Checking/Savings	405,132.96
Other Current Assets	
1131000 · Interest Income Receivable	10,171.95
1213000 · Investment Income Receivable	1,234.30
Total Other Current Assets	11,406.25
Total Current Assets	416,539.21
Fixed Assets	
1670000 · Computer Software	
Original Cost	140,063.23
1770000 · Depreciation	-117,934.15
Total 1670000 · Computer Software	22,129.08
Total Fixed Assets	22,129.08
<b>TOTAL ASSETS</b>	<b>438,668.29</b>
<b>LIABILITIES &amp; EQUITY</b>	
Liabilities	
Current Liabilities	
Accounts Payable	
2110000 · Accounts Payable	699.69
Total Accounts Payable	699.69
Other Current Liabilities	
2430000 · Accrued Wages Payable	7,187.15
2810000 · Amounts Held for Others	35,205.37
Total Other Current Liabilities	42,392.52
Total Current Liabilities	43,092.21
Long Term Liabilities	
2960000 · Compensated Absences Payable	13,333.93
Total Long Term Liabilities	13,333.93
Total Liabilities	56,426.14
Equity	
3220000 · Unrestricted Net Assets	252,054.07
3300100 · Invested in Capital Assets	22,129.08
3900 · Retained Earnings	-23,883.28
Net Income	131,942.28
Total Equity	382,242.15
<b>TOTAL LIABILITIES &amp; EQUITY</b>	<b>438,668.29</b>

# South Dakota Board of Accountancy

## Profit & Loss Budget vs. Actual

### July 2013

	Jul 13	Budget	\$ Over Budget	% of Budget
<b>Ordinary Income/Expense</b>				
<b>Income</b>				
4293550 · Initial Individual Certificate	325.00	2,200.00	-1,875.00	14.8%
4293551 · Certificate Renewals-Active	47,950.00	53,000.00	-5,050.00	90.5%
4293552 · Certificate Renewals-Inactive	15,750.00	19,000.00	-3,250.00	82.9%
4293553 · Certificate Renewals-Retired				
5208005 · REFUNDS	-40.00			
4293553 · Certificate Renewals-Retired - Other	740.00	700.00	40.00	105.7%
<b>Total 4293553 · Certificate Renewals-Retired</b>	<b>700.00</b>	<b>700.00</b>	<b>0.00</b>	<b>100.0%</b>
4293554 · Initial Firm Permits	0.00	1,250.00	-1,250.00	0.0%
4293555 · Firm Permit Renewals				
5208004 · REFUNDS	-250.00			
4293555 · Firm Permit Renewals - Other	11,850.00	18,000.00	-6,150.00	65.8%
<b>Total 4293555 · Firm Permit Renewals</b>	<b>11,600.00</b>	<b>18,000.00</b>	<b>-6,400.00</b>	<b>64.4%</b>
4293557 · Initial Audit	90.00	900.00	-810.00	10.0%
4293558 · Re-Exam Audit	240.00	2,460.00	-2,220.00	9.8%
4293560 · Late Fees-Initial Certificate	100.00	0.00	100.00	100.0%
4293561 · Late Fees-Certificate Renewals	0.00	4,000.00	-4,000.00	0.0%
4293562 · Late Fees-Firm Permits	0.00	0.00	0.00	0.0%
4293563 · Late Fees-Firm Permit Renewals	0.00	800.00	-800.00	0.0%
4293564 · Late Fees-Peer Review	300.00	1,300.00	-1,000.00	23.1%
4293566 · Firm Permit Owners				
5208003 · REFUNDS	-520.00			
4293566 · Firm Permit Owners - Other	68,855.00	70,000.00	-1,145.00	98.4%
<b>Total 4293566 · Firm Permit Owners</b>	<b>68,335.00</b>	<b>70,000.00</b>	<b>-1,665.00</b>	<b>97.6%</b>
4293567 · Peer Review Admin Fee	375.00	5,650.00	-5,275.00	6.6%
4293568 · Firm Permit Name Change	50.00	100.00	-50.00	50.0%
4293569 · Initial FAR	90.00	1,140.00	-1,050.00	7.9%
4293570 · Initial REG	0.00	660.00	-660.00	0.0%
4293571 · Initial BEC	30.00	930.00	-900.00	3.2%
4293572 · Re-Exam FAR	240.00	1,860.00	-1,620.00	12.9%
4293573 · Re-Exam REG	150.00	2,310.00	-2,160.00	6.5%
4293574 · Re-Exam BEC	150.00	2,310.00	-2,160.00	6.5%
4491000 · Interest and Dividend Revenue	0.00	9,000.00	-9,000.00	0.0%
4896021 · Legal Recovery Cost	0.00	1,000.00	-1,000.00	0.0%
<b>Total Income</b>	<b>146,475.00</b>	<b>198,570.00</b>	<b>-52,095.00</b>	<b>73.8%</b>
<b>Gross Profit</b>	<b>146,475.00</b>	<b>198,570.00</b>	<b>-52,095.00</b>	<b>73.8%</b>
<b>Expense</b>				
5101010 · F-T Emp Sal & Wages	4,186.18	72,759.00	-68,572.82	5.8%
5101020 · P-T/Temp Emp Sal & Wages	1,919.73	18,779.00	-16,859.27	10.2%
5101030 · Board & Comm Mbrs Fees	300.00	4,372.00	-4,072.00	6.9%
5102010 · OASI-Employer's Share	476.64	7,362.00	-6,885.36	6.5%
5102020 · Retirement-ER Share	366.35	5,492.00	-5,125.65	6.7%
5102060 · Health /Life Ins.-ER Share	1,817.28	22,007.00	-20,189.72	8.3%
5102080 · Worker's Compensation	7.93	254.00	-246.07	3.1%
5102090 · Unemployment Insurance	1.97	91.00	-89.03	2.2%
5203010 · Auto--State Owned	147.84	600.00	-452.16	24.6%
5203020 · Auto-Private-Ownes Low Mileage	0.00	400.00	-400.00	0.0%
5203030 · In State-Auto- Priv. High Miles	0.00	1,500.00	-1,500.00	0.0%
5203100 · In State-Lodging	0.00	1,000.00	-1,000.00	0.0%
5203120 · In State-Incidentals to Travel	0.00	100.00	-100.00	0.0%
5203140 · InState-Tax Meals Not Overnigt	0.00	100.00	-100.00	0.0%
5203150 · InState-Non-Tax Meals OverNight	0.00	400.00	-400.00	0.0%
5203220 · OS-Auto Private Low Mileage	0.00	0.00	0.00	0.0%
5203230 · OS-Auto Private High Mileage	0.00	100.00	-100.00	0.0%
5203260 · OS-Air Commercial Carrier	0.00	5,700.00	-5,700.00	0.0%
5203280 · OS-Other Public Carrier	0.00	500.00	-500.00	0.0%
5203300 · OS-Lodging	0.00	7,800.00	-7,800.00	0.0%
5203320 · OS-Incidentals to Travel	0.00	350.00	-350.00	0.0%
5203350 · OS-Non-Taxable Meals Overnight	0.00	1,200.00	-1,200.00	0.0%

**South Dakota Board of Accountancy**  
**Profit & Loss Budget vs. Actual**  
**July 2013**

	<u>Jul 13</u>	<u>Budget</u>	<u>\$ Over Budget</u>	<u>% of Budget</u>
5204010 · Subscriptions	0.00	1,000.00	-1,000.00	0.0%
5204020 · Dues and Membership Fees	0.00	3,900.00	-3,900.00	0.0%
5204030 · Legal Document Fees	0.00	500.00	-500.00	0.0%
5204040 · Consultant Fees-Accounting	0.00	6,700.00	-6,700.00	0.0%
5204130 · Consultant Fees-Other	0.00	0.00	0.00	0.0%
5204160 · Workshop Registration Fees	0.00	6,000.00	-6,000.00	0.0%
5204180 · Computer Services-State	75.00	600.00	-525.00	12.5%
5204181 · Computer Development Serv-State	2,310.75	10,400.00	-8,089.25	22.2%
5204200 · Central Services	1,210.27	7,000.00	-5,789.73	17.3%
5204220 · Equipment Service & Maintenance	3.91	300.00	-296.09	1.3%
5204230 · Janitorial/Maintenance Services	122.86	1,560.00	-1,437.14	7.9%
5204340 · Computer Software Maintenance	0.00	1,000.00	-1,000.00	0.0%
5204360 · Advertising-Newspapers	0.00	1,000.00	-1,000.00	0.0%
5204440 · Newsletter Publishing	0.00	1,100.00	-1,100.00	0.0%
5204460 · Equipment Rental	57.00	4,500.00	-4,443.00	1.3%
5204480 · Microfilm and Photography	0.00	700.00	-700.00	0.0%
5204490 · Rents Privately Owned Property	0.00	15,531.00	-15,531.00	0.0%
5204510 · Rent-Other	0.00	200.00	-200.00	0.0%
5204530 · Telecommunications Services	136.45	2,500.00	-2,363.55	5.5%
5204540 · Electricity	51.91	865.00	-813.09	6.0%
5204560 · Water	0.00	240.00	-240.00	0.0%
5204590 · Insurance Premiums/Surety Bonds	0.00	1,710.00	-1,710.00	0.0%
5204740 · Bank Fees and Charges	108.12	5,000.00	-4,891.88	2.2%
5204960 · Other Contractual Services	0.00	0.00	0.00	0.0%
5205020 · Office Supplies	0.00	2,000.00	-2,000.00	0.0%
5205028 · OFFICE SUPPLIES-2	0.00	0.00	0.00	0.0%
5205310 · Printing State	0.00	500.00	-500.00	0.0%
5205320 · Printing/Duplicating/Binding Co	13.80	1,000.00	-986.20	1.4%
5205330 · Supplemental Publications	0.00	700.00	-700.00	0.0%
5205340 · Microfilm Supplies/Materials	0.00	300.00	-300.00	0.0%
5205350 · Postage	0.00	2,000.00	-2,000.00	0.0%
5207430 · Office Machines	0.00	100.00	-100.00	0.0%
5207900 · Computer Hardware	0.00	4,800.00	-4,800.00	0.0%
5207950 · System Development	0.00	500.00	-500.00	0.0%
5207955 · Computer Hardware Other	0.00	500.00	-500.00	0.0%
5207960 · Computer Software Expense	0.00	500.00	-500.00	0.0%
5228000 · Operating Transfers Out-NonBudg	212.87	7,400.00	-7,187.13	2.9%
5228030 · Depreciation Expense	1,005.86	12,070.40	-11,064.54	8.3%
<b>Total Expense</b>	<b>14,532.72</b>	<b>255,542.40</b>	<b>-241,009.68</b>	<b>5.7%</b>
<b>Net Ordinary Income</b>	<b>131,942.28</b>	<b>-56,972.40</b>	<b>188,914.68</b>	<b>-231.6%</b>
<b>Net Income</b>	<b>131,942.28</b>	<b>-56,972.40</b>	<b>188,914.68</b>	<b>-231.6%</b>

**South Dakota Board of Accountancy**  
**PREVIOUS YEAR MONTHLY COMPARISON**  
**July 2013**

	<u>Jul 13</u>	<u>Jul 12</u>	<u>\$ Change</u>	<u>% Change</u>
<b>Ordinary Income/Expense</b>				
Income				
4293550 · Initial Individual Certificate	325.00	225.00	100.00	44.4%
4293551 · Certificate Renewals-Active	47,950.00	48,700.00	-750.00	-1.5%
4293552 · Certificate Renewals-Inactive	15,750.00	17,550.00	-1,800.00	-10.3%
4293553 · Certificate Renewals-Retired	700.00	590.00	110.00	18.6%
4293554 · Initial Firm Permits	0.00	300.00	-300.00	-100.0%
4293555 · Firm Permit Renewals	11,600.00	17,400.00	-5,800.00	-33.3%
4293557 · Initial Audit	90.00	90.00	0.00	0.0%
4293558 · Re-Exam Audit	240.00	240.00	0.00	0.0%
4293560 · Late Fees-Initial Certificate	100.00	0.00	100.00	100.0%
4293564 · Late Fees-Peer Review	300.00	50.00	250.00	500.0%
4293566 · Firm Permit Owners	68,335.00	58,240.00	10,095.00	17.3%
4293567 · Peer Review Admin Fee	375.00	75.00	300.00	400.0%
4293568 · Firm Permit Name Change	50.00	0.00	50.00	100.0%
4293569 · Initial FAR	90.00	30.00	60.00	200.0%
4293570 · Initial REG	0.00	60.00	-60.00	-100.0%
4293571 · Initial BEC	30.00	60.00	-30.00	-50.0%
4293572 · Re-Exam FAR	240.00	240.00	0.00	0.0%
4293573 · Re-Exam REG	150.00	155.00	-5.00	-3.2%
4293574 · Re-Exam BEC	150.00	305.00	-155.00	-50.8%
<b>Total Income</b>	<b>146,475.00</b>	<b>144,310.00</b>	<b>2,165.00</b>	<b>1.5%</b>
<b>Gross Profit</b>	<b>146,475.00</b>	<b>144,310.00</b>	<b>2,165.00</b>	<b>1.5%</b>
Expense				
5101010 · F-T Emp Sal & Wages	4,186.18	5,240.01	-1,053.83	-20.1%
5101020 · P-T/Temp Emp Sal & Wages	1,919.73	1,330.76	588.97	44.3%
5101030 · Board & Comm Mbrs Fees	300.00	540.00	-240.00	-44.4%
5102010 · OASI-Employer's Share	476.64	509.68	-33.04	-6.5%
5102020 · Retirement-ER Share	366.35	394.24	-27.89	-7.1%
5102060 · Health /Life Ins.-ER Share	1,817.28	1,583.76	233.52	14.7%
5102080 · Worker's Compensation	7.93	10.51	-2.58	-24.6%
5102090 · Unemployment Insurance	1.97	4.94	-2.97	-60.1%
5203010 · Auto--State Owned	147.84	0.00	147.84	100.0%
5203100 · In State-Lodging	0.00	100.00	-100.00	-100.0%
5203140 · InState-Tax Meals Not OverNigt	0.00	14.00	-14.00	-100.0%
5203150 · InState-Non-Tax Meals OverNigt	0.00	52.00	-52.00	-100.0%
5203220 · OS-Auto Private Low Mileage	0.00	90.40	-90.40	-100.0%
5203260 · OS-Air Commercial Carrier	0.00	1,523.33	-1,523.33	-100.0%
5203280 · OS-Other Public Carrier	0.00	70.00	-70.00	-100.0%
5203300 · OS-Lodging	0.00	2,207.52	-2,207.52	-100.0%
5203320 · OS-Incidentals to Travel	0.00	191.00	-191.00	-100.0%
5203350 · OS-Non-Taxable Meals Overnight	0.00	312.00	-312.00	-100.0%
5204180 · Computer Services-State	75.00	75.00	0.00	0.0%
5204181 · Computer Development Serv-State	2,310.75	103.00	2,207.75	2,143.5%
5204200 · Central Services	1,210.27	1,196.64	13.63	1.1%
5204220 · Equipment Service & Maintenance	3.91	3.65	0.26	7.1%
5204230 · Janitorial/Maintenance Services	122.86	122.86	0.00	0.0%
5204340 · Computer Software Maintenance	0.00	527.50	-527.50	-100.0%
5204360 · Advertising-Newspapers	0.00	195.00	-195.00	-100.0%
5204460 · Equipment Rental	57.00	93.60	-36.60	-39.1%
5204490 · Rents Privately Owned Property	0.00	1,269.45	-1,269.45	-100.0%
5204530 · Telecommunications Services	136.45	200.81	-64.36	-32.1%
5204540 · Electricity	51.91	50.62	1.29	2.6%
5204560 · Water	0.00	22.35	-22.35	-100.0%
5204740 · Bank Fees and Charges	108.12	441.67	-333.55	-75.5%
5205020 · Office Supplies	0.00	41.77	-41.77	-100.0%
5205320 · Printing/Duplicating/Binding Co	13.80	20.70	-6.90	-33.3%
5205350 · Postage	0.00	26.64	-26.64	-100.0%
5207900 · Computer Hardware	0.00	1,225.00	-1,225.00	-100.0%

**South Dakota Board of Accountancy**  
**PREVIOUS YEAR MONTHLY COMPARISON**  
**July 2013**

	<u>Jul 13</u>	<u>Jul 12</u>	<u>\$ Change</u>	<u>% Change</u>
5228000 · Operating Transfers Out-NonBudg	212.87	0.00	212.87	100.0%
5228030 · Depreciation Expense	1,005.86	1,005.86	0.00	0.0%
<b>Total Expense</b>	<u>14,532.72</u>	<u>20,796.27</u>	<u>-6,263.55</u>	<u>-30.1%</u>
<b>Net Ordinary Income</b>	<u>131,942.28</u>	<u>123,513.73</u>	<u>8,428.55</u>	<u>6.8%</u>
<b>Net Income</b>	<u><u>131,942.28</u></u>	<u><u>123,513.73</u></u>	<u><u>8,428.55</u></u>	<u><u>6.8%</u></u>

**South Dakota Board of Accountancy**  
**PREVIOUS YEAR TO DATE MONTHLY COMPARISON**  
**July 2013**

	<u>Jul 13</u>	<u>Jul 12</u>	<u>\$ Change</u>	<u>% Change</u>
<b>Ordinary Income/Expense</b>				
<b>Income</b>				
4293550 · Initial Individual Certificate	325.00	225.00	100.00	44.4%
4293551 · Certificate Renewals-Active	47,950.00	48,700.00	-750.00	-1.5%
4293552 · Certificate Renewals-Inactive	15,750.00	17,550.00	-1,800.00	-10.3%
4293553 · Certificate Renewals-Retired	700.00	590.00	110.00	18.6%
4293554 · Initial Firm Permits	0.00	300.00	-300.00	-100.0%
4293555 · Firm Permit Renewals	11,600.00	17,400.00	-5,800.00	-33.3%
4293557 · Initial Audit	90.00	90.00	0.00	0.0%
4293558 · Re-Exam Audit	240.00	240.00	0.00	0.0%
4293560 · Late Fees-Initial Certificate	100.00	0.00	100.00	100.0%
4293564 · Late Fees-Peer Review	300.00	50.00	250.00	500.0%
4293566 · Firm Permit Owners	68,335.00	58,240.00	10,095.00	17.3%
4293567 · Peer Review Admin Fee	375.00	75.00	300.00	400.0%
4293568 · Firm Permit Name Change	50.00	0.00	50.00	100.0%
4293569 · Initial FAR	90.00	30.00	60.00	200.0%
4293570 · Initial REG	0.00	60.00	-60.00	-100.0%
4293571 · Initial BEC	30.00	60.00	-30.00	-50.0%
4293572 · Re-Exam FAR	240.00	240.00	0.00	0.0%
4293573 · Re-Exam REG	150.00	155.00	-5.00	-3.2%
4293574 · Re-Exam BEC	150.00	305.00	-155.00	-50.8%
<b>Total Income</b>	<u>146,475.00</u>	<u>144,310.00</u>	<u>2,165.00</u>	<u>1.5%</u>
<b>Gross Profit</b>	<u>146,475.00</u>	<u>144,310.00</u>	<u>2,165.00</u>	<u>1.5%</u>
<b>Expense</b>				
5101010 · F-T Emp Sal & Wages	4,186.18	5,240.01	-1,053.83	-20.1%
5101020 · P-T/Temp Emp Sal & Wages	1,919.73	1,330.76	588.97	44.3%
5101030 · Board & Comm Mbrs Fees	300.00	540.00	-240.00	-44.4%
5102010 · OASI-Employer's Share	476.64	509.68	-33.04	-6.5%
5102020 · Retirement-ER Share	366.35	394.24	-27.89	-7.1%
5102060 · Health /Life Ins.-ER Share	1,817.28	1,583.76	233.52	14.7%
5102080 · Worker's Compensation	7.93	10.51	-2.58	-24.6%
5102090 · Unemployment Insurance	1.97	4.94	-2.97	-60.1%
5203010 · Auto--State Owned	147.84	0.00	147.84	100.0%
5203100 · In State-Lodging	0.00	100.00	-100.00	-100.0%
5203140 · InState-Tax Meals Not Overnigt	0.00	14.00	-14.00	-100.0%
5203150 · InState-Non-Tax Meals OverNigt	0.00	52.00	-52.00	-100.0%
5203220 · OS-Auto Private Low Mllege	0.00	90.40	-90.40	-100.0%
5203260 · OS-Air Commercial Carrier	0.00	1,523.33	-1,523.33	-100.0%
5203280 · OS-Other Public Carrier	0.00	70.00	-70.00	-100.0%
5203300 · OS-Lodging	0.00	2,207.52	-2,207.52	-100.0%
5203320 · OS-Incidentals to Travel	0.00	191.00	-191.00	-100.0%
5203350 · OS-Non-Taxable Meals Overnight	0.00	312.00	-312.00	-100.0%
5204180 · Computer Services-State	75.00	75.00	0.00	0.0%
5204181 · Computer Development Serv-State	2,310.75	103.00	2,207.75	2,143.5%
5204200 · Central Services	1,210.27	1,196.64	13.63	1.1%
5204220 · Equipment Service & Maintenance	3.91	3.65	0.26	7.1%
5204230 · Janitorial/Maintenance Services	122.86	122.86	0.00	0.0%
5204340 · Computer Software Maintenance	0.00	527.50	-527.50	-100.0%
5204360 · Advertising-Newspapers	0.00	195.00	-195.00	-100.0%
5204460 · Equipment Rental	57.00	93.60	-36.60	-39.1%
5204490 · Rents Privately Owned Property	0.00	1,269.45	-1,269.45	-100.0%
5204530 · Telecommunications Services	136.45	200.81	-64.36	-32.1%
5204540 · Electricity	51.91	50.62	1.29	2.6%
5204560 · Water	0.00	22.35	-22.35	-100.0%
5204740 · Bank Fees and Charges	108.12	441.67	-333.55	-75.5%
5205020 · Office Supplies	0.00	41.77	-41.77	-100.0%
5205320 · Printing/Duplicating/Binding Co	13.80	20.70	-6.90	-33.3%
5205350 · Postage	0.00	26.64	-26.64	-100.0%
5207900 · Computer Hardware	0.00	1,225.00	-1,225.00	-100.0%

**South Dakota Board of Accountancy**  
**PREVIOUS YEAR TO DATE MONTHLY COMPARISON**  
**July 2013**

	<u>Jul 13</u>	<u>Jul 12</u>	<u>\$ Change</u>	<u>% Change</u>
5228000 - Operating Transfers Out-NonBudg	212.87	0.00	212.87	100.0%
5228030 - Depreciation Expense	1,005.86	1,005.86	0.00	0.0%
<b>Total Expense</b>	<u>14,532.72</u>	<u>20,796.27</u>	<u>-6,263.55</u>	<u>-30.1%</u>
<b>Net Ordinary Income</b>	<u>131,942.28</u>	<u>123,513.73</u>	<u>8,428.55</u>	<u>6.8%</u>
<b>Net Income</b>	<u><u>131,942.28</u></u>	<u><u>123,513.73</u></u>	<u><u>8,428.55</u></u>	<u><u>6.8%</u></u>

## **REPORT TO BOARD ON NASBA ANNUAL MEETING**

The Annual Meeting for NASBA will be held October 27-30, 2013. The location of the meeting will be in Maui, HI.

This is a request for a board motion to approve travel for Board Members and the Executive Director to attend the Annual NASBA meeting.



FY15 BUDGET WORKSHEET							
			State Act	QB Act	FY14	Expand-	FY15
Income	Description	FY12	FY13	FY13	Budget	Reduce	Budget
4293550	Initial Individual Certificate	1,925.00	2,425.00	2,425.00	2,200.00	0.00	2,200.00
4293551	Cert Renew-Active	54,440.00	49,250.00	55,250.00	53,000.00	2000.00	55,000.00
4293552	Cert Renew-Inactive	19,850.00	17,400.00	20,050.00	19,000.00	0.00	19,000.00
4293553	Cert Renew-Retired	630.00	500.00	710.00	700.00	50.00	750.00
4293554	Initial Firm Permit	1,200.00	850.00	850.00	1,250.00	(350.00)	900.00
4293555	Firm Permit Renew	19,400.00	18,400.00	20,000.00	18,000.00	(3000.00)	15,000.00
4293557	Initial Audit	6,384.92	3,601.50	630.00	900.00	0.00	900.00
4293558	Re-exam Audit	19,499.67	16,590.85	2,460.00	2,460.00	0.00	2,460.00
4293560	Late Fee-Initial Certificate	100.00	200.00	200.00	0.00	0.00	0.00
4293561	Late Fees-Cert Renew	2,850.00	2,400.00	2,450.00	4,000.00	(300.00)	3,700.00
4293562	Late Fees-Firm Permits	0.00	0.00	0.00	0.00	0.00	0.00
4293563	Late Fees-Firm Perm Renewals	600.00	550.00	550.00	800.00	0.00	800.00
4293564	Late Fees- Peer Review	1,700.00	950.00	1,000.00	1,300.00	0.00	1,300.00
4293566	Firm Permit Individual	73,255.00	70,005.00	73,840.00	70,000.00	8000.00	78,000.00
4293567	Peer Review Admin Fee	5,475.00	3,450.00	3,525.00	5,650.00	0.00	5,650.00
4293568	Firm Permit Name Change	490.00	50.00	50.00	100.00	0.00	100.00
4293569	Initial FAR	7,222.55	7,009.95	1,080.00	1,140.00	0.00	1,140.00
4293570	Initial REG	3,641.40	4,763.90	810.00	660.00	0.00	660.00
4293571	Initial BEC	4,477.42	4,346.55	630.00	930.00	0.00	930.00
4293572	Re-Exam FAR	13,150.35	17,250.40	2,490.00	1,860.00	0.00	1,860.00
4293573	Re-exam REG	17,298.15	14,559.50	2,340.00	2,310.00	0.00	2,310.00
4293574	Re-exam BEC	15,413.42	12,543.15	1,980.00	2,310.00	0.00	2,310.00
4491000	Interest and Dividend Revenue	11,505.78	8,344.35	8,344.35	9,000.00	(500.00)	8,500.00
4896021	Legal Recovery Cost	2,355.00	700.00	700.00	1,000.00	0.00	1,000.00
4950	Refund Prior Years Expenses	0.00	0.00	0.00	0.00	0.00	0.00
	<b>Total Income</b>	<b>282,863.66</b>	<b>256,140.15</b>	<b>202,364.35</b>	<b>198,570.00</b>	<b>5,900.00</b>	<b>204,470.00</b>
			State Act	QB Act	FY14	Expand-	FY15
Expenses -Sal & Benefits		FY12	FY13	FY13	Budget	Reduce	Budget
5101010	F-T Emp Sal & Wages	70,121.64	65,315.63	65,315.63	72,759.00	0.00	72,759.00
5101020	P-T Emp Sal & Wages	19,000.56	18,091.32	18,091.32	18,779.00	0.00	18,779.00
5101030	Board & Comm. Members	3,720.00	2,820.00	2,820.00	4,372.00	0.00	4,372.00
5102010	OASI - Employers	6,589.21	6,335.27	6,335.27	7,362.00	0.00	7,362.00
5102020	Retirement - Employers	5,347.40	4,965.39	4,965.39	5,492.00	0.00	5,492.00
5102060	Health Insurance	18,405.36	22,366.02	22,366.02	22,007.00	0.00	22,007.00
5102080	Workers Comp	232.76	133.39	133.39	254.00	0.00	254.00
5102090	Unemployment	83.18	62.59	62.59	91.00	0.00	91.00
	<b>Sal &amp; Benefits Totals</b>	<b>123,500.11</b>	<b>120,089.61</b>	<b>120,089.61</b>	<b>131,116.00</b>	<b>0.00</b>	<b>131,116.00</b>
			State Act	QB Act	FY14	Expand-	FY15
Expenses - Operational		FY12	FY13	FY13	Budget	Reduce	Budget
5203010	Auto - State Vehicle	597.12	1,005.47	1,005.47	600.00	400.00	1,000.00
5203020	Auto Private In State -employees	452.00	0.00	0.00	400.00	0.00	400.00
5203030	Auto Private In State- Board	1,284.64	889.48	889.48	1,500.00	0.00	1,500.00
5203100	Lodging In State	919.00	748.75	748.75	1,000.00	0.00	1,000.00
5203120	Incidentals to Travel- In State	0.00	0.00	0.00	100.00	0.00	100.00
5203140	Meals Not Overnight - In State	41.00	41.00	41.00	100.00	0.00	100.00
5203150	Meals Overnight - In State	416.00	357.00	357.00	400.00	0.00	400.00
5203230	Auto Private Out of State - Board	447.48	90.40	90.40	100.00	0.00	100.00

5203260	Air Travel-Out of State	2,286.20	4,807.73	6,130.33	5,700.00	300.00	6,000.00
5203280	Other Public Transp Out of State	235.35	353.00	419.00	500.00	0.00	500.00
5203300	Lodging Out of State	5,413.08	6,980.64	8,489.63	7,800.00	0.00	7,800.00
5203320	Incidentals to Travel- Out of State	324.01	497.00	547.00	350.00	100.00	450.00
5203350	Meals Overnight - Out of State	678.00	996.00	1,228.00	1,200.00	100.00	1,300.00
5204010	Subscriptions	452.99	688.05	688.05	1,000.00	0.00	1,000.00
5204020	Dues & Membership Fees	3,590.00	3,440.00	3,440.00	3,900.00	0.00	3,900.00
5204030	Legal Document Fees	0.00	0.00	0.00	500.00	(200.00)	300.00
5204040	Consultant Fees - Audit	0.00	6,700.00	6,700.00	6,700.00	400.00	7,100.00
5204080	Consultant Fees - Legal	0.00	0.00	0.00	0.00	0.00	0.00
5204160	Workshop Registration Fees	5,884.00	4,347.00	4,347.00	6,000.00	0.00	6,000.00
5204180	Computer Services - State	9,791.20	10,849.45	804.00	600.00	0.00	600.00
5204181	Computer Dev. State	0.00	0.00	6,921.65	10,400.00	0.00	10,400.00
5204200	Central Services	6,003.66	6,398.39	6,393.39	7,000.00	0.00	7,000.00
5204220	Equipment Service & Maint	54.77	139.30	142.80	300.00	0.00	300.00
5204230	Janitorial	1,438.32	1,474.32	1,474.32	1,560.00	0.00	1,560.00
5204340	Computer-Tech Support	864.55	1,614.10	1,535.35	1,000.00	500.00	1,500.00
5204360	Advertising-Newspaper	0.00	1,673.45	1,028.54	1,000.00	0.00	1,000.00
5204440	Newsletter Publishing	0.00	0.00	496.10	1,100.00	0.00	1,100.00
5204460	Equipment Rental	3,511.00	3,198.00	3,312.00	4,500.00	(500.00)	4,000.00
5204480	Microfilm Processing	502.66	0.00	0.00	700.00	0.00	700.00
5204490	Rents-Private	15,233.40	15,233.40	15,233.40	15,531.00	(297.00)	15,234.00
5204510	Rents-Other	167.74	255.17	255.17	200.00	50.00	250.00
5204530	Telecommunications	2,877.65	2,474.48	2,529.56	2,500.00	300.00	2,800.00
5204540	Electricity	700.44	647.38	639.43	865.00	0.00	865.00
5204560	Water	178.80	134.10	156.45	240.00	0.00	240.00
5204590	Insurance Premiums	1,666.45	799.00	799.00	1,710.00	0.00	1,710.00
5204740	Bank Svc Chrg (Credit Card Fees)	2,766.65	3,390.74	3,390.74	5,000.00	500.00	5,500.00
5204960	Other Contractual - NASBA	76,007.40	69,010.20	420.00	0.00	0.00	0.00
5205020	Office Supplies	329.70	292.74	1,278.37	2,000.00	0.00	2,000.00
5205028	Office Supplies	503.47	1,005.57	0.00	0.00	0.00	0.00
5205310	Printing/Copying State	0.00	295.88	295.88	500.00	0.00	500.00
5205320	Printing Commercial	293.76	1,050.90	600.01	1,000.00	0.00	1,000.00
5205330	Supplement Publications & Ref	630.00	630.00	630.00	700.00	0.00	700.00
5205340	Microfilm Supplies & Material	0.00	0.00	0.00	300.00	0.00	300.00
5205350	Postage	1,005.85	2,593.53	2,593.53	2,000.00	0.00	2,000.00
5207430	Office Machines	0.00	0.00	0.00	100.00	0.00	100.00
5207900	Computer	0.00	2,325.17	2,325.17	4,800.00	0.00	4,800.00
5207901	Computer Hardware	0.00	0.00	0.00	0.00	0.00	0.00
5207905	Computer Systems	0.00	0.00	0.00	0.00	0.00	0.00
5207950	Computer Hardware	0.00	0.00	0.00	500.00	0.00	500.00
5207955	Computer Hardware	0.00	0.00	0.00	500.00	0.00	500.00
5207960	Computer Software	0.00	0.00	0.00	500.00	0.00	500.00
52079610	Computer Software	0.00	0.00	0.00	0.00	0.00	0.00
5228000	DOL Overhead Allocated Fees	5,817.96	5,711.65	5,711.65	7,400.00	0.00	7,400.00
5228030	Depreciation	0.00	0.00	12,070.40	12,070.40	0.00	12,070.40
	<b>Object Totals</b>	<b>153,366.30</b>	<b>163,138.44</b>	<b>106,158.02</b>	<b>124,426.40</b>	<b>1,653.00</b>	<b>126,079.40</b>
	<b>Total Expenses</b>	<b>276,866.41</b>	<b>283,228.05</b>	<b>226,247.63</b>	<b>255,542.40</b>	<b>1,653.00</b>	<b>257,195.40</b>
	<b>Net Income (Loss)</b>	<b>5,997.25</b>	<b>-27,087.90</b>	<b>-23,883.28</b>	<b>-56,972.40</b>	<b>4,247.00</b>	<b>-52,725.40</b>

## **CPA Exam Candidate**

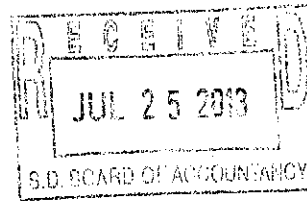
An application to sit for the CPA Exam was received with the following information:

Applicant stated yes to being convicted of a crime other than a minor traffic violation or charged with any dishonest acts or unprofessional conduct.

Applicant stated yes to being convicted of any crime, felony, or misdemeanor by any court of any state or of the United States.

Applicant has a felony DUI on his record.

The following pages are the applicants' responses to the questions above.



To whom it may concern,

I am writing this in regard to my responses on questions 7 and 11. I realize that I by no means have a spotless record, however I am in the process of changing my life around. A lot of my past history deals with alcohol abuse. After my last DUI, I checked myself into a 30 day inpatient rehabilitation center in order to change my life. I have worked very hard to obtain my degree in business economics in 2005, my Enrolled Agent license with the IRS in 2009, and to complete my remaining core accounting classes in 2012. I had to take a long hard look at myself and I was sick of putting all my hard work at risk due to my abuse of alcohol. I voluntarily checked myself in the Keystone Treatment Center in Canton, SD in order to get myself on the right path. Through this I realized I do have a problem with alcohol. I found acceptance, humility, honesty with myself, and the knowledge that I must completely change my thoughts and behavior in life in order to be the successful person I have the potential to be. I also continue to attend weekly support groups and work with my Alcoholic Anonymous sponsor. I realize that I have put my professional goal of becoming a CPA in jeopardy as a result of my last DUI conviction, I hope through my past accomplishments and current progression in my recovery you give my application serious consideration when reviewing it. Thank you for your time.

**Attachment for numbers 7 and 11:**

**Charge: Driving Under the Influence (3<sup>rd</sup>) - Felony**

Date: 6/12/13

Details: I plead guilty to the charge. I am currently following the stipulations required of me by the court. I also voluntarily checked myself into a 30-day in-house substance abuse center for alcoholism, which I successfully completed on 5/17/13. In addition I am currently working the 12-steps of Alcoholics Anonymous with my sponsor.

**Charge: Open Alcoholic Bev Container Accessible in Vehicle - Misdemeanor**

Date: 2/26/08

Details: I plead guilty to the charge. All necessary requests of the court were completed in a timely fashion.

**Charge: Driving Under the Influence (2<sup>nd</sup>) - Misdemeanor**

Date: 12/12/06

Details: I plead guilty to the charge. All the necessary requests of the court were completed in a timely fashion.

**Charge: Vandalism - Misdemeanor**

Date: 4/11/06

Details: I plead No-Contest to the charge. The charge stemmed from me sitting on a hood of vehicle while attending a college football game. I was a classmate of the driver of the vehicle and the university police wrote me a ticket for the charge. The judge in this case allowed me to plead No-Contest as this act was not deliberate and act was not intentional. All the necessary requests of the court were completed in a timely fashion.

**Charge: Public Nuisance - Misdemeanor**

Date: 2/7/05

Details: I plead guilty to the charge. The charge stemmed from a house party that was at my residence while I was attending college. All the necessary requests of the court were completed in a timely fashion.

**Charge: Disturbing the Peace - Misdemeanor**

Date: 1/10/05

Details: I plead guilty to the charge. The charge stemmed from loud music being played at my residence while I was attending college. I was ticketed and fined. All the necessary requests of the court were completed in a timely fashion.

**Charge: Driving Under the Influence (1<sup>st</sup>) - Misdemeanor**

Date: 5/18/04

Details: I plead guilty to the charge. All the necessary requests of the court were completed in a timely fashion.

## **EXECUTIVE DIRECTOR'S REPORT**

Nicole Kasin

### **NASBA Issues**

- Peer Review Oversight Committee – We will discuss this more with the SD CPA Society.
- CPE Word Count Formula – The NASBA registry allows providers to use the word count method to calculate CPE hours. Our rules currently only allow pilot testing.
  - Does the board want to move in the direction of changing the rules to allow the word count method? If so, do we want only the courses that are provided through the NASBA registry for self study to be able to use this method?

Information on word count:

Method that is used to determine recommended CPE for self study programs that uses a formula including word count of learning material, number of questions and exercises, and duration of audio and video segments.

**Basis for prescribed word count formula.** The prescribed word count formula begins with a word count of the number of words contained in the text of the required reading of the self study program and should exclude any material not critical to the achievement of the stated learning objectives for the program. Examples of information material that are not critical and therefore excluded from the word count are: course introduction; instructions to the learner; author/course developer biographies; table of contents; glossary; and appendices containing supplementary reference materials.

Again, only course content text that is critical to the achievement of stated learning objectives should be included in the word count formula. If an author/course developer determines, for example, that including the entire accounting rule or tax regulation is beneficial to the learner, the accounting rule or tax regulation should be included as an appendix to the course as supplementary reference material and excluded from the word count formula. Only pertinent paragraphs or sections of the accounting rule or tax regulation required for the achievement of stated learning objectives should be included in the actual text of the course and therefore included in the word count formula.

Review questions, exercises and final examination questions are considered separately in the calculation and should not be included in the word count.

### **Board Discussion**

- SAS 70/SOC should this be under Peer Review?
- Any New Business/topics?

### **Online Renewal Statistics**

The statistics are provided on the following page.

DATE	Form 19-Firm		Form 27-Retired		Form 28-Active		Form 29-Inactive		Daily Totals
	COMP APVD	BD APVD	COMP APVD	BD APVD	COMP APVD	BD APVD	COMP APVD	BD APVD	
Monday, July 01, 2013	3	0	4	0	22	7	6	0	42
Tuesday, July 02, 2013	7	2	3	0	33	4	13	0	62
Wednesday, July 03, 2013	5	0	3	0	27	4	10	0	49
Thursday, July 04, 2013	0	0	1	0	0	0	5	1	7
Friday, July 05, 2013	2	0	1	0	18	1	9	0	31
Saturday, July 06, 2013	0	0	2	0	3	0	3	0	8
Sunday, July 07, 2013	0	0	1	0	6	0	7	1	15
Monday, July 08, 2013	11	0	2	0	30	6	4	0	53
Tuesday, July 09, 2013	3	0	2	0	12	3	13	0	33
Wednesday, July 10, 2013	7	1	4	0	25	3	5	0	45
Thursday, July 11, 2013	4	2	1	0	12	1	11	1	32
Friday, July 12, 2013	3	0	3	0	10	2	5	0	23
Saturday, July 13, 2013	0	0	0	0	6	1	3	0	10
Sunday, July 14, 2013	0	0	1	0	4	0	0	0	5
Monday, July 15, 2013	1	0	2	0	15	2	6	0	26
Tuesday, July 16, 2013	5	2	2	0	19	2	11	0	41
Wednesday, July 17, 2013	11	2	0	0	26	3	9	0	51
Thursday, July 18, 2013	4	1	1	0	23	3	7	0	39
Friday, July 19, 2013	7	0	0	0	16	6	2	0	31
Saturday, July 20, 2013	1	0	0	0	3	0	5	0	9
Sunday, July 21, 2013	6	0	1	0	11	0	1	0	19
Monday, July 22, 2013	10	1	0	0	24	5	8	1	49
Tuesday, July 23, 2013	5	2	1	0	17	2	12	0	39
Wednesday, July 24, 2013	3	0	0	0	15	4	3	0	25
Thursday, July 25, 2013	5	1	1	0	15	3	2	0	27
Friday, July 26, 2013	5	1	1	0	20	4	7	0	38
Saturday, July 27, 2013	2	0	0	0	2	2	2	0	8
Sunday, July 28, 2013	0	0	0	0	11	1	4	0	16
Monday, July 29, 2013	10	2	2	0	35	8	16	0	73
Tuesday, July 30, 2013	13	2	0	0	47	12	18	1	93
Wednesday, July 31, 2013	24	1	5	0	57	11	31	1	130
Thursday, August 01, 2013	20	2	1	0	31	13	28	0	95
Friday, August 02, 2013	0	0	0	0	1	0	2	0	3
Saturday, August 03, 2013	0	0	0	0	0	0	0	0	0
Sunday, August 04, 2013	0	0	0	0	1	0	1	0	2
Monday, August 05, 2013	0	0	0	0	0	1	2	0	3
<b>Totals</b>	<b>177</b>	<b>22</b>	<b>45</b>	<b>0</b>	<b>597</b>	<b>114</b>	<b>271</b>		<b>1232</b>
<b>Totals per form</b>	199		45		711		271		
<b>Total Renewals</b>									
<b>Online &amp; Via Mail</b>	268		74		1107		371		1820
<b>% Completed Online</b>	74.25%		60.81%		64.23%		73.05%		67.69%
<b>Expired Status</b>	14		8		37		31		90
<b>% Completed overall</b>	95.04%		90.24%		96.77%		92.29%		95.29%



## UPDATE FROM LEGAL COUNSEL

### **State Board Report**

**July 2013**

NASBA Legal Counsel Noel L. Allen called to the attention of the State Boards' representatives the unanimous decision of the U.S. Court of Appeals for the Fourth Circuit, issued on May 31, upholding the Federal Trade Commission's ruling that the North Carolina State Board of Dental Examiners had engaged in anticompetitive conduct that prevented non-dentists from providing teeth whitening services to NC consumers. At the NASBA Regional Meetings, Mr. Allen said the Dental Board is likely to request a rehearing and the case may ultimately go to the U.S. Supreme Court. It has particular significance for accountancy boards because the Court of Appeals had rejected the Dental Board's claim that, as an agency of the state, its action was protected from federal antitrust scrutiny by the state action doctrine.

Writing the majority's opinion, Circuit Court Judge Dennis W. Shedd stated: "...we agree with the FTC that state agencies 'in which a decisive coalition (usually a majority) is made up of participants in the regulated market,' who are chosen by and accountable to their fellow market participants, are private actors..."

Circuit Court Judge Barbara Milano Keenan wrote in her concurring opinion that the Board had received reports of non-licensed persons performing teeth whitening without using the proper equipment or practices, and therefore: "Accordingly, in my view, the record supports the Board's argument that there is a safety risk inherent in allowing certain individuals who are not licensed dentists, particularly mall-kiosk employees, to perform teeth-whitening services." Despite this, Judge Keenan wrote: "Here, the fact that the Board is comprised of private dentists elected by other private dentists, along with North Carolina's lack of active supervision of the Board's activities, leaves us with little confidence that the state itself, rather than a private consortium of dentists, chose to regulate dental health in this manner at the expense of robust competition for teeth whitening services. Accordingly, the Board's actions are those of a private actor and not immune from the antitrust laws under the state action doctrine."

Mr. Allen, who had argued the case on behalf of the NC Dental Board, noted that although Judge Keenan had recognized the public protection being provided by the Dental Board in restricting teeth whitening to licensees, that was outweighed by the fact that the majority of the Dental Board's members were practicing licensees and, consequently, potential competitors of the teeth whitening kiosk operators.

## **DISCUSSION WITH SD CPA SOCIETY**

### **Discussion Points**

1. Definition of Attest (SD laws already encompass the proposed changes from the AICPA)
2. Financial Reporting Framework for Small and Medium Entities (FRF-SMEs)
3. Firm Mobility
4. Peer Review Oversight Committees (PROC) - and monitoring Oklahoma Society Peer Review Program

## **Presentation by NASBA/Prometric/ AICPA**

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### **Speaker Bios**

#### **AICPA – Michael Decker, Director of Operations and Development**

Michael joined the AICPA in December 2008 and leads the psychometricians, CPAs, project managers, software developers, and professional staff responsible for the architecture, development, production, administration, scoring, and maintenance of the Uniform CPA Examination, a high-stakes test administered globally. As the Director of Operations and Development, Michael's mission is to ensure that the Examination meets the highest possible level of uniform certification and licensing standards, and is used to promote and protect the US CPA designation.

Prior to the AICPA, Michael was Vice President, US Program Management and Operations, at Prometric. Michael directed all program management and paper-and-pencil operations staff in support of all of Prometric's US-based test administration clients. Earlier, Michael led the strategic development and support of testing for healthcare industry clients, including the National Board of Medical Examiners (NBME), the Association of American Medical Colleges (AAMC), and the American Dental Association (ADA).

Over the course of his career, Michael has held a number of progressively responsible positions in account management, customer support services, project management, and software development at companies including VerticalNet, Reed Elsevier, Bell Atlantic, The Catalyst Corporation, and the Unisys Corporation.

Michael holds Master's and Bachelor's degrees in Computer Science and Mathematics. His professional development includes American Management Association (AMA) courses in Executive Leadership and Project Management, and leadership programs of the AICPA and the Thomson Corporation.

#### **Prometric – Kimberly Farace, Client Services Team Leader**

Kimberly Farace is a Client Services Team Leader at Prometric. She is the Account Owner for the CPA Program and IQEX Program and works directly with NASBA and the AICPA in administration of its exams. Since starting at Prometric in November of 2000, she has worked with several key clients including ETS International and Cisco. Prior to joining Prometric, she served as a financial analyst at Maryland General Physics in Columbia, MD and as an analyst at Abt Associates in Bethesda, MD. Ms. Farace holds a Bachelor of Arts degree from Frostburg State University in Frostburg, MD, where she majored in international relations and economics. She also holds an M.B.A. from Loyola University Maryland's Sellinger School of Business and Management in Baltimore, MD where she concentrated on international business.

### **NASBA – Patricia Hartman, Director of Client Services**

Patricia Hartman has been with the National Association of State Boards of Accountancy (NASBA) since 2000. In her capacity as Director of Client Services, she oversees the administration and operations of CPA Examination Services, the National Candidate Database, CPA Licensing Services, and the Guam Test Center. Ms. Hartman was instrumental in moving the CPA exam to its current CBT format. Her prior experience includes five years with the U.S. Postal Service as a Human Resources Specialist, four years with Lockheed Martin as a Tour Supervisor for a Remote Encoding Center, and nine years in the U.S. Army as an Intelligence Analyst & Administrative Specialist. Ms. Hartman serves as a member of NASBA's CPA Exam Administration Committee, Executive Directors Committee, and International Qualifications Appraisal Board alongside numerous State Board Members and Executive Directors.

### **AICPA – Suzanne Jolicoeur, Senior Manager of State Regulatory Outreach**

Suzanne Jolicoeur is the Senior Manager of State Regulatory Outreach at the American Institute of Certified Public Accountants (AICPA) in Durham, North Carolina. Suzanne joined the AICPA in May of 2007, after having served as the administrator of the Michigan Board of Accountancy for over 25 years. In her position with the AICPA, Suzanne coordinates outreach to state board of accountancy members and board administrators on technical and licensing issues such as peer review, the CPA Examination, mobility and ethics. She also provides staff support to the AICPA's Uniform Accountancy Act (UAA) Committee.

In addition to having previously regulated CPAs, Suzanne also has experience regulating over 20 other professions and occupations for the State of Michigan including professional boxing, cemeteries, funeral directors, social workers, collection agencies, private detectives, and polygraph examiners.

Suzanne is a graduate of Michigan State University.